



APR 01 2009

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)

**Addition of Various Budget Bill Items, Local Assistance and Capital Outlay, California
Tahoe Conservancy**

Lake Tahoe Environmental Improvement Program

It is requested that Item 3125-490 be added to extend the liquidation period of various bond funded Environmental Improvement Program (EIP) local assistance grants (see Attachment I).

It is also requested that Item 3125-491 be added to extend the liquidation period of various bond funded EIP capital outlay projects (see Attachment II).

The EIP is an agreement between California, Nevada, the federal government, and local governments. The program identifies acquisitions, wetland restoration projects, and water quality improvement projects to enhance and improve environmental quality in the Lake Tahoe Basin. Bond funds appropriated in previous Budget Acts have been encumbered for specific EIP projects. However, because of the Pooled Money Investment Board's decision to suspend interim financing for bond funded projects, the California Tahoe Conservancy (Conservancy) is unable to fully liquidate the encumbered amounts. Therefore, it is necessary to extend the liquidation periods to allow the Conservancy to fulfill its obligations for bond funded projects once disbursements are able to commence.

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 Matt Almy, 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: On following page

APR 01 2009

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. Patrick Kemp, Assistant Secretary for Administration and Finance, Natural Resources Agency
Mr. Patrick Wright, Executive Officer, California Tahoe Conservancy
Mr. David Gregorich, Administrative Officer, California Tahoe Conservancy
Ms. Marcy Brown, Manager, Department of Parks and Recreation

Attachment I

3125-490—Reappropriation, California Tahoe Conservancy. Notwithstanding any other provision of law, the period to liquidate encumbrances of the following citations is extended until June 30, 2011:

0005—Safe Neighborhood Parks, Clean Water, Clean Air, and Coastal Protection Bond Fund

- (1) Item 3125-101-0005, Budget Act of 2003 (Ch. 157, Stats. 2003), as reappropriated by Item 3125-490, Budget Act of 2008 (Chs. 268 and 269, Stats. 2008)
 - (1) 10 – Tahoe Conservancy
 - (2) Reimbursements

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

- (1) Item 3125-101-6029, Budget Act of 2003 (Ch. 157, Stats. 2003), as reappropriated by Item 3125-490, Budget Act of 2008 (Chs. 268 and 269, Stats. 2008)
 - (1) 10 – Tahoe Conservancy
- (2) Item 3125-101-6029, Budget Act of 2004 (Ch. 208, Stats. 2004)
 - (1) 10 – Tahoe Conservancy
- (3) Item 3125-101-6029, Budget Act of 2005 (Chs. 39 and 39, Stats. 2005)
 - (1) 10 – Tahoe Conservancy

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

- (1) Item 3125-101-6031, Budget Act of 2004 (Ch. 208, Stats. 2004)
 - (1) 10 – Tahoe Conservancy
- (2) Item 3125-101-6031, Budget Act of 2005 (Chs. 38 and 39, Stats. 2005)
 - (1) 10 – Tahoe Conservancy

Attachment II

3125-491—Reappropriation, California Tahoe Conservancy. Notwithstanding any other provision of law, the period to liquidate encumbrances of the following citations is extended until June 30, 2011:

0005—Safe Neighborhood Parks, Clean Water, Clean Air, and Coastal Protection Bond Fund

- (1) Item 3125-301-0005, Budget Act of 2003 (Ch. 157, Stats. 2003), as reappropriated by Item 3125-491, Budget Act of 2008 (Chs. 268 and 269, Stats. 2008)
 - (1) 50.30.002- Land acquisition and site improvements—public access and recreation
 - (2) 50.30.003- Acquisition, restoration, and enhancement of habitat
 - (3) 50.30.004- Land acquisition and site improvements—stream environment zones and watershed restorations
 - (4) 50.30.005- Land acquisition

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

- (1) Item 3125-301-6029, Budget Act of 2004 (Ch. 208, Stats. 2004)
 - (1) 50.30.002- For land acquisition and site improvements for public access and recreation
 - (2) 50.30.003- For land acquisition and site improvements for wildlife enhancement
 - (3) 50.30.004- For land acquisition and site improvements for stream environment zones and watershed restorations
 - (4) 50.30.005- For land acquisitions
 - (5) Reimbursements
- (2) Item 3125-301-6029, Budget Act of 2005 (Chs. 38 and 39, Stats. 2005)
 - (1) 50.30.002- For land acquisition and site improvements for public access and recreation
 - (2) 50.30.003- For land acquisition and site improvements for wildlife enhancement
 - (3) 50.30.004- For land acquisition and site improvements for stream environment zones and watershed restorations
 - (4) 50.30.005- For land acquisitions
 - (5) Reimbursements



APR 01 2009

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 Item 3340-001-0318, Support, California Conservation Corps

Emergency Response Expenditure Authority

It is requested that Item 3340-001-0318 be amended by adding Budget Bill language to revise Provision 2, which authorizes the Department of Finance (Finance) to augment the Collins-Dugan California Conservation Corps (Corps) Reimbursement Account to reflect increases in Reimbursements from other state agencies without a Section 28.50 notification letter. This proposal would expand Finance's authority to augment the Corps expenditure authority in two ways: (1) by allowing increases pursuant to Section 28.00 as well as Section 28.50 without a letter, and (2) by expanding the sources of additional Reimbursements to include local governments, the federal government, and nonprofit organizations. The expanded sources of funds would only be allowed when the reimbursing entity has requested emergency services from the Corps. (See Attachment I.) This proposal will allow the Corps to respond to service requests from all state and non-state agencies without delay, which is critical in emergency response situations.

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 Matt Almy, 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: On following page

APR 01 2009

- 2 -

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. Patrick Kemp, Assistant Secretary for Administration and Finance, Resources Agency
Mr. David Muraki, Director, California Conservation Corps
Ms. Erin Healy, Chief of Administrative Services, California Conservation Corps
Ms. Maria Beruman, Budget Officer, California Conservation Corps

APR 01 2009

Attachment I

Amendment to Item 3340-001-0318

"Provision 2. Notwithstanding Section 28.00 and Section 28.50, the Department of Finance may augment this item to reflect increases in reimbursements in the Collins-Dugan California Conservation Corps Reimbursement Account received from (a) another officer, department, division, bureau, or other agency of the state or (b) a local government, the federal government, or nonprofits that have requested emergency services from the California Conservation Corps. Any augmentation that is deemed to be necessary on a permanent basis shall be submitted for review as part of the normal budget process."



DEPARTMENT OF
FINANCE
OFFICE OF THE DIRECTOR

ARNOLD SCHWARZENEGGER, GOVERNOR
STATE CAPITOL ■ ROOM 1145 ■ SACRAMENTO CA ■ 95814-4998 ■ WWW.DOF.CA.GOV

APR 01 2009

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 Item 3360-001-0465, Support, Energy Resources Conservation and Development Commission

It is requested that Item 3360-001-0465 be increased by \$2,252,000 Energy Resources Programs Account to provide funding and resources to address increased siting application workload. This augmentation will facilitate the state's efforts to increase renewable energy.

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

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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. Kyle Emigh, Budget Analyst, California Energy Commission
Ms. Sherri Guzman, Budget Analyst, California Energy Commission



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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 Various Budget Bill Items, Support and Local Assistance, Department of Conservation

Land Resource Protection Program

It is requested that Item 3480-001-0141 be decreased by \$1,382,000, Item 3480-001-0867 be increased by \$500,000 and that Item 3480-001-0001 be amended to reflect these changes, and Item 3480-101-0867 be decreased by \$1.0 million. These actions are necessary to address declining revenues in the Soil Conservation Fund, which generates revenue from Williamson Act cancellation fees. Because of the decline of the real estate market over the past year, there has been a significant decrease in housing and commercial development throughout the state. Consequently, the demand to develop on farmland has declined and reduced the number of Williamson Act contract cancellations. This proposal will make necessary reductions to the administration of the Williamson Act, the California Farmland Conservancy Program, the Farmland Mapping and Monitoring Program, and the Statewide Watershed Program to align expenditures with available revenues.

Additionally, it is requested that Item 3480-101-0005 be decreased by \$11,000 to accurately reflect the amount that is available in the Proposition 12 bond allocation for farmland conservancy grants.

Information Technology Infrastructure Lifecycle Support

It is requested that Item 3480-001-0133 be increased by \$80,000, Item 3480-001-0336 be increased by \$13,000, Item 3480-001-3046 be increased by \$39,000, and Item 3480-001-0001 be amended to reflect these changes to provide funding for information technology infrastructure maintenance. This proposal is necessary to enable the Department of Conservation to maintain the useful life of its information technology network and equipment.

