



MAY 13 2014

Honorable Mark Leno, Chair
Senate Budget and Fiscal Review Committee

Attention: Mr. Mark Ibele, Staff Director (2)

Honorable Nancy Skinner, Chair
Assembly Budget Committee

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

**Amendment to Budget Bill Item 0540-001-0140 and Addition of Item 0540-001-3237,
Support, Secretary of the Natural Resources Agency**

AB 32 Scoping Plan Update—It is requested that Item 0540-001-3237 be added in the amount of \$529,000 and that Item 0540-001-0140 be amended to reflect this change to support 2 positions and a resource economics study to implement requirements of the AB 32 Scoping Plan Update. The positions will among other things staff an interagency forest climate workgroup, lead the development of a Forest Carbon Plan, and establish forest biomass sustainability criteria,

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 Will Schaafsma, Principal Program Budget Analyst, at (916) 324-0043.

MICHAEL COHEN
Director
By:

/s/ Keely M. Bosler

KEELY M. BOSLER
Chief Deputy Director

Attachment

cc: On following page

MAY 13 2014

cc: Honorable Kevin de León, Chair, Senate Appropriations Committee
Attention: Mr. Mark McKenzie, Staff Director
Honorable Jim Nielsen, 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
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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. John Laird, Secretary, Natural Resources Agency
Mr. Patrick Kemp, Assistant Secretary, Administration and Finance, Natural Resources Agency
Mr. Bryan Cash, Deputy Assistant Secretary, Bonds and Grants, Natural Resources Agency
Ms. Ann Chan, Deputy Secretary, Climate Change and Energy, Natural Resources Agency
Ms. Marcy Brown, Manager, Department of Parks and Recreation



MAY 13 2014

Honorable Mark Leno, Chair
Senate Budget and Fiscal Review Committee

Attention: Mr. Mark Ibele, Staff Director (2)

Honorable Nancy Skinner, Chair
Assembly Budget Committee

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

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

SB 630 Implementation (Issue 176)—It is requested that Item 3125-101-1018 be added in the amount of \$300,000 for the implementation of Chapter 762, Statutes of 2013 (SB 630). The California Tahoe Conservancy will allocate \$150,000 to complement existing efforts to control aquatic invasive species in the Lake Tahoe Basin. The remaining \$150,000 will be used for establishing the Tahoe Science Advisory Council, consistent with the requirements of SB 630. It is requested that provisional language be added to make expenditure of the allocation for the Tahoe Science Advisory Council contingent upon completion of a Memorandum of Understanding and to provide that the allocation for controlling aquatic species can also be used for capital outlay (see Attachment 1).

It is also requested that Item 3940-001-1018 be added in the amount of \$150,000 and that Item 3940-001-0439 be amended to reflect this change. These resources will allow the State Water Resources Control Board to expand existing near-shore monitoring of water quality in Lake Tahoe. These monitoring efforts include water chemistry, water clarity, and biological community status monitoring.

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 Will Schaafsma, Principal Program Budget Analyst, at (916) 324-0043.

MICHAEL COHEN
Director
By:

/s/ Keely M. Bosler

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Chief Deputy Director

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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 Wright, Executive Officer, California Tahoe Conservancy
Mr. Kevin Prior, Chief Administrative Officer, California Tahoe Conservancy
Mr. David Gregorich, Budget Officer, California Tahoe Conservancy
Mr. Eric Jarvis, Assistant Secretary, Fiscal and Administration, Office of the Secretary for
Environmental Protection
Ms. Jennifer Taylor, Budget Officer, State Water Resources Control Board
Mr. Bill Damian, Assistant Deputy Director, Administration, State Water Resources Control Board

MAY 13 2014

Attachment 1

Addition of Budget Bill Item 3125-101-1018

3125-101-1018—For local assistance, California Tahoe Conservancy, payable from the Lake Tahoe Science and Lake Improvement Account.....\$300,000

Provisions:

1. Of the funds appropriated in this item, \$150,000 is available for expenditure for purposes consistent with Section 6717.6.1 of the Public Resources Code for the establishment of a bi-state science-based advisory council. The funds shall be transferred to the council for expenditure upon completion of a Memorandum of Understanding.
2. The amount appropriated in this item is available for expenditure for capital outlay or for local assistance until June 30, 2017. Expenditure of funds for grants to public agencies and grants to non-profit organizations, as authorized by subdivision (a) of Section 66907.7 of the Government Code, are exempt from review by the State Public Works Board.



