DEPARTMENT OF FINANCE
OFFICE OF THE DIRECTOR

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

APR 1 2004

Honorable Wesley Chesbro, Chair
Senate Budget and Fiscal Review Committee

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

Honorable Darrell Steinberg, Chair
Assembly Budget Committee

Attention: Mr. Christopher W. Woods, Chief Consultant (2)

Amendment to Budget Bill Item 8180-101-0001, Local Assistance, Payment to Counties for Costs of Homicide Trials

Transfer of Expenditure Authority (Issue 110)—It is requested that Item 8180-101-0001 be decreased by $254,000 to reflect a transfer to Item 0450-101-0001 (State Trial Court Funding). This is a conforming issue with Item 0450-101-0001 (Issue 110) which would increase State Trial Court Funding by $254,000.

The Administrative Office of the Courts has indicated that courts in two counties (Mendocino and Shasta) were able to obtain funding from Payment to Counties for Costs of Homicide Trials because the county applied on its behalf. This request would transfer the actual level of reimbursements from 2002-03 that the courts were able to obtain ($254,000) from Payment to Counties for Costs of Homicide Trials to the State Trial Court Funding. Trailer bill language and provisional language will be proposed that would prohibit the counties from accessing funds for the extraordinary costs of homicide trials on behalf of the courts. Since this is a transfer of appropriation authority, there is no effect on the General Fund as a result of this transfer.

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 Paulin, Principal Program Budget Analyst, at 916-322-2263.

DONNA ARDUIN
Director
By:

for MICHAEL C. GENEST
Chief Deputy Director

Attachment

cc: On following page

APR 1 2004

cc: Honorable Dede Alpert, Chair, Senate Appropriations Committee
Attention: Ms. Anne Maitland, Staff Director
Honorable Richard Ackerman, Vice Chair, Senate Budget and Fiscal Review Committee
Attention: Mr. Jeff Bell, Fiscal Director
Honorable Judy Chu, Chair, Assembly Appropriations Committee
Attention: Mr. Geoff Long, Chief Consultant
Honorable Rick Keene, Vice Chair, Assembly Budget Committee
Attention: Mr. Peter Schaafsma, Staff Director
Honorable Byron D. Sher, Chair, Senate Budget and Fiscal Review Subcommittee No. 2
Honorable John Dutra, Chair, Assembly Budget Subcommittee No. 4
Ms. Elizabeth Hill, Legislative Analyst (4)
Ms. Diane Cummins, Senate President pro Tempore's Office
Mr. Craig Cornett, Assembly Speaker's Office (2)
Ms. Julie Sauls, Chief Consultant, Assembly Republican Leader's Office

icc: SQUIRES, LANDINGHAM, PAULIN, MCMULLIN, BATJER, COSTIGAN, HARPER, C/F, SUSPENSE, FILE

DEPARTMENT OF FINANCE
OFFICE OF THE DIRECTOR

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

APR 1 2004

Honorable Wesley Chesbro, Chair
Senate Budget and Fiscal Review Committee

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

Honorable Darrell Steinberg, Chair
Assembly Budget Committee

Attention: Mr. Christopher W. Woods, Chief Consultant (2)

Amendment to Budget Bill Item 8320-001-0001, Support, Public Employment Relations Board

It is requested that Item 8320-001-0001 be increased by $337,000 to provide the Public Employment Relations Board with funds for salaries and related expenses for two Board Members and one Administrative Assistant to the Chair.

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

If you have any questions or need additional information regarding this matter, please call Keith Gmeinder, Principal Program Budget Analyst, at 445-8913.

DONNA ARDUIN
Director
By:

for MICHAEL C. GENEST
Chief Deputy Director

Attachment

cc: On following page

cc: Honorable Dede Alpert, Chair, Senate Appropriations Committee
Attention: Ms. Anne Maitland, Staff Director
Honorable Richard Ackerman, Vice Chair, Senate Budget and Fiscal Review Committee
Attention: Mr. Jeff Bell, Fiscal Director
Honorable Judy Chu, Chair, Assembly Appropriations Committee
Attention: Mr. Geoff Long, Chief Consultant
Honorable Rick Keene, Vice Chair, Assembly Budget Committee
Attention: Mr. Peter Schaafsma, Staff Director
Honorable Joseph Dunn, Chair, Senate Budget and Fiscal Review Subcommittee No. 4
Honorable John Dutra, Chair, Assembly Budget Subcommittee No. 4
Ms. Elizabeth Hill, Legislative Analyst (4)
Ms. Diane Cummins, Senate President pro Tempore's Office
Mr. Craig Cornett, Assembly Speaker's Office (2)
Ms. Julie Sauls, Chief Consultant, Assembly Republican Leader's Office
Mr. John Duncan, Chair, Public Employment Relations Board