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

APR 01 2009

-2-

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

MICHAEL C. GENEST

Director

By:

/s/ Ana J. Matosantos

ANA J. MATOSANTOS

Chief Deputy Director

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Attention: Mr. Geoff Long, Chief Consultant
Honorable Roger Niello, Vice Chair, Assembly Budget Committee
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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. Pat Kemp, Assistant Secretary for Administration and Finance, Natural Resources Agency
Ms. Bridget Luther, Director, Department of Conservation
Mr. Derek Chernow, Chief Deputy Director, Department of Conservation
Mr. Tom Gibbs, Deputy Director Administration, Department of Conservation
Mr. Ken Lehn, Budget Officer, Department of Conservation



APR - 1 2009

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 and Addition of Various Budget Bill Items and Reimbursements, Support and Local Assistance, Department of Forestry and Fire Protection

California Emergency Management Agency Coordinator

It is requested that Item 3540-001-0001 be amended by increasing Reimbursements by \$155,000 to enable the Department of Forestry and Fire Protection (CAL FIRE) to receive Emergency Response Initiative funding from the California Emergency Management Agency (Cal-EMA) to provide additional dispatching services at Cal-EMA's Emergency Command Center. CAL FIRE's current dispatching staffing level is insufficient to provide adequate year-round support.

Mobile Command Center Prototype

It is requested that Item 3540-001-0001 be amended by increasing Reimbursements by \$1,350,000 to enable CAL FIRE to receive a grant from Cal-EMA to build a prototype Mobile Communications Center (MCC). CAL FIRE uses a MCC as the communications hub at an emergency incident as well as the back-up system for its stationary Emergency Command Centers. The new MCC will allow CAL FIRE to provide MCC coverage for the South Coast region.

Fuels Treatment: Federal Grant

It is requested that Item 3540-001-0890 be increased by \$3,261,000 and that Item 3540-001-0001 be amended to reflect this change to enable CAL FIRE to receive a fuel treatment grant from the U.S. Forest Service. This grant is being provided in response to the recent wildfires in California, and CAL FIRE will only be able to use the funds for fuel treatment projects in San Bernardino, Riverside, and San Diego counties, as well as areas affected by the Fire Siege of 2008.

APR - 1 2009

Bond Funds: Extension of Liquidation

It is requested that Item 3540-490 be added to extend the liquidation period for bond funds appropriated to CAL FIRE in the 2006 Budget Act (see Attachment 1). The detail of the amounts still to be liquidated by fund source and program is as follows:

<u>Fund Source</u>	<u>Program Activity</u>	<u>Grants</u>	<u>Amount</u>
Proposition 12	Urban Tree Planting	18	\$629,000
Proposition 40	Urban Tree Planting	11	\$1,407,000
Proposition 40	Hazardous Fuels Management	23	\$1,673,000
Proposition 50	CALFED Watershed Program	1	\$19,054

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 Matt Almy, 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. Patrick Kemp, Assistant Secretary for Administration and Finance, Natural Resources Agency
- Ms. Janet Barentson, Deputy Director, Department of Forestry and Fire Protection
- Ms. Stella Chan, Budget Manager, Department of Forestry and Fire Protection

APR - 1 2009

Attachment 1

Proposed Budget Bill Language

Add New Item:

3540-490 – Reappropriation, Department of Forestry and Fire Protection.

Notwithstanding any other provision of law, the period to liquidate encumbrances in the following citations is extended to June 30, 2010:

0005—Safe Neighborhood Parks, Clean Water, Clean Air, and Coastal Protection Bond Fund

(1) Item 3540-101-0005, Budget Act of 2006 (Chs. 47 and 48, Stats. 2006)

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

(1) Item 3540-001-6029, Budget Act of 2006 (Chs. 47 and 48, Stats. 2006)

(2) Item 3540-101-6029, Budget Act of 2006 (Chs. 47 and 48, Stats. 2006)

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

(1) Item 3540-001-6031, Budget Act of 2006 (Chs. 47 and 48, Stats. 2006)



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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 and Addition of Various Budget Bill Items, Support and Local Assistance,
Department of Fish and Game**

Facilities Health and Safety Compliance

It is requested that Item 3600-001-0200 be increased by \$741,000 and that Item 3600-001-0001 be amended to reflect this change to enable the Department of Fish and Game (DFG) to enter into a lease at a new facility. The facility currently leased by the DFG in San Diego is not in compliance with the Americans with Disabilities Act, seismic and energy efficiency requirements, and is also insufficient to house existing staff.

Environmental Review Support

It is requested that Item 3600-001-0001 be amended by increasing Reimbursements by \$500,000 to allow the DFG to enter into contracts with Sempra Energy, Tejon Ranch, and the Orange County Transportation Authority. This proposal will provide environmental expertise to these entities and accelerate the permitting process.

Bond Fund Realignment

It is requested that Item 3600-001-0005 be decreased by \$542,000 Item 3600-001-0404 be decreased by \$58,000 and that Item 3600-001-0001 be amended to reflect these changes. The reduction to the Safe Neighborhood Parks, Clean Water, Clean Air, and Coastal Protection Bond Act of 2000 (Fund 0005) is necessary because funding for certain land conservation, habitat acquisition, and non-native vegetation removal programs expires at the end of fiscal year 2008-09, but the funding was erroneously left in the February 2009 Budget Act. The Safe, Clean, Reliable Water Supply Act of 1996 (Fund 0404) reduction is necessary because funding for fish and wildlife restoration activities consistent with the Central Valley Project Improvement Act has been exhausted, but was not entirely removed from the February 2009 Budget Act.

It is also requested that Item 3600-497 be added to revert \$10.0 million of Water Security, Clean Drinking Water, Coastal and Beach Protection Act of 2002 (Proposition 50) bond funds (see Attachment 1). Proposition 50 funding for the Bay-Delta Ecosystem Restoration Program has been over-subscribed by this amount, making the reversion necessary.

Delta Fish Agreement

It is requested that Item 3600-001-0001 be amended by increasing Reimbursements by \$1.0 million to enable the DFG to receive funds from the Department of Water Resources (DWR) to implement the Delta Fish Agreement 2008 Amendment, which requires environmental restoration work to offset direct fish losses that result from pumping in the Delta. The 2008 Amendment mitigation actions include monitoring, restoration of aquatic and seasonally flooded wetland habitats, and other habitat restoration. Funding will be provided by the DWR from State Water Project funds.

Ecosystem Water Quality

It is requested that Item 3600-001-0001 be amended by increasing Reimbursements by \$7,596,000 to enable the DFG to receive funds from the DWR to implement Ecosystem Restoration Program projects that will improve water quality. Two of the main water quality problems in the Delta are low levels of dissolved oxygen and methyl mercury discharges. The DFG has identified a number of projects to address these issues. Funding will be provided by the DWR from State Water Project funds.

Technical Budget Adjustments

It is requested that Item 3600-001-0320 be increased by \$880,000 and that Item 3600-001-0001 be amended to reflect this change. It is also requested that Item 3600-101-0320 be decreased by \$880,000 and that a series of intra-schedule transfers be made to ensure funds are budgeted in the appropriate program categories. A limited-term augmentation to the Oil Spill Prevention and Administration Fund local assistance item was inadvertently taken out of the state operations support item, and this proposal will make the necessary technical correction. The intra-schedule transfers are part of the DFG's ongoing reorganization effort to better align budgeted resources with specific programmatic activities. This proposal will not result in a change to the DFG's operations.

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 Matt Almy, Principal Program Budget Analyst, at (916) 324-0043.

MICHAEL C. GENEST
Director
By:

/s/ Ana J. Matosantos

ANÁ J. MATOSANTOS
Chief Deputy Director

Attachment

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APR 01 2009

-3-

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Honorable Roger Niello, Vice Chair, Assembly Budget Committee
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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. Patrick Kemp, Assistant Secretary for Administration and Finance, Natural Resources Agency
Ms. Helen Carriker, Deputy Director, Department of Fish and Game
Mr. Gabe Tiffany, Budget Officer, Department of Fish and Game
Ms. Marcy Brown, Bond Fund Administrator, Department of Parks and Recreation

APR 0 1 2009

Attachment 1

Proposed Budget Bill Language

Add New Item:

3600-497 – Reversion, Department of Fish and Game. As of June 30, 2009, the balances specified below, of the appropriations provided in the following citations shall revert to the balance of the fund from which the appropriations were made:

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

(1) Item 3600-001-6031, Budget Act of 2007 (Chs. 171 and 172, Stats. 2007)..2,773,000

(2) Item 3600-001-6031, Budget Act of 2008 (Chs. 268 and 269, Stats. 2008)..7,227,000



APR 01 2009

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)

Addition of Various Budget Bill Items, Capital Outlay, Wildlife Conservation Board

General Fund Reversion—Wetland and Riparian Habitat Conservation Projects

It is requested that Item 3640-495 be added to revert \$1,535,000 General Fund. (See Attachment I.) These funds were appropriated in the 2006 Budget Act for the California Riparian Habitat Conservation Program and the Inland Wetlands Conservation Program. Because of the significant fiscal constraints on the General Fund, this action is necessary.