MAY 13 2014

Honorable Mark Leno, Chair
Senate Budget and Fiscal Review Committee

Attention: Mr. Mark Ibele, Staff Director (2)

Honorable Nancy Skinner, 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 \$926,000 and 3 positions for the following proposals:

Petroleum Fuel Price Vulnerability Analysis

The request includes an increase of \$342,000 and 1 position to evaluate the vulnerability of California's economy and transportation energy sector to petroleum fuel price fluctuations and provide recommendations to minimize adverse impacts of fuel price changes. These resources will allow the Energy Commission to evaluate complex changes in petroleum markets related to price fluctuations, new fuel transport modes, and infrastructure requirements that might affect petroleum pricing. This evaluation will be included in the biennial Integrated Energy Policy Report.

Proposition 39 Citizens Oversight Board Support

The request includes an increase of \$584,000 and 2 positions to support the Proposition 39 Citizens Oversight Board (Board). Proposition 39 created a nine-member Board to annually review expenditures and conduct an independent audit of the Job Creation Fund. The audit also will sample projects to assess the effectiveness of the expenditures in meeting program objectives. In addition, the Board will publish a complete accounting of all expenditures each year, posting the information on a publicly accessible Internet website, and submit an evaluation of the program to the Legislature identifying any changes needed to meet the requirements of Proposition 39.

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

MAY 13 2014

-2-

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

MICHAEL COHEN

Director

By:

/s/ Keely M. Bosler

KEELY M. BOSLER

Chief Deputy Director

Attachment

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Attention: Mr. Seren Taylor, Staff Director
Honorable Mike Gatto, Chair, Assembly Appropriations Committee
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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. Rob Oglesby, Executive Director, Energy Commission
Ms. Sherri Guzman, Budget Officer, Energy Commission



MAY 13 2014

Honorable Mark Leno, Chair
Senate Budget and Fiscal Review Committee

Attention: Mr. Mark Ibele, Staff Director (2)

Honorable Nancy Skinner, Chair
Assembly Budget Committee

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

Amendment to Budget Bill Item 3480-001-3046, Support, Department of Conservation

SB 4 Hydraulic Fracturing: Environmental Impact Report and Independent Study—It is requested that Item 3480-001-3046 be increased by \$5.7 million Oil, Gas, and Geothermal Administrative Fund for increased contract costs related to the implementation of Chapter 313, Statutes of 2013 (SB 4). SB 4 requires the completion of an independent well stimulation study by January 1, 2015, and an environmental impact report (EIR) by July 1, 2015. After further discussions with the scientific community and stakeholders, the scope and cost of the well stimulation study and EIR have increased to \$2.5 million and \$4.4 million respectively. This proposal will provide the additional funding necessary to complete the study and EIR by the deadlines specified in SB 4.

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 Willem Schaafsma, Principal Program Budget Analyst, at (916) 324-0043.

MICHAEL COHEN
Director
By:

/s/ Keely M. Bosler

KEELY M. BOSLER
Chief Deputy Director

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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
Mr. Ken Lehn, Budget Officer, Department of Conservation



MAY 13 2014

Honorable Mark Leno, Chair
Senate Budget and Fiscal Review Committee

Attention: Mr. Mark Ibele, Staff Director (2)

Honorable Nancy Skinner, Chair
Assembly Budget Committee

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

Amendment to Various Budget Bill Items, Support, Department of Forestry and Fire Protection

Augmentation for Fire Protection Services Due to Drought Conditions (Issue 150)—It is requested that Item 3540-001-0001 be increased by \$30,776,000, Item 3540-001-3063 be increased by \$12,240,000, and provisional language be added to expand State Responsibility Area grants to additional recipients as well as specify that funds for administration of the grants are available until June 30, 2016 (see Attachment 1). This request will expand firefighter surge capacity, including the creation of a pool of firefighters that will be deployed to high risk areas; provide additional defensible space inspectors; and enhance air attack capabilities to suppress wildfires. Of these additional resources, \$10 million is available to support local grants for fire prevention projects or public education efforts that benefit owners of habitable structures in state responsibility areas.

Emergency Fire Suppression (E-Fund) Baseline Adjustment (Issue 152)—It is requested that Item 3540-006-0001 be increased by \$23 million and that Item 3540-001-0001 be amended to reflect this change to provide resources in anticipation of an extended fire season due to extreme drought conditions. With this request, the Governor's Budget provides a total of \$209 million for emergency wildfire suppression costs in 2014-15.