icc: TILTON, MARTINEZ, GMEINDER, LAFLAM, BATJER, COSTIGAN, HARPER, C/F, SUSPENSE, FILE

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DEPARTMENT OF FINANCE
OFFICE OF THE DIRECTOR

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

APR 1 2004

Honorable Wesley Chesbro, Chair
Senate Budget and Fiscal Review Committee

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

Honorable Darrell Steinberg, Chair
Assembly Budget Committee

Attention: Mr. Christopher W. Woods, Chief Consultant (2)

Amendment to Budget Bill Item 8380-001-0001, Support, Department of Personnel Administration

It is requested that Item 8380-001-0001 be decreased by $250,000 to reflect the expiration of the Memorandum of Understanding with Bargaining Unit 17 (Registered Nurses), which will relieve the State of an obligation to make a payment to a union scholarship fund.

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 Tim Lynn, Principal Program Budget Analyst, at (916) 445-3274.

DONNA ARDUIN
Director
By:

Stephen W. Kessler

for MICHAEL C. GENEST
Chief Deputy Director

Attachment

cc: On following page

cc: Honorable Dede Alpert, Chair, Senate Appropriations Committee
Attention: Ms. Anne Maitland, Staff Director
Honorable Richard Ackerman, Vice Chair, Senate Budget and Fiscal Review Committee
Attention: Mr. Jeff Bell, Fiscal Director
Honorable Judy Chu, Chair, Assembly Appropriations Committee
Attention: Mr. Geoff Long, Chief Consultant
Honorable Rick Keene, Vice Chair, Assembly Budget Committee
Attention: Mr. Peter Schaafsma, Staff Director
Honorable Joseph Dunn, Chair, Senate Budget and Fiscal Review Subcommittee No. 4
Honorable John Dutra, Chair, Assembly Budget Subcommittee No. 4
Ms. Elizabeth Hill, Legislative Analyst (4)
Ms. Diane Cummins, Senate President pro Tempore's Office
Mr. Craig Cornett, Assembly Speaker's Office (2)
Ms. Julie Sauls, Chief Consultant, Assembly Republican Leader's Office

icc: DITHRIDGE, BATJER, COSTIGAN, HARPER, C/F, SUSPENSE, FILE

DEPARTMENT OF FINANCE
OFFICE OF THE DIRECTOR

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

APR 1 2004

Honorable Wesley Chesbro, Chair
Senate Budget and Fiscal Review Committee

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

Honorable Darrell Steinberg, Chair
Assembly Budget Committee

Attention: Mr. Christopher W. Woods, Chief Consultant (2)

Addition of Budget Bill Item 8570-002-0001, Support, Department of Food and Agriculture

It is requested that Item 8570-002-0001 be added in the amount of $8,021,000 in one-time General Fund expenditure authority and 132 one-year limited-term positions for the continuation of the Mediterranean Fruit Fly Preventative Release Program.

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

If you have any questions or need additional information regarding this matter, please call Keith Gmeinder, Principal Program Budget Analyst, at 445-8913.

DONNA ARDUIN
Director
By:

for MICHAEL C. GENEST
Chief Deputy Director

Attachment

cc: On following page

cc: Honorable Dede Alpert, Chair, Senate Appropriations Committee
Attention: Ms. Anne Maitland, Staff Director
Honorable Richard Ackerman, Vice Chair, Senate Budget and Fiscal Review Committee
Attention: Mr. Jeff Bell, Fiscal Director
Honorable Judy Chu, Chair, Assembly Appropriations Committee
Attention: Mr. Geoff Long, Chief Consultant
Honorable Rick Keene, Vice Chair, Assembly Budget Committee
Attention: Mr. Peter Schaafsma, Staff Director
Honorable Byron D. Sher, Chair, Senate Budget and Fiscal Review Subcommittee No. 2
Honorable Fran Pavley, Chair, Assembly Budget Subcommittee No. 3
Ms. Elizabeth Hill, Legislative Analyst (4)
Ms. Diane Cummins, Senate President pro Tempore's Office
Mr. Craig Cornett, Assembly Speaker's Office (2)
Ms. Julie Sauls, Chief Consultant, Assembly Republican Leader's Office
Mr. A.G. Kawamura, Secretary, Department of Food and Agriculture
Ms. Karen Johnson, Director of Administrative Services, Department of Food and Agriculture

icc: TILTON, MARTINEZ, GMEINDER, LAFLAM, BATJER, COSTIGAN, HARPER, C/F, SUSPENSE, FILE

DEPARTMENT OF FINANCE
OFFICE OF THE DIRECTOR

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

APR 1 2004

Honorable Wesley Chesbro, Chair
Senate Budget and Fiscal Review Committee

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

Honorable Darrell Steinberg, Chair
Assembly Budget Committee

Attention: Mr. Christopher W. Woods, Chief Consultant (2)