Reappropriation and Extension of Liquidation for Various Funds

It is requested that Item 3640-491 be added to reappropriate the unencumbered balances from: (1) the Habitat Conservation Fund (HCF), (2) the Wildlife Restoration Fund, and (3) a fund transfer from Water Security, Clean Drinking Water, Coastal and Beach Protection Act of 2002 (Proposition 50) funds to the HCF provided in the Budget Acts of 2006 and 2008. (See Attachment II.)

It is also requested that Item 3640-492 be added to extend the liquidation period of an HCF appropriation and a Proposition 50 fund transfer included in the 2004 Budget Act. (See Attachment III.)

Due to the Pooled Money Investment Board's decision to suspend interim financing for bond funded projects, the Wildlife Conservation Board (WCB) has cancelled its board meetings and has been unable to fully liquidate encumbered bond funds, or award grants and contracts for new projects. Therefore, it is necessary to reappropriate and extend the liquidation periods of these funds to enable the WCB to fulfill its obligations and complete bond funded projects.

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

APR 01 2009

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

MICHAEL C. GENEST

Director

By:

/s/ Ana J. Matosantos

ANA J. MATOSANTOS

Chief Deputy Director

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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. Patrick Kemp, Assistant Secretary for Administration and Finance, Natural Resources Agency
Mr. John Donnely, Executive Director, Wildlife Conservation Board
Ms. Roxanne Woodward, Budget Officer, Wildlife Conservation Board
Ms. Marcy Brown, Manager, Department of Parks and Recreation

APR 01 2009

Attachment I

3640-495—Reversion, Wildlife Conservation Board. As of June 30, 2009, the amounts provided for in the following citations shall revert to the balance of the fund from which the appropriations were made:

0001-General Fund

(1) \$1,535,000 from Item 3640-301-0001, Budget Act of 2006 (Chs. 47 and 48, Stats. 2006)

3640-491—Reappropriation, Wildlife Conservation Board, The balances of the appropriations provided for in the following citations are reappropriated for the purposes provided for in those appropriations and shall be available for encumbrance or expenditure as specified below:

0262—Habitat Conservation Fund

- (1) Item 3640-301-0262, Budget Act of 2006 (Chs. 47 and 48, Stats. 2006)
 - (1) 80.10-Wildlife Conservation Board Projects (Unscheduled) until June 30, 2012.

0447—Wildlife Restoration Fund

- (1) Item 3640-301-0447, Budget Act of 2008 (Chs. 268 and 269, Stats. 2008)
 - (1) 80.10.010-Minor Projects until June 30, 2010.

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

- (1) Item 3640-311-6031, Budget Act of 2006 (Chs. 47 and 48, Stats. 2006) until June 30, 2012.

APR 01 2009

Attachment III

3640-492—Reappropriation, Wildlife Conservation Board. Notwithstanding any other provision of law, the period to liquidate encumbrances of the following citations is extended until June 30, 2011:

0262—Habitat Conservation Fund

(1) Item 3640-301-0262, Budget Act of 2004 (Ch 208, Stats. 2004)

(1) 80.10-Wildlife Conservation Board Projects (Unscheduled)

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

(1) Item 3640-311-6031, Budget Act of 2004 (Ch. 208, Stats. 2004)



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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 Item 3680-101-3001, Local Assistance, Department of Boating and Waterways

Imperial Beach Restoration Project

It is requested that Item 3680-101-3001 be increased by \$4.2 million and that Item 3680-101-0516 be amended to reflect this change to provide funding for the City of Imperial Beach Silver Strand Shore Protection Project. This funding represents the non-federal share for a U.S. Army Corps of Engineers beach restoration project. This project is intended to replenish the beach to protect public and private property that could be damaged during a storm or other natural disaster.

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 Matt Almy, 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: On following page

APR 01 2009

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. Pat Kemp, Assistant Secretary for Administration and Finance, Natural Resources Agency
Mr. Raynor Tsuneyoshi, Director, Department of Boating and Waterways
Ms. Lucia Becerra, Chief Deputy Director, Department of Boating and Waterways
Ms. Kathy Emery, Budget Officer, Department of Boating and Waterways



APR 01 2009

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 and Addition of Various Budget Bill Items and Reimbursements, Capital Outlay, State Coastal Conservancy

Increase of Reimbursement Authority

It is requested that Reimbursements be increased by a total of \$6.2 million and that Items 3760-301-0262, 3760-301-0371, 3760-301-0593, 3760-301-6051, and 3760-301-6076 be amended to reflect these changes. The State Coastal Conservancy (Conservancy) frequently implements its capital outlay projects in partnership with other state, local, and non-profit entities and requires these entities to provide cost-share matching funds. This proposal will provide the necessary reimbursement authority to enable the Conservancy to collect funds from its project partners in fiscal year 2009-10.

Reversion: Proposition 50 Funds

It is requested that Item 3760-495 be added to revert \$500,000 Water Security, Clean Drinking Water, Coastal and Beach Protection Act of 2002 (Proposition 50) funds. The funds were appropriated in the Budget Act of 2006 for Conservancy programs. It is necessary to revert the funds to support the Conservancy's approved 2009-10 baseline budget. (See Attachment I)

Technical Correction: Proposition 84

It is requested that Item 3760-301-6051 be amended to accurately reflect the appropriate Safe Drinking Water, Water Quality and Supply, Flood Control, River and Coastal Protection Bond Act of 2006 (Proposition 84) allocations for Conservancy programs. Proposition 84 allocates a total of \$450.0 million for multiple Conservancy programs. Various Budget Acts have appropriated most of the Proposition 84 funds to the Conservancy. Chapter 1, Statutes of 2007, Second Extraordinary Session (SB 1), appropriated an additional \$10.0 million Proposition 84 funds to the Conservancy for the Santa Ana River Parkway Program. Because of this legislative appropriation, this technical correction is necessary to avoid the Santa Ana Proposition 84 allocation from being oversubscribed. After the technical correction, the total amount available for Conservancy programs in 2009-10 will remain the same.

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

APR 01 2009

If you have any questions or need additional information regarding this matter, please call Matt Almy, 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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Attention: Mr. Bob Franzoia, Staff Director
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Honorable Kevin de Leon, Chair, Assembly Appropriations Committee
Attention: Mr. Geoff Long, Chief Consultant
Honorable Roger Niello, Vice Chair, Assembly Budget Committee
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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. Patrick Kemp, Assistant Secretary for Administration and Finance, Natural Resources Agency
Mr. Sam Schuchat, Executive Director, State Coastal Conservancy
Mr. Neal Fishman, Deputy Director, Policy, State Coastal Conservancy
Ms. Regine Serrano, Chief of Administration Services, State Coastal Conservancy
Ms. Marcy Brown, Manager, Department of Parks and Recreation

APR 01 2009

Attachment I

3760-495—Reversion, State Coastal Conservancy. As of June 30, 2009, the amounts specified below, of the appropriations provided in the following citations shall revert to the balance in the fund from which the appropriations were made.

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

(1) Item 3760-301-6031, Budget Act of 2006 (Chs. 47 and 48, Stats. 2006). \$500,000 from (1) 80.97.030-Conservancy Program.



APR 01 2009

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 and Addition of Various Budget Bill Items, Support and Local Assistance,
Department of Parks and Recreation**

Technical Adjustments: Reappropriations and Baseline Reductions

It is requested that Item 3790-490 be added to reappropriate: (1) \$3,074,000 General Fund and \$876,000 Off-Highway Vehicle Trust Fund (OHV Fund) for the public safety dispatch system improvement project, and (2) \$5.6 million OHV Fund grants. (See Attachment I.)

Due late enactment of the 2008 Budget Act, the Department of Parks and Recreation (Parks) was unable to release the Request for Proposal to purchase the hardware, software, and license agreements necessary for its public safety dispatch system upgrade. Also, the late budget enactment delayed Parks' ability to enter into grant and cooperative agreements for OHV route designation planning and implementation projects as originally scheduled. Therefore, it is necessary to reappropriate these funds to enable Parks to continue the upgrade of its public safety dispatch system and OHV projects.