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

MAY 13 2014

-2-

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

MICHAEL COHEN
Director
By:

/s/ Keely M. Bosler

KEELY M. BOSLER
Chief Deputy Director

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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. Janet Barentson, Deputy Director, Department of Forestry and Fire Protection
Ms. Melissa Gamer, Budget Officer, Department of Forestry and Fire Protection

Attachment 1
Proposed Budget Bill Language
Department of Forestry and Fire Protection

MAY 13 2014

Add:

Provisions:

X. Notwithstanding any other provision of law and applicable regulations, CAL FIRE may provide fire prevention grants to local entities, including, but not limited to, local government, fire districts, community services districts, water districts, and special districts with state responsibility area within their jurisdiction.

XX. Notwithstanding any other provision of law or administrative procedure, of the amount appropriated in this item, \$500,000 shall be available to pay salaries, benefits and associated operating equipment and expenses associated with two Associate Governmental Program Analyst positions for the fire prevention grant program, through June 30, 2016.



MAY 13 2014

Honorable Mark Leno, Chair
Senate Budget and Fiscal Review Committee

Attention: Mr. Mark Ibele, Staff Director (2)

Honorable Nancy Skinner, 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 Wildlife and Secretary for the Natural Resources Agency

Emergency Drought Relief (Issues 150 and 152)—It is requested that the following items be increased or added on a one-time basis to support immediate drought-related efforts to protect critical environmental habitat for threatened and endangered species.

- Increase Item 3600-001-0001 by \$25,061,000 and Item 3600-001-0200 by \$2,650,000 to provide funding for emergency drought activities to:
 - Expand fish monitoring using new technology at key locations in the Delta and its tributaries.
 - Improve state wetlands infrastructure to reuse and recycle water and improve water conveyance to lessen the impact of drought on fish and wildlife.
 - Facilitate fish passage to respond to low flow conditions and conduct fish rescues and other immediate response activities.
 - Improve infrastructure at San Joaquin River hatcheries.
 - Assess habitat response and other activities related to the drought.
- Increase Item 3600-001-6051 by \$3.7 million to support restoration projects for the Lindsey and Hill Sloughs in Solano County. These projects are necessary to aid in the recovery of threatened or endangered fish species in the Sacramento-San Joaquin Delta and to meet tidal wetland restoration goals. The projects will restore approximately 1,100 acres of freshwater emergent wetlands and 69 acres of alkali wetlands that have been degraded by the diking of tidal wetlands and exacerbated by the continued drought conditions.
- Increase Item 3600-101-0001 by \$5,201,000 and add Item 3600-101-3212 in the amount of \$2 million Timber Regulation and Forest Restoration Fund to expand the Fisheries Restoration Grant Program to maintain and restore natural watershed processes that create habitat characteristics favorable to salmon. The objective of the restoration program is to enhance the capability of streams to produce wild anadromous salmon by maintaining, restoring, and improving stream habitat. The Timber Regulation and Forest Restoration Fund will be used on forested watersheds to restore conditions beneficial to state and federally listed salmon. Projects will address legacy impacts of forest management, including impeded fish passage at forest road stream crossings, and sediment discharge from old forest roads and landings.

MAY 13 2014

Development of Ecological Performance Measures (Issue 152)—It is requested that Item 0540-001-3212 be increased by \$200,000 and that Item 0540-001-0140 be amended to reflect this change to provide the Natural Resources Agency funds to contract for technical expertise and public process facilitation to develop ecological performance measures as required by Chapter 289, Statutes of 2012 (AB 1492).

Salton Sea Restoration Program (Issue 151)—It is requested that Item 3600-001-8018 be decreased by \$400,000 Salton Sea Restoration Fund and that Item 3600-001-0200 be amended to reflect this change to remove funding proposed to operate and maintain the Species Habitat Conservation ponds at the Salton Sea. It is unlikely the maintenance will be required in 2014-15 according to the construction schedule.

Public Resources Account, Cigarette and Tobacco Products Surtax Fund Adjustment (Issue 153)—It is requested that Item 3600-001-0235 be decreased by \$163,000 and that Item 3600-001-0200 be amended to reflect this change. This adjustment reflects a decrease to the Department of Fish and Wildlife's Proposition 99 allocation due to declining Cigarette and Tobacco Products Tax revenues.

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 Willem Schaafsma, Principal Program Budget Analyst, at (916) 324-0043.

