



April 1, 2016

Honorable Mark Leno, Chair
Senate Budget and Fiscal Review Committee

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

Honorable Phil Ting, Chair
Assembly Budget Committee

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

**Amendment to Budget Bill Items 7100-001-0184 and 7100-001-0588, Support,
Employment Development Department**

Benefit Overpayment Collection Automation Project—It is requested that the Employment Development Department's (EDD) Unemployment Insurance and Disability Insurance programs be increased by \$1,611,000 and 4.8 positions to replace the existing system used to collect benefit overpayments with a more integrated and automated program. The current system is no longer supported by Microsoft and is at risk for failure. The new system will be integrated with EDD's Accounting and Compliance Enterprise System and provide the capability to collect new revenue by issuing bank levies.

This request includes changes to the following items:

- Increase Item 7100-001-0184 by \$1,467,000 and 4.8 positions
- Increase Item 7100-001-0588 by \$144,000

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 Mark Tollefson, Principal Program Budget Analyst, at (916) 322-2263.

MICHAEL COHEN
Director
By:

/s/ Amy M. Costa

AMY M. COSTA
Chief Deputy Director

Attachment

cc: On following page

cc: Honorable Ricardo Lara, Chair, Senate Appropriations Committee
Attention: Mr. Mark McKenzie, Staff Director
Honorable Jim Nielsen, Vice Chair, Senate Budget and Fiscal Review Committee
Attention: Mr. Joseph Shinstock, Appropriations Fiscal Director
Attention: Mr. Kirk Feely, Budget Fiscal Director
Honorable Lorena Gonzales, Chair, Assembly Appropriations Committee
Attention: Mr. Pedro R. Reyes, Chief Consultant
Honorable Jay Obernolte, Vice Chair, Assembly Budget Committee
Attention: Mr. Eric Swanson, Staff Director
Honorable Loni Hancock, Chair, Senate Budget and Fiscal Review Subcommittee No. 5
Honorable Adrin Nazarian, Chair, Assembly Budget Subcommittee No. 4
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)
Mr. Seren Taylor, Director of Strategic Policy, Assembly Republican Leader's Office
Mr. Jim Richardson, Policy and Fiscal Director, Assembly Republican Leader's Office
Mr. David Lanier, Secretary, Labor and Workforce Development Agency
Mr. Jay Sturges, Assistant Secretary for Fiscal Policy, Labor and Workforce Development Agency
Mr. Greg Williams, Deputy Director, Administration Branch, Employment Development Department
Mr. Tad Allred, Chief, Fiscal Programs Division, Administration Branch, Employment Development
Department