It is also requested that Item 3790-001-0001 be decreased by \$1,420,000 and Item 3790-001-0263 be decreased by \$333,000. This baseline adjustment is necessary to reflect the removal of one-time costs, and is consistent with the multi-year expenditure plan for the public safety dispatch system upgrade project.

Extension of Liquidation: Various Bond Funds

It is requested Item 3790-492 and 3790-494 be added to extend the liquidation periods of various bond funds for support and local assistance projects. (See Attachments II and III respectively.)

Bond funds appropriated in previous Budget Acts have been encumbered for specific projects under Parks' support and local assistance programs. However, because of the Pooled Money Investment Board's decision to suspend interim financing for bond funded projects, Parks will be unable to fully liquidate the encumbered amounts prior to the close of their liquidation periods. Therefore, it is necessary to extend the liquidation periods to allow Parks to fulfill its obligations for bond funded projects.

APR 01 2009

Proposition 12 Funding for Local Park Grants

It is requested that Item 3790-101-0005 be added in the amount of \$39,795,000 to provide funding from the Safe Neighborhood Parks, Clean Water, Clean Air, and Coastal Protection Bond Act of 2000 (Proposition 12) for existing local park projects currently under construction. (See Attachment IV.)

The Budget Acts of 2000 and 2001 provided Proposition 12 funds to specific local parks projects. However, Proposition 12 specifies that grant funds shall be reverted commencing in fiscal year 2009-10 if the funds have not been expended by the grant recipients. Because of this statutory reversion requirement, it is necessary to provide Parks with a new appropriation, instead of an extension of liquidation period to fund these existing local park projects that are already underway.

It is also requested that Item 3790-497 be amended to revert a 2001 Proposition 12 appropriation for non-motorized trail grants. (See Attachment V.) This proposed reversion was inadvertently excluded from the Budget Act of 2009.

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 Matt Almy, 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: On following page

APR 01 2009

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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
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Mr. Christopher W. Woods, Assembly Speaker's Office (2)
Mr. Ivan Altamura, Chief of Staff, Assembly Republican Leader's Office
Mr. Patrick Kemp, Assistant Secretary for Administration and Finance, Natural Resources Agency
Ms. Ruth Coleman, Director, Department of Parks and Recreation
Mr. Michael Harris, Deputy Director, Policy, Department of Parks and Recreation
Mr. Manuel Lopez, Deputy Director, Administration Services, Department of Parks and Recreation
Ms. Cheryl Taylor, Budget Officer, Department of Parks and Recreation
Ms. Marcy Brown, Manager, Department of Parks and Recreation

APR 01 2009

Attachment I

3790-490-Reappropriation, Department of Parks and Recreation. The amounts specified in the following citations are reappropriated for the purposes provided for in the appropriations and shall be available for encumbrance or expenditure until June 30, 2010:

0001—General Fund

(1) \$3,074,000 in Item 3790-001-0001, Budget Act of 2008 (Chs. 268 and 269, Stats. 2008), for support of the Department of Parks and Recreation.

0263—Off-Highway Vehicle Trust Fund

(1) \$6,476,000 in Item 3790-001-0263, Budget Act of 2008 (Chs. 268 and 269, Stats. 2008), for support of the Department of Parks and Recreation.

Attachment II

3790-492—Reappropriation, Department of Parks and Recreation. Notwithstanding any other provision of law, the period to liquidate encumbrances for the amounts specified in the following citations is extended as cited below:

0005—Safe Neighborhood Parks, Clean Water, Clean Air, and Coastal Protection Bond Fund

(1) \$61,132 from Item 3790-001-0005, Budget Act of 2004 (Ch. 208, Stats. 2004) and reappropriated by Item 3790-492, Budget Act of 2006 (Chs. 47 and 48, Stats. 2006), for support of the Department of Parks and Recreation until June 30, 2010.

(2) \$521,722 from Item 3790-001-0005, Budget Act of 2006 (Chs. 47 and 48, Stats. 2006), for support of the Department of Parks and Recreation until June 30, 2010.

(3) \$422,207 from Item 3790-001-0005, Budget Act of 2007 (Chs. 171 and 172, Stats. 2007), for support of the Department of Parks and Recreation until June 30, 2011.

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

(1) \$394,850 from Item 3790-001-6029, Budget Act of 2006 (Chs. 47 and 48, Stats. 2006), for support of the Department of Parks and Recreation until June 30, 2010.

(2) \$185,441 from Item 3790-001-6029, Budget Act of 2005 (Chs. 38 and 39, Stats. 2005) as reappropriated by Item 3790-490, Budget Act of 2006 (Chs. 47 and 48, Stats. 2006) and reappropriated by Item 3790-490 (Chs. 171 and 172, Stats. 2007), for support of the Department of Parks and Recreation until June 30, 2011.

(3) \$70,257 from Item 3790-001-6029, Budget Act of 2007 (Chs. 171 and 172, Stats. 2007), for support of the Department of Parks and Recreation until June 30, 2011.

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

(1) \$383,844 from Item 3790-001-6051, Budget Act of 2007 (Chs. 171 and 172, Stats. 2007), for support of the Department of Parks and Recreation until June 30, 2011.

Attachment III

3790-494—Reappropriation, Department of Parks and Recreation. Notwithstanding any other provision of law, the period to liquidate encumbrances in the following citations is extended as cited below:

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, (j) City of Los Angeles: Blythe Street Pocket Park, as reappropriated by Item 3790-492, Budget Act of 2007 (Chs. 171 and 172, Stats. 2007) until June 30, 2010.
- (2) Item 3790-102-0005, Budget Act of 2000 (Ch. 52, Stats. 2000),
 - (a) 80.25 Recreational Grants, (5) Murray-Hayden Grants, (m) City of Los Angeles: Renovation of Brand Park, as reappropriated by Item 3790-492, Budget Act of 2007 (Chs. 171 and 172, Stats. 2007) until June 30, 2010.
- (3) Item 3790-102-0005, Budget Act of 2000 (Ch. 52, Stats. 2000),
 - (a) 80.25 Recreational Grants, (5) Murray-Hayden Grants, (q) City of Los Angeles: Community Build Youth Center, as reappropriated by Item 3790-492, Budget Act of 2007 (Ch. 171 and 172, Stats. 2007) until June 30, 2010.
- (4) Item 3790-102-0005, Budget Act of 2000 (Ch. 52, Stats. 2000),
 - (a) 80.25 Recreational Grants, (5) Murray-Hayden Grants, (dy) City of Los Angeles: South Central Sport Center, as reappropriated by Item 3790-492, Budget Act of 2007 (Chs. 171 and 172, Stats. 2007) until June 30, 2010.
- (5) Item 3790-102-0005, Budget Act of 2000 (Ch. 52, Stats. 2000),
 - (a) 80.25 Recreational Grants, (5) Murray-Hayden Grants, (c) City of Richmond: Richmond Natatorium, to enable seismic retrofit of the Natatorium, as reappropriated by Item 3790-490, Budget Act of 2008, (Chs. 268 and 269, Stats. 2008) until June 30, 2010.
- (6) Item 3790-102-0005, Budget Act of 2000 (Ch. 52, Stats. 2000),
 - (a) 80.25 Recreational Grants, (5) Murray Hayden Grants, (p) City of Los Angeles: Juntos Park: outdoor development at a recently acquired parcel to serve as a new park, as reappropriated by Item 3790-490, Budget Act of 2008 (Chs. 268 and 269, Stats. 2008) until June 30, 2010.
- (7) Item 3790-102-0005, Budget Act of 2000 (Ch. 52, Stats. 2000),
 - (a) 80.25 Recreational Grants, (5) Murray Hayden Grants, (x) City of Anaheim: Maxwell Park Expansion Project from 15 to 21 acres, as reappropriated by Item 3790-490, Budget Act of 2008 (Chs. 268 and 269, Stats. 2008) until June 30, 2010.
- (8) Item 3790-102-0005, Budget Act of 2000 (Ch. 52, Stats. 2000),
 - (a) 80.25 Recreational Grants, (5) Murray Hayden Grants, (ix) Santa Monica Mountains Conservancy: Arroyo Seco/Confluence Park, as reappropriated by Item 3790-490, Budget Act of 2008 (Chs. 268 and 269, Stats. 2008) until June 30, 2010.
- (9) Item 3790-102-0005, Budget Act of 2000 (Ch. 52, Stats. 2000),
 - (a) 80.25 Recreational Grants, (5) Murray Hayden Grants, (vx) YMCA of San Diego County: Border View Expansion, as reappropriated by Item 3790-490, Budget Act of 2008 (Chs. 268 and 269, Stats. 2008) until June 30, 2010.