MICHAEL COHEN
Director
By:

/s/ Keely M. Bosler

KEELY M. BOSLER
Chief Deputy Director

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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. Gabe Tiffany, Acting Deputy Director, Administration Division, Department of Fish and Wildlife
Ms. Valinda Roberts, Budget Officer, Department of Fish and Wildlife



**DEPARTMENT OF
FINANCE**
OFFICE OF THE DIRECTOR

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

MAY 13 2014

Honorable Mark Leno, Chair
Senate Budget and Fiscal Review Committee

Attention: Mr. Mark Ibele, Staff Director (2)

Honorable Nancy Skinner, Chair
Assembly Budget Committee

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

Addition of Budget Bill Item 3640-493, Capital Outlay, Wildlife Conservation Board, and Item 3760-493, Capital Outlay, State Coastal Conservancy

Habitat Conservation Fund—It is requested that Items 3640-493 and 3760-493 and provisional language be added to reappropriate prior year Proposition 50 and Proposition 1E transfers to the Habitat Conservation Fund (see Attachments 1 and 2). Reappropriation of these funds will allow previous transfers to remain available for expenditure by the Wildlife Conservation Board and the State Coastal Conservancy for acquisition, enhancement, and restoration of wildlife habitat.

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 Will Schaafsma, Principal Program Budget Analyst, at (916) 324-0043.

MICHAEL COHEN

Director

By:

/s/ Keely M. Bosler

KEELY M. BOSLER

Chief Deputy Director

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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. John P. Donnelly, Executive Director, Wildlife Conservation Board
Ms. Cynthia Alameda, Budget Officer, Wildlife Conservation Board
Mr. Sam Schuchat, Executive Officer, California State Coastal Conservancy
Ms. Nadine Peterson, Deputy Executive Officer, Administration and Legislation, California State Coastal Conservancy
Ms. Mary Small, Deputy Executive Officer, Budget Policy, California State Coastal Conservancy
Ms. Regine Serrano, Chief of Administrative Services, California State Coastal Conservancy
Mr. Sean Williamson, Budget Analyst, California State Coastal Conservancy
Ms. Prentiss Williams, Budget Analyst, California State Coastal Conservancy

MAY 13 2014

Attachment 1

Addition of Budget Bill Item 3640-493

3640-493—Reappropriation, Wildlife Conservation Board. 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, 2020:

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), as reappropriated by Item 3640-492 (Ch. 1, 2009-10 3rd Ex. Sess., as revised by Ch. 1, 2009-10, 4th Ex. Sess.), and Item 3640-492, Budget Act of 2011 (Ch. 33, Stats. 2011)
- (2) Item 3640-311-6031, Budget Act of 2006 (Chs. 47 and 48, Stats. 2006), as reappropriated by Item 3640-492 (Ch. 1, 2009-10 3rd Ex. Sess., as revised by Ch. 1, 2009-10 4th Ex. Sess.), and Item 3640-490, Budget Act of 2013 (Ch. 20, Stats. 2013)

6052—Disaster Preparedness and Flood Prevention Bond Fund of 2006

- (1) Item 3640-311-6052, Budget Act of 2010 (Ch. 712, Stats. 2010)
- (2) Item 3640-311-6052, Budget Act of 2011 (Ch. 33, Stats. 2011)

MAY 13 2014

Attachment 2

Addition of Budget Bill Item 3760-493

3760-493—Reappropriation, State Coastal Conservancy. 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, 2020:

6052—Disaster Preparedness and Flood Prevention Bond Fund of 2006 to the Habitat Conservation Fund

- (1) Item 3760-311-6052, Budget Act of 2009 (Ch. 1, 2009-10 3rd Ex. Sess., as revised by Ch. 1, 2009-10, 4th Ex. Sess.)
- (2) Item 3760-311-6052, Budget Act of 2010 (Ch. 712, Stats of 2010)
- (3) Item 3760-311-6052, Budget Act of 2011 (Ch. 33, Stats. of 2011)



MAY 13 2014

Honorable Mark Leno, Chair
Senate Budget and Fiscal Review Committee

Attention: Mr. Mark Ibele, Staff Director (2)

Honorable Nancy Skinner, 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**

Operations and Maintenance of Kings Beach State Recreational Area (Issue 150)—It is requested that Item 3790-001-0392 be increased by \$401,000 and Item 3790-001-0286 be increased by \$120,000 for a total increase of \$521,000 to support the operations and maintenance of Kings Beach State Recreational Area (Kings Beach) and five parcels owned by the California Tahoe Conservancy (Conservancy) as part of a land exchange. The 2012 Budget Act directed the Secretary for Natural Resources Agency to coordinate with the Department of Parks and Recreation (Department) and the Conservancy to execute an agreement to consolidate and exchange state lands, share personnel, facilities, and other resources to more efficiently manage state-owned land in the Tahoe basin. The North Tahoe Public Utilities District has been maintaining Kings Beach on behalf of the Department. This request reflects the Department resuming responsibility for the operations and maintenance of Kings Beach.