Addition of Budget Bill Item 8570-490, Capital Outlay, California Department of Food and Agriculture

It is requested that Item 8570-490 be added to reappropriate Items 8570-301-0660 and 8570-301-0042 Budget Act of 2002 and Item 8570-301-0660 Budget Act of 2003.

1. 90.18.001-Relocation: Yermo Agriculture Inspection Station—Working drawings and construction.

This reappropriation of working drawings and construction is necessary due to environmental mitigation issues that have delayed the acquisition phase of this project.

2. 90.19.010-Hawaii Medfly Rearing Facility—Working drawings and construction.

This reappropriation of working drawings and construction funds is necessary due to delays in lease negotiations with the state of Hawaii.

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 Michael Carter, Principal Program Budget Analyst, at 445-9694.

DONNA ARDUIN
Director
By:

Stephen W. Kessler

MICHAEL C. GENEST
for Chief Deputy Director

Attachment

cc: On following page

APR 1 2004

cc: Honorable Dede Alpert, Chair, Senate Appropriations Committee
Attention: Ms. Anne Maitland, Staff Director
Honorable Richard Ackerman, Vice Chair, Senate Budget and Fiscal Review Committee
Attention: Mr. Jeff Bell, Fiscal Director
Honorable Judy Chu, Chair, Assembly Appropriations Committee
Attention: Mr. Geoff Long, Chief Consultant
Honorable Rick Keene, Vice Chair, Assembly Budget Committee
Attention: Mr. Peter Schaafsma, Staff Director
Honorable Byron D. Sher, Chair, Senate Budget and Fiscal Review Subcommittee No. 2
Honorable Fran Pavley, Chair, Assembly Budget Subcommittee No. 3
Ms. Elizabeth Hill, Legislative Analyst (4)
Ms. Diane Cummins, Senate President pro Tempore's Office
Mr. Craig Cornett, Assembly Speaker's Office (2)
Ms. Julie Sauls, Chief Consultant, Assembly Republican Leader's Office
Mr. Charles Ahlem, Undersecretary, Department of Food and Agriculture
Ms. Karen Johnson, Director, Division of Administrative Services, Department of Food and Agriculture
Mr. Paul Cerles, Budget Officer, Department of Food and Agriculture
Mr. Richard Barbour, Chief of Departmental Services, Department of Food and Agriculture

icc: KLASS, FINN, CARTER, BRADY, BATJER, COSTIGAN, HARPER, C/F, SUSPENSE,
FILE

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DEPARTMENT OF FINANCE
OFFICE OF THE DIRECTOR

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

APR 1 2004

Honorable Wesley Chesbro, Chair
Senate Budget and Fiscal Review Committee

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

Honorable Darrell Steinberg, Chair
Assembly Budget Committee

Attention: Mr. Christopher W. Woods, Chief Consultant (2)

Amendment to Budget Bill Items 8660-001-0462 and 8660-001-0471, Support, Public Utilities Commission

It is requested that Item 8660-001-0471 be increased by $11,263,000 to more accurately align appropriations with anticipated program expenditures and that Item 8660-001-0462 be amended to reflect this change. The Universal Lifeline Telephone Service Fund (ULTS) provides discounted basic telephone services to low-income customers in order to ensure that basic telephone service is available and affordable for all households in the state. The Public Utilities Commission (PUC) approved the ULTS programmatic budget of $251.0 million too late in the fall to be included in the Governor's Budget. This request would align the ULTS appropriation with the PUC's program expenditure forecast.

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 Robert Schladale, Principal Program Budget Analyst, at 916-324-0043.