Attachment III (Continued)

- (10) Item 3790-102-0005, Budget Act of 2000 (Ch. 52, Stats. 2000),
(a) 80.25 Recreational Grants, (5) Murray Hayden Grants, (ey) Concerned Citizens of South Central Los Angeles: Acquisition and construction of Antes Columbus Youth Center, soccer field and pocket park, as amended by SB 1681, Section 12 of Chapter 672 of the Statutes of 2000, and as reappropriated by Item 3790-490, Budget Act of 2008 (Chs. 268 and 269, Stats. 2008) until June 30, 2010.
- (11) Item 3790-101-0005, Budget Act of 2001 (Ch. 106, Stats. 2001),
(1) 80.25 Recreational Grants, (a) Local Agencies Operating Park Units, until June 30, 2010.
- (12) Item 3790-101-0005, Budget Act of 2001 (Ch. 106, Stats. 2001),
(1) 80.25 Recreational Grants, (c) Murray-Hayden Urban Parks and Youth Services Program until June 30, 2010.
- (13) Item 3790-101-0005, Budget Act of 2001 (Ch. 106, Stats. 2001),
(2) 80.30 Historic Preservation Grants, (a) California Heritage Program until June 30, 2010.
- (14) Item 3790-101-0005, Budget Act of 2001 (Ch. 106, Statutes of 2001),
(1) 80.25 Recreational Grants, (c) Murray-Hayden Urban Parks and Youth Services Program, as reappropriated by Item 3790-492, Budget Act of 2008 (Chs. 268 and 269, Statutes of 2008) for the City of Los Angeles, Department of Parks and Recreation for the Seoul International Park until June 30, 2011.
- (15) Item 3790-101-0005, Budget Act of 2005 (Chs. 38 and 39, Statutes of 2005),
(1) 80.25 Recreational Grants, (a) Local Agencies Operating Park Units to the City of Huntington Beach for improvements to the bicycle and pedestrian trail and for bluff erosion and safety railing at Bolsa Chica State Beach until June 30, 2011.

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

- (1) Subdivision (b) of Section 2 of Chapter 1126 of Statutes of 2002, as reappropriated by Item 3790-494, Budget Act of 2008, (Chs. 268 and 269, Stats. 2008) for the grant to the City of San Jose for the development of Japantown until June 30, 2010.
- (2) Subdivision (b) of Section 2 of Chapter 1126 of Statues of 2002, as reappropriated by Item 3790-492, Budget Act of 2007 (Chs. 171 and 172, Stats. 2007), for the grant to the California State University, Chico Research Foundation for the design and construction of the Northern California Natural History Museum until June 30, 2011.
- (3) Subdivision (b) of Section 2 of Chapter 1126 of Statutes of 2002, as reappropriated by Item 3790-492, Budget Act of 2007 (Chs. 171 and 172, Stats. 2007), for the grant to the Immigration Museum/New Americans until June 30, 2011.
- (4) Subdivision (b)(6) of Section 4 of Chapter 1126 of Statutes of 2002 to the City and County of San Francisco for Golden Gate Park until June 30, 2011.
- (5) Subdivision (b)(7) of Section 4 of Chapter 1126 of Statutes of 2002 to the County of Los Angeles for the El Pueblo Cultural and Performing Arts Center until June 30, 2011.

Attachment IV

3790-101-0005—For local assistance, Department of Parks and Recreation,
 payable from the Safe Neighborhood Parks, Clean Water, Clean Air, and
 Coastal Protection Bond Fund39,795,000

Schedule:

- (1) 80.25-Recreational Grants.....39,795,000
 - (a) Competitive Grants (Non-project specific).....(40,000)
 - (1) Non-motorized Trails Grants.....(40,000)
 - (a) San Dieguito River Park Joint
 Powers Authority.....(40,000)
 - (b) Soccer and Baseball Fields.....(375,000)
 - (1) City of Los Angeles:
 Boyle Heights Sports Center
 for development of sports fields
 both soccer and baseball.....(300,000)
 - (2) City of Montclair:
 Soccer Park.....(75,000)
 - (c) Per Capita.....(371,000)
 - (1) County of San Diego:
 Otay Valley Regional Park..... (371,000)
 - (d) Roberti-Z'berg Harris..... (38,269,000)
 - (e) Zoos and Aquariums.....(740,000)

Provisions:

1. The amounts displayed in this item represent the balances as of December 31, 2008. The Director of Finance may adjust these amounts to the extent indicated by reports of past expenditures identified and made prior to June 30, 2009.
2. Funds available in Schedule (1)(a) shall be allocated consistent with the balance available at time of reversion of Item 3790-102-0005(a)(1)(c), Budget Act of 2000 (Ch. 52, Stats. 2000) and as reappropriated by Item 3790-490, Budget Act of 2008 (Chs. 268 and 269, Stats. 2008) and allocated pursuant to the provisions of the Competitive Grants (Non-project specific) at the time of the original appropriation.
3. Funds available in Schedule (1)(b)(1) shall be allocated consistent with the balance available at time of reversion of Item 3790-102-0005(a)(6c)(r), Budget Act of 2000 (Ch. 52, Stats. 2000) and as reappropriated by Item 3790-490, Budget Act of 2008 (Chs. 268 and 269, Stats. 2008) and allocated pursuant to the provisions of the regional youth soccer and baseball facilities at the time of the original appropriation.
4. Funds available in Schedule (1)(b)(2) shall be allocated consistent with the balance available at time of reversion of Item 3790-101-0005(3)(b), Budget Act of 2001 (Ch. 106, Stats. 2001) and allocated pursuant to the provisions of the regional youth soccer and baseball facilities at the time of the original appropriation.

Attachment IV (Continued)

5. Funds available in Schedule (1)(c) shall be allocated consistent with the balance available at time of reversion of Item 3790-103-0005 Grants(per capita), Budget Act of 2000 (Ch. 52, Stats. 2000) and as reappropriated by Item 3790-490, Budget Act of 2008 (Chs. 268 and 269, Stats. 2008) and allocated pursuant to the provisions of the Per Capita Grants at the time of the original appropriation.
6. Funds available in Schedule (1)(d) shall be allocated consistent with balances available at time of reversion of Item 3790-101-0005(1)(b), Budget Act of 2001 (Ch. 106, Stats. 2001) and were allocated pursuant to the Roberti-Z'berg Harris Urban Open Space and Recreational Program Act (Chapter 3.2 commencing with Section 5620 of the Public Resources Code) at the time of the original appropriation.
7. Funds available in Schedule (1)(e) shall be allocated consistent with balances available at time of reversion of Item 3790-101-0005(1)(d), Budget Act of 2001 (Ch. 106, Stats. 2001) and were allocated pursuant to the provisions of the grants for Zoos and Aquariums at the time of the original appropriation.

3790-497---Reversion, Department of Parks and Recreation. As of June 30, 2009, the unencumbered balance of the appropriations provided for in the following citations shall revert to the fund from which the appropriations were made:

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, (1) Competitive grants (non-project specific),
- (c) Non-motorized Trails Grants, as partially reappropriated by Item 3790-490, Budget Act of 2008 (Chs. 268 and 269, Stats. 2008), for a grant to the San Dieguito River Park Joint Powers Authority.



APR - 1 2009

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)

**Addition of Budget Bill Item 3810-491, Capital Outlay, Santa Monica Mountains
Conservancy**

Extension of Liquidation, Capital Outlay Projects

It is requested that Item 3810-491 be added to extend the liquidation periods of various bond funds and reimbursements for capital outlay projects. (See Attachment I)

These funds were appropriated in previous Budget Acts and have been encumbered for specific projects under the Santa Monica Mountains Conservancy's (Conservancy's) Capital Outlay and Local Assistance Program. However, due to the state's cash flow shortfall and the Pooled Money Investment Board's decision to suspend interim financing for bond funded projects, the Conservancy is unable to fully liquidate the encumbered amounts. Therefore, it is necessary to extend the liquidation periods to allow the Conservancy to fulfill its obligations for bond funded projects.

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 Matt Almy, Principal Program Budget Analyst, at (916) 324-0043.

MICHAEL C. GENEST
Director
By:

/s/ Ana J. Matosantos

ANA J. MATOSANTOS
Chief Deputy Director

Attachments

cc: On the following page

APR - 1 2009

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
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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. Patrick Kemp, Assistant Secretary for Administration and Finance, Natural Resources Agency
Mr. Joseph Edmiston, Executive Director, Santa Monica Mountains Conservancy
Ms. Rorie Skei, Chief Deputy Director, Santa Monica Mountains Conservancy
Ms. Marcy Brown, Manager, Department of Parks and Recreation

Attachment I

3810-491—Reappropriation, Santa Monica Mountains Conservancy. Notwithstanding any other provision of law, the period to liquidate encumbrances of the following appropriations are extended as cited:

0005-Safe Neighborhood Parks, Clean Water, Clean Air, and Coastal Protection Bond Fund

(1) Item 3810-301-0005, Budget Act of 2004 (Ch. 208, Stats. 2004) until June 30, 2011.