McLaughlin Eastshore State Park: Brickyard Upland Area Public Access Improvements (Issue 152)—It is requested that Item 3790-101-6051 be added in the amount of \$3,790,000 Proposition 84 to provide the remainder of the \$5 million specified in a 30-year operating agreement between the Department and East Bay Regional Park District. The 2013 Budget Act included \$1.2 million for this purpose. The requested funds will support the design and construction phases of capital improvements to Brickyard Cove at McLaughlin Eastshore State Park as stipulated in the operating agreement.

Public Resources Account, Cigarette and Tobacco Products Surtax Fund Adjustment (Issues 153 and 154)—It is requested that Item 3790-001-0235 be reduced by \$644,000 to reflect decreases in Proposition 99 allocation adjustments due to declining Cigarette and Tobacco Products Tax revenues. Additionally, it is requested that Item 3790-001-0392 be increased by a like amount to prevent a reduction to general operations for the non-off-highway vehicle program parks.

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

MAY 13 2014

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

MICHAEL COHEN
Director
By:

/s/ Keely M. Bosler

KEELY M. BOSLER
Chief Deputy Director

Attachment

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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, Chief Deputy Director, Department of Parks and Recreation
Ms. Helen Carriker, Deputy Director, Administrative Services, Department of Parks and Recreation
Ms. Rachele Manges, Budget Officer, Department of Parks and Recreation



MAY 13 2014

Honorable Mark Leno, Chair
Senate Budget and Fiscal Review Committee

Attention: Mr. Mark Ibele, Staff Director (2)

Honorable Nancy Skinner, Chair
Assembly Budget Committee

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

Amendment to and Addition of Various Budget Bill Items, Support, Department of Water Resources

Emergency Drought Response Program—It is requested that Item 3860-001-0001 be increased by \$18,125,000 million to support 72 existing positions to address California's current drought emergency. These positions are supporting many activities, including the ongoing assessment of current surface and groundwater conditions. These positions also support expedited processing of water transfers, technical assistance to local water agencies, and public outreach through the Save Our Water campaign.

It is also requested that Budget Bill language be added to Item 3860-001-0001 to authorize additional funds to be made available for operations, maintenance, and removal of future emergency rock barriers in the Delta in the event they are constructed (see Attachment 1).

Sustainable Groundwater Management Program—It is requested that Item 3860-001-0001 be increased by \$2.5 million to support development and implementation of the California Sustainable Groundwater Management Program. This funding will be used to support 5 existing and 5 new positions to provide local and regional technical assistance and support local governance entities in achieving sustainable groundwater management. This program will ramp up to \$5 million in 2015-16 and will be in place for five years while local groundwater governance entities are established.

Reappropriation for Delta Water Quality Projects—It is requested that Item 3860-491 be added to reappropriate funds to implement projects in the Delta including but not limited to protecting water quality, water supply, and the ecosystem. Provisional language is also requested to make the funds available for encumbrance or expenditure through June 30, 2016 (see Attachment 2). A number of Delta water quality projects have been delayed for various reasons including changing environmental factors and priorities. Potential projects may include the installation of emergency temporary barriers in the Delta to prevent saltwater intrusion.

MAY 13 2014

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 Will Schaafsma, Principal Program Budget Analyst, at (916) 324-0043.

MICHAEL COHEN

Director

By:

/s/ Keely M. Bosler

KEELY M. BOSLER

Chief Deputy Director

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Honorable John Laird, Secretary, Natural Resources Agency
Mr. Patrick Kemp, Assistant Secretary, 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
Mr. Bill Croyle, Drought Manager, Department of Water Resources
Ms. Carmel Brown, Executive Advisor, Department of Water Resources
Ms. Jaime Cole, Executive Advisor, Department of Water Resources
Ms. Marcy Brown, Manager, Department of Parks and Recreation

Add:

Provisions:

X. Upon order of the Director of Finance, the amount available for expenditure in this item may be augmented to support maintenance, operations, and removal of emergency drought barriers in the Delta. The Department of Finance shall provide notification in writing to the Joint Legislative Budget Committee of any augmentation approved under this provision not less than 30 days prior to the effective date of the augmentation. This 30-day notification shall include a detailed workload and cost analysis. Any funds provided to remove emergency drought barriers in the Delta that are not expressly used for that purpose shall revert to the General Fund.

MAY 13 2014

Attachment 2
Proposed Budget Bill Language
Department of Water Resources

Add:

Item 3860-491—Reappropriation, Department of Water Resources. The balances of the appropriations provided 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:

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. of 2011), as partially reverted by Item 3860-495, Budget Act of 2013 (Ch. 20, Stats. 2013), and as partially reappropriated by Item 3860-491, Budget Act of 2013 (Ch. 20, Stats. 2013) for Delta Water Quality Projects