DONNA ARDUIN
Director
By:

Stephen W. Kissler

for MICHAEL C. GENEST
Chief Deputy Director

Attachment

cc: On following page

APR 1 2004

cc: Honorable Dede Alpert, Chair, Senate Appropriations Committee
Attention: Ms. Anne Maitland, Staff Director
Honorable Richard Ackerman, Vice Chair, Senate Budget and Fiscal Review Committee
Attention: Mr. Jeff Bell, Fiscal Director
Honorable Judy Chu, Chair, Assembly Appropriations Committee
Attention: Mr. Geoff Long, Chief Consultant
Honorable Rick Keene, Vice Chair, Assembly Budget Committee
Attention: Mr. Peter Schaafsma, Staff Director
Honorable Byron D. Sher, Chair, Senate Budget and Fiscal Review Subcommittee No. 2
Honorable John Dutra, Chair, Assembly Budget Subcommittee No. 4
Ms. Elizabeth Hill, Legislative Analyst (4)
Ms. Diane Cummins, Senate President pro Tempore's Office
Mr. Craig Cornett, Assembly Speaker's Office (2)
Ms. Julie Sauls, Chief Consultant, Assembly Republican Leader's Office
Mr. Michael Peevey, President, Public Utilities Commission
Mr. William Ahern, Executive Director, Public Utilities Commission
Mr. Ed Quan, Chief, Management Services Division, Public Utilities Commission
Mr. Dallas M. Cooper, Budget Officer, Public Utilities Commission

icc: KLASS, LLOYD, SCHLADALE, STORM, BATJER, COSTIGAN, HARPER, C/F, SUSPENSE, FILE

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DEPARTMENT OF FINANCE
OFFICE OF THE DIRECTOR

ARNOLD SCHWARZENEGGER, GOVERNOR
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APR 1 2004

Honorable Wesley Chesbro, Chair
Senate Budget and Fiscal Review Committee

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

Honorable Darrell Steinberg, Chair
Assembly Budget Committee

Attention: Mr. Christopher W. Woods, Chief Consultant (2)

Addition of Budget Bill Item 8885-011-0360, Support, Commission on State Mandates

It is requested that Item 8885-011-0360 be added to transfer the fund balance in the State Mandates Claims Fund to the General Fund. The Fund has a fund balance of $461,000 remaining from an original appropriation to pay initial claims for approved mandates under $1.0 million. The fund has been unused in recent years.

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

If you have any questions or need additional information regarding this matter, please call Keith Gmeinder, Principal Program Budget Analyst, at 445-8913.

DONNA ARDUIN
Director
By:

for MICHAEL C. GENEST
Chief Deputy Director

Attachment

cc: On following page

cc: Honorable Dede Alpert, Chair, Senate Appropriations Committee
Attention: Ms. Anne Maitland, Staff Director
Honorable Richard Ackerman, Vice Chair, Senate Budget and Fiscal Review Committee
Attention: Mr. Jeff Bell, Fiscal Director
Honorable Judy Chu, Chair, Assembly Appropriations Committee
Attention: Mr. Geoff Long, Chief Consultant
Honorable Rick Keene, Vice Chair, Assembly Budget Committee
Attention: Mr. Peter Schaafsma, Staff Director
Honorable Joseph Dunn, Chair, Senate Budget and Fiscal Review Subcommittee No. 4
Honorable John Dutra, Chair, Assembly Budget Subcommittee No. 4
Ms. Elizabeth Hill, Legislative Analyst (4)
Ms. Diane Cummins, Senate President pro Tempore's Office
Mr. Craig Cornett, Assembly Speaker's Office (2)
Ms. Julie Sauls, Chief Consultant, Assembly Republican Leader's Office
Ms. Paula Higashi, Executive Director, Commission on State Mandates

icc: TILTON, MARTINEZ, GMEINDER, LAFLAM, BATJER, COSTIGAN, HARPER, C/F, SUSPENSE, FILE

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DEPARTMENT OF FINANCE
OFFICE OF THE DIRECTOR

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

APR 1 2004

Honorable Wesley Chesbro, Chair
Senate Budget and Fiscal Review Committee

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

Honorable Darrell Steinberg, Chair
Assembly Budget Committee

Attention: Mr. Christopher W. Woods, Chief Consultant (2)

Amendment to Budget Bill Items 8940-001-0001 and 8940-001-0890, Support, Military Department

It is requested that Item 8940-001-0001 be increased by $875,000 to provide a restoration of funding related to the Oakland Military Institute (OMI). OMI is a charter school that uses a military discipline model and college preparatory classes for middle and high school students.

It is requested that Item 8940-001-0001 be increased by $722,000 and Item 8940-001-0890 be increased by $960,000 to provide an increase in State Active Duty compensation based on the federal military compensation increase that the United States Congress approved as part of the Department of Defense, Federal Fiscal Year 2004 budget. These increases are pursuant to Military and Veterans Code Chapter 5 sections 320 and 321 that link the compensation for State Active Duty members to similar pay grades in the United States Armed Forces.

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 Zlatko Theodorovic, Principal Program Budget Analyst, at 445-8913.

DONNA ARDUIN