(1) 50.20.001-Capital Outlay Acquisitions

0941-Santa Monica Mountains Conservancy Fund

(1) Reimbursements to Item 3810-301-0941, Budget Act of 2000 (Ch. 52, Stats. 2000), as reappropriated by Item 3810-490, Budget Act of 2005 (Chs. 38 and 39, Stats. 2005), and as reappropriated by Item 3810-491, Budget Act of 2008 (Chs. 268 and 269, Stats. 2008) until June 30, 2010.

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

(1) Item 3810-301-6029, Budget Act of 2004 (Ch. 208, Stats. 2004) until June 30, 2011.

(1) 50.20.001-Capital Outlay Acquisitions

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

(1) Item 3810-301-6031, Budget Act of 2004 (Ch. 208, Stats. 2004) until June 30, 2011.

(1) 50.20.001-Capital Outlay Acquisitions



APR 01 2009

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 3830-001-0104 and 3830-001-0140, Support, San Joaquin River Conservancy

Property Stewardship

It is requested that Item 3830-001-0104 be revised and that Item 3830-001-0140 be amended to reflect this change to shift funding from personal services to contracts for the San Joaquin River Conservancy's (Conservancy's) basic property management activities.

The February 2009 Budget Act provides \$54,000 Conservancy's Fund and one Park Maintenance position for the Conservancy's basic property management activities, such as fence and gate repair, posting signs, weed abatement, fire prevention, and interagency operational assistance.

Because of overhead, vehicle, and mileage expenses, geographic distribution of the Conservancy's lands, supervision, training, and other costs associated with a new staff position, these basic property management activities can be provided in a more cost-effective manner through service agreements with state and local agencies and nonprofit organizations. After the fund shift from personal services to contracts, funding for the Conservancy's basic property management activities remains unchanged.

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

APR 01 2009

If you have any questions or need additional information regarding this matter, please call Matt Almy, 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. Patrick Kemp, Assistant Secretary for Administration and Finance, Natural Resources Agency
Mr. Melinda Marks, Executive Director, San Joaquin River Conservancy
Ms. Cheryl Taylor, Budget Officer, Department of Parks and Recreation
Ms. Marcy Brown, Manager, Department of Parks and Recreation



APR 01 2009

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)

Addition of Budget Bill Item 3835-491, Capital Outlay, Baldwin Hills Conservancy

Extension of Liquidation, Proposition 40 Capital Outlay Project

It is requested that Item 3835-491 be added to extend the liquidation period of an appropriation from the California Clean Water, Clean Air, Safe Neighborhood Parks, and Coastal Protection Fund (Proposition 40) provided in the 2003 Budget Act. (See Attachment I) The affected bond funds have been encumbered for specific projects under the Baldwin Hills Conservancy's (Conservancy's) Capital Outlay and Acquisition and Improvement programs. However, due to the state's cash flow shortfall and the Pooled Money Investment Board's decision to suspend interim financing for bond funded projects, the Conservancy is unable to fully liquidate the encumbered amounts prior to the close of their liquidation period. Therefore, it is necessary to extend the liquidation period to allow the Conservancy to fulfill its obligations for bond funded projects.

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 Matt Almy, 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: On the following page

APR 01 2009

-2-

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. Patrick Kemp, Assistant Secretary for Administration and Finance, Natural Resources Agency
Mr. David McNeil, Executive Officer, Baldwin Hills Conservancy
Ms. Cheryl Taylor, Budget Officer, Department of Parks and Recreation
Ms. Marcy Brown, Manager, Department of Parks and Recreation

APR 01 2009

Attachment I

3835-491 – Reappropriation, Baldwin Hill Conservancy. Notwithstanding any other provision of law, the period to liquidate encumbrances of the following citation is extended to June 30, 2010.

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

(1) Item 3835-301-6029, Budget Act of 2003 (Ch. 157, Stats. 2003), as reappropriated by Item 3835-490, Budget Act of 2006 (Ch. 47 and 48, Stats. 2006)

(1) 20-Capital Outlay Acquisition and Improvement Program



APR 01 2009

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)

Addition of Budget Bill Item 3855-490, Local Assistance, Sierra Nevada Conservancy

Extension of Liquidation, Proposition 84 Grants

It is requested that Item 3855-490 be added to extend the liquidation period of an appropriation from the Safe Drinking Water, Water Quality and Supply, Flood Control, River and Coastal Protection Fund of 2006 (Proposition 84) provided in the 2007 Budget Act. (See Attachment I.) The affected bond funds have been encumbered for specific projects under the Sierra Nevada Conservancy's (Conservancy's) local assistance program. However, due to the state's cash flow shortfall and the Pooled Money Investment Board's decision to suspend interim financing for bond funded projects, the Conservancy is unable to fully liquidate the encumbered amounts prior to the end of their liquidation period. Therefore, it is necessary to extend the liquidation period to allow the Conservancy to fulfill its obligations for bond funded projects.

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 Matt Almy, 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: On the following page

APR 01 2009

-2-

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. Patrick Kemp, Assistant Secretary for Administration and Finance, Natural Resources Agency
Mr. Pete Dufour, Administrative Chief, Sierra Nevada Conservancy
Ms. Marcy Brown, Manager, Department of Parks and Recreation

APR 01 2009

Attachment I

3855-490 – Reappropriation, Sierra Nevada Conservancy. Notwithstanding any other provision of law, the period to liquidate encumbrances of the following citation is extended to June 30, 2012.

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

(1) Item 3855-101-6051, Budget Act of 2007 (Chs. 171 and 172, Stats . 2007)



APR 01 2009

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

Realignment of Positions and Funds: Central Valley Flood Protection Board

It is requested that Item 3860-001-0001 be amended to reflect the proper alignment of positions and funding that support the Central Valley Flood Protection Board (Board). Specifically, \$2,190,000 and 11.0 positions will be shifted from Program 35—Central Valley Flood Protection Board to Program 30—Public Safety and Prevention of Damage. This technical proposal is consistent with a Memorandum of Agreement that defines the programmatic and administrative relationship between the Board and the Department of Water Resources (DWR). Funding and staff that are dedicated to flood control projects such as FloodSAFE and the Early Implementation projects will remain under DWR's Flood Projects Office.

Salton Sea Conservation Implementation

It is requested that Item 3860-001-0001 be amended by increasing Reimbursements by \$8.0 million. The DWR is under contract with the Department of Fish and Game and the Wildlife Conservation Board to support the state's obligations for Salton Sea restoration, mitigation, and monitoring activities as a result of the Colorado River Quantification Settlement Agreement. This proposal will allow this work to continue through fiscal year 2009-10.

Groundwater Storage Grant Program

It is requested that Item 3860-101-6025 be added in the amount of \$218,000 to provide the balance of funding owed under two Groundwater Storage Grant Program contracts. Although the DWR only recently received the invoices for this work, the funds available for payment were unintentionally reverted on June 30, 2007. Since the claims are valid, it is necessary to make funds available to pay them.

Federal Funding for Floodplain Mapping

It is requested that Item 3860-001-0890 be increased by \$5,320,000 and that Item 3860-001-0001 be amended to reflect this change, to enable the DWR to receive grants to continue floodplain mapping activities. The DWR received a notice from the Federal Emergency Management Agency in February 2009 that these grant funds were available to support the DWR's Central Valley Floodplain Evaluation and Delineation Project, with potential for additional funding in subsequent years. The DWR is concurrently submitting a Section 28.00 request for this funding as it anticipates receipt of funding towards the end the current fiscal year.

Supervision of Safety of Dams

It is requested that Item 3860-001-3057 be increased by \$300,000 and that Item 3860-001-0001 be amended to reflect this change, to enhance the Dam Safety Program. This proposal will enable the DWR to install additional strong motion instruments on high hazard dams and reconvene the Earthquake Analysis Board.

Delta Fishery Improvements

It is requested that 4.0 positions be established to evaluate cost-effective fish facility improvement alternatives at State Water Project facilities and comply with the requirements of the National Marine Fisheries Biological Opinion. These positions will be funded within existing resources of the State Water Project.

Delta Fish Agreement 2008 Amendment

It is requested that 4.0 positions and 1.0 temporary help position be established to implement mitigation actions for Delta smelt, longfin smelt, and winter and spring-run salmon as required by the Delta Fish Agreement 2008 Amendment. These activities are necessary to comply with various federal permit requirements and a current court judgment against the State Water Project.

South Sacramento County Streams

It is requested that Item 3860-301-6052 be increased by \$4,258,000 and Reimbursements be increased by \$1,742,000 to continue construction of the South Sacramento County Streams project. This funding is necessary to address project cost increases for environmental mitigation, hydraulic reevaluation and design changes, inflation, and schedule adjustments.

Sutter Bypass East Borrow Canal: Water Control Structures Project

It is requested that Item 3860-301-6052 be increased by \$3,992,000 to continue construction of the Sutter Bypass East Borrow Canal project. This funding is necessary to address project cost increases for changes in foundational designs, environmental mitigation requirements, and access requirements for adjacent property owners.

Reappropriation of Various Capital Outlay Projects

It is requested that Item 3860-490 be added to reappropriate funding for the following projects:

- Upper Sacramento Area Levee Reconstruction: This project was delayed due to design changes, environmental constraints, and modifications to the project due to unforeseen levee deficiencies.
- Merced County Streams, Castle Dam Unit-Construction: This project was delayed due to funding constraints of the Federal Army Corps of Engineers (Corps).
- Lower Sacramento Area Levee Reconstruction: This project is physically complete, but reappropriation is needed for various activities including final accounting with the Corps and locals, completion of operations and maintenance manuals, and turnover of the completed project works to local agencies.
- Tehama Section 205 Flood Control Project: This project is physically complete but reappropriation is needed for various activities including final accounting with the Corps and locals.
- American River Watershed, Folsom Dam Raise, Bridge Element: This project was delayed due to procurement issues experienced by the Corps and difficulties during construction. The project is nearing completion and expected to be open for traffic in 2009.
- American River Flood Control Project (Natomas Features): This reappropriation is necessary to enable the state to reimburse the local sponsor for the state's share of costs that the Corps determines to be eligible for two of the three phases of this project.

These projects have been delayed for the reasons noted above, therefore reappropriation is requested (see Attachment A).

Extension of Liquidation, Capital Outlay

It is requested that Item 3860-491 be added to extend the liquidation period for the Merced County Streams Project. This flood control project has been delayed due to funding constraints of the Corps (see Attachment B).

Reappropriation of Various Funds, State Operations and Local Assistance

It is requested that Item 3860-492 be added to reappropriate funding for the following items:

- Item 3860-001-6005, Budget Act of 2008
- Item 3860-101-6010, Budget Act of 2004
- Item 3860-001-6026, Budget Act of 2007
- Item 3860-001-6026, Budget Act of 2008
- Item 3860-101-6031, Budget Act of 2005
- Item 3860-001-6031, Budget Act of 2007
- Item 3860-101-6031, Budget Act of 2008
- Item 3860-001-6051, Budget Act of 2008
- Item 3860-101-6051, Budget Act of 2008
- Item 3860-001-6052, Budget Act of 2007
- Item 3860-001-6052, Budget Act of 2008
- Item 3860-101-6052, Budget Act of 2008

A number of CALFED and non-CALFED water programs have been delayed for various reasons, including project suspension by the California Pooled Money Investment Board (PMIB), development of program guidelines, and delays in obtaining state and federal permits. This request will provide additional time for these projects to be completed (see Attachment C).

Extension of Liquidation, State Operations and Local Assistance

It is requested that Item 3860-493 be added to extend the liquidation period for projects previously encumbered under the following appropriations:

- Item 3860-101-0001, Budget Act of 2006
- Item 3860-101-0543, Budget Act of 2000
- Item 3860-101-0543, Budget Act of 2004
- Item 3860-101-6005, Budget Act of 2000
- Item 3860-101-6010, Budget Act of 2002
- Item 3860-101-6023, Budget Act of 2002
- Item 3860-101-6023, Budget Act of 2004
- Item 3860-101-6025, Budget Act of 2000
- Item 3860-101-6025, Budget Act of 2004
- Item 3860-101-6025, Budget Act of 2006
- Item 3860-001-6026, Budget Act of 2004
- Item 3860-001-6026, Budget Act of 2006
- Item 3860-101-6027, Budget Act of 2002
- Item 3860-101-6027, Budget Act of 2006
- Item 3860-101-6031, Budget Act of 2004

A number of CALFED and non-CALFED water projects cannot be completed within the timeframes allowed by their original appropriations. These programs have been delayed for various reasons, including contracting delays, delays in closeout activities, and project suspension by the PMIB. This request will provide additional time for these projects to be completed (see Attachment D).

APR 01 2009

Reversions, State Operations and Local Assistance

It is requested that Item 3860-495 be added to revert funding from the following appropriations:

- Item 3860-001-6031, Budget Act of 2003
- Item 3860-101-6031, Budget Act of 2003
- Item 3860-001-6031, Budget Act of 2007
- Item 3860-101-6023, Budget Act of 2004
- Item 3860-101-6023, Budget Act of 2006

Some of these items were included in Budget Change Proposals as part of the 2009-10 Governor's Budget, and approved by the Legislature, but were inadvertently left out of the February 2009 Budget Act. These reversions are necessary to maintain DWR's expenditures within the amounts authorized in various bond allocations (see Attachment E).

Technical Adjustments

It is requested that Item 3860-101-0544 be eliminated. It is also requested that Item 3860-001-0404 be reduced by \$869,000 and that Item 3860-001-0001 be amended to reflect this change. In reconciling the statewide bond allocations, it was discovered that a limited term appropriation had inadvertently not been removed as part of the 2009-10 Governor's Budget. This technical correction will ensure that the bond fund is not oversubscribed.

It is further requested that Item 3860-001-0001 be amended to ensure funds are budgeted in the appropriate program categories. In fiscal year 2007-08, a \$570,000 one-time cost reduction for snow surveys was inadvertently taken from Program 10.30—Data Collection, Evaluation and Use, rather than Program 30.10—Flood Management where the costs had been budgeted. This technical adjustment will correct that baseline error.

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 Matt Almy, 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: On following page

APR 01 2009

-6-

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
Honorable Mike Chrisman, Secretary, Natural Resources Agency
Mr. Patrick Kemp, Assistant Secretary for Administration and Finance, Natural Resources Agency
Mr. Lester Snow, Director, Department of Water Resources
Ms. Perla Netto-Brown, Controller, Department of Water Resources
Ms. Kathie Kishaba, Budget Officer, Department of Water Resources
Ms. Marcy Brown, Manager, Department of Parks and Recreation

Attachment A

3860-490—Reappropriation, Department of Water Resources. The balance of the appropriations provided for 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, 2011:

0001—General Fund

- (1) Item 3860-301-0001, Budget Act of 1997 (Ch. 282, Stats. 1997), as reappropriated by Item 3860-490 Budget Act of 2000 (Ch. 52, Stats. 2000), Item 3860-490, Budget Act of 2001 (Ch. 106, Stats. 2001), Item 3860-492, Budget Act of 2002 (Ch. 379, Stats. 2002), 3860-490, Budget Act of 2005 (Chs. 38 and 39, Stats. 2005.)
 - (5) 30.95.220-Upper Sacramento Area Levee Reconstruction Project
 - (9) Reimbursements—Upper Sacramento Area Levee Reconstruction Project

- (2) Item 3860-301-0001, Budget Act of 2001 (Ch. 106, Stats. 2001), as reappropriated by Item 3860-492, Budget Act of 2004 (Ch. 208, Stats. 2004), Item 3860-492, Budget Act of 2007 (Chs. 171 and 172, Stats. 2007)
 - (1.5) 30.95.030.201-Merced County Streams, Castle Dam Unit
 - (2.5) 30.95.215.201-Lower Sacramento Area Reconstruction Project
 - (4.5) 30.95.295.201-Tehama Section 205 Flood Control Project
 - (17.5) Reimbursements—Tehama Flood Control Project
 - (19) Reimbursements—Merced County Streams, Castle Dam Unit

- (3) Item 3860-301-0001, Budget Act of 2006 (Chs. 47 and 48, Stats. 2006)
 - (4) 30.95.245-American River Flood Control Project--Natomas Features
 - (6) 30.95.330-American River Watershed, Folsom Dam Raise Project, Bridge Element
 - (10) Reimbursements—American River Watershed, Folsom Dam Raise Project, Bridge Element

Attachment B

3860-491—Reappropriation, Department of Water Resources. Notwithstanding any other provision of law, the period to liquidate encumbrances of the following citations is extended to June 30, 2011:

0001—General Fund

- (1) Item 3860-301-0001, Budget Act of 2000 (Ch. 52, Stats. 2000) as extended by Item 3860-492, Budget Act of 2005 (Chs. 38 and 39, Stats. 2005) and Item 3860-493, Budget Act of 2007 (Chs. 171 and 172, Stats. 2007)
- (2) 30.95.030 Merced County Streams

Attachment C

3860-492—Reappropriation, Department of Water Resources. The balances of the appropriations provided for 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, 2011:

6005—Flood Protection Corridor Subaccount

- (1) Item 3860-001-6005, Budget Act of 2008 (Chs. 268 and 269, Stats. 2008) for the Flood Protection Corridor Program

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 (Chs. 38 and 39, Stats. 2005) for the Yuba Feather Flood Protection Program

6026—Bay-Delta Multipurpose Water Management Subaccount

- (1) Item 3860-001-6026, Budget Act of 2007 (Chs. 171 and 172, Stats. 2007) for the CALFED Conveyance and Drinking Water Quality Programs
- (2) Item 3860-001-6026, Budget Act of 2008 (Chs. 268 and 269, Stats. 2008) for the CALFED Conveyance and Drinking Water Quality Programs

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

- (1) Item 3860-101-6031, Budget Act of 2005 (Chs. 38 and 39, Stats. 2005) as reappropriated by Item 3860-491, Budget Act of 2006 (Chs. 47 and 48, Stats. 2006) for Desalination
- (2) Item 3860-001-6031, Budget Act of 2007 (Chs. 171 and 172, Stats. 2007) for the Drinking Water Quality Program
- (3) Item 3860-101-6031, Budget Act of 2008 (Chs. 268 and 269, Stats. 2008) for the Integrated Regional Water Management Program

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 (Chs. 268 and 269, Stats. 2008) for the Flood Protection Corridor Program
- (2) Item 3860-101-6051, Budget Act of 2008 (Chs. 268 and 269, Stats. 2008) for Programmatic Habitat Restoration, Flood Protection Corridor Program, and the Flood Control Project Subventions

6052—Disaster Preparedness and Flood Prevention Bond Fund of 2006

- (1) Item 3860-001-6052, Budget Act of 2007 (Chs. 171 and 172, Stats. 2007) for Sediment Removal
- (2) Item 3860-001-6052, Budget Act of 2008 (Chs. 268 and 269, Stats. 2008) for Sycamore Creek, California Flood Plan, and the Flood Protection Corridor Program
- (3) Item 3860-101-6052, Budget Act of 2008 (Chs. 268 and 269, Stats. 2008) for the State-Federal Flood Control System Modifications and the Floodway Protection Corridor Program

Attachment D

3860-493—Reappropriation, Department of Water Resources. Notwithstanding any other provision of law, the period to liquidate encumbrances of the following citations is extended to June 30, 2011:

0001—General Fund

- (1) Item 3860-101-0001, Budget Act of 2006 (Chs. 47 and 48, Stats. 2006) for Delta Levees Special Projects

0543—Local Projects Subaccount

- (1) Item 3860-101-0543, Budget Act of 2000 (Ch. 52, Stats. 2000) as reappropriated by Item 3860-492, Budget Acts of 2003 (Ch. 157, Stats. 2003), 2005 (Chs. 38 and 39, Stats. 2005) and 2007 (Chs. 171 and 172, Stats. 2007) for the Local Projects Loan and Grant Program
- (2) Item 3860-101-0543, Budget Act of 2004 (Ch. 208, Stats. 2004) as reappropriated by Item 3860-491, Budget Act of 2007 (Chs. 171 and 172, Stats. 2007) for the Local Projects Loan and Grant Program

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 Acts of 2005 (Chs. 38 and 39, Stats. 2005) and Budget Act of 2007 (Chs. 171 and 172, Stats. 2007) for the Flood Protection Corridor Program

6010—Yuba Feather Flood Protection Subaccount

- (1) Item 3860-101-6010, Budget Act of 2002 (Ch. 379, Stats. 2002) as reappropriated by Item 3860-492, Budget Act of 2005 (Chs. 38 and 39, Stats. 2005) and Item 3860-491, Budget Act of 2007 (Chs. 171 and 172, Stats. 2007) for the Yuba Feather Flood Protection Program

6023—Water Conservation Account

- (1) Item 3860-101-6023, Budget Act of 2002 (Ch. 379, Stats. 2002) as reappropriated by Item 3860-492, Budget Act of 2005 (Chs. 38 and 39, Stats. 2005) and Item 3860-491, Budget Act of 2007 (Chs. 171 and 172, Stats. 2007) for the Infrastructure Rehabilitation Program
- (2) Item 3860-101-6023, Budget Act of 2004 (Ch. 208, Stats. 2004) as reappropriated by Item 3860-491, Budget Act of 2005 (Chs. 38 and 39, Stats. 2005) for the Infrastructure Rehabilitation Program and Groundwater Recharge Loan Program

6025—Conjunctive Use Subaccount

- (1) Item 3860-101-6025, Budget Act of 2000 (Ch. 52, Stats. 2000) as reappropriated by Item 3860-492, Budget Acts of 2003 (Ch. 157, Stats. 2003), 2005 (Chs. 38 and 39, Stats. 2005) and Item 3860-491, Budget Act of 2007 (Chs. 171 and 172, Stats. 2007) for the Groundwater Storage Program
- (2) Item 3860-101-6025, Budget Act of 2004 (Ch. 208, Stats. 2004) as reappropriated by Item 3860-491, Budget Act of 2007 (Chs. 171 and 172, Stats. 2007) for the Groundwater Storage Program

- (3) Item 3860-101-6025, Budget Act of 2006 (Chs. 47 and 48, Stats. 2006) for the Groundwater Storage Program
- 6026—Bay Delta Multipurpose Water Management Subaccount
- (1) Item 3860-001-6026, Budget Act of 2004 (Ch. 208, Stats. 2004) as reappropriated by Item 3860-491, Budget Acts of 2005 (Chs. 38 and 39, Stats. 2005) and 2007 (Chs. 171 and 172, Stats. 2007) for the Drinking Water Quality Program
- (2) Item 3860-001-6026, Budget Act of 2006 (Chs. 47 and 48, Stats. 2006) for the Drinking Water Quality Program
- 6027—Interim Water Supply and Water Quality Infrastructure and Management Subaccount
- (1) Item 3860-101-6027, Budget Act of 2002 (Ch. 379, Stats. 2002) as reappropriated by Item 3860-492, Budget Act of 2005 (Chs. 38 and 39, Stats. 2005) and Item 3860-491, Budget Act of 2007 (Chs. 171 and 172, Stats. 2007) for the Interim Reliable Water Supply Program
- (2) Item 3860-101-6027, Budget Act of 2006 (Chs. 47 and 48, Stats. 2006) 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 2004 (Ch. 208, Stats. 2004) as reappropriated by Item 3860-491, Budget Act of 2007 (Chs. 171 and 172, Stats. 2007) for the Drought Panel Recommendations Program

Attachment E

3860-495—Reversion, Department of Water Resources. As of June 30, 2009, the amounts provided for in the following citations shall revert to the fund balance of the fund from which the appropriations were made:

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

- (1) Item 3860-001-6031, Budget Act of 2003 (Ch. 157, Stats. 2003) as reappropriated by Item 3960-490, Budget Act of 2005 (Chs. 38 and 39, Stats. 2005), and Budget Act of 2006 (Chs. 47 and 48, Stats. 2006), and Item 3960-491, Budget Act of 2007 (Chs. 171 and 172, Stats. 2007) and Budget Act of 2008 (Chs. 268 and 269, Stats. 2008)..... \$25,141,445
- (2) Item 3860-101-6031, Budget Act of 2003 (Ch. 157, Stats. 2003) as reappropriated by Item 3860-491, Budget Act of 2004 (Ch. 208, Stats. 2004) and Budget Act of 2008 (Chs. 268 and 269, Stats. 2008)..... \$6,886,269
- (3) Item 3860-001-6031, Budget Act of 2007 (Chs. 171 and 172, Stats. 2007) as reappropriated by Item 3860-492, Budget Act of 2008 (Chs. 268 and 269, Stats. 2008).....\$4,590,871

6023 –Water Conservation Account

- (1) Item 3860-101-6023, Budget Act of 2004 (Ch. 208, Stats. 2004) as reappropriated by Item 3860-491, Budget Act of 2005 (Chs. 38 and 39, Stats. 2005)..... \$1,098,393
- (2) Item 3860-101-6023, Budget Act of 2006 (Chs. 47 and 48, Stats. 2006) as reappropriated by Item 3860-490, Budget Act of 2007 (Chs 171 and 172, Stats. 2007)..... \$14,999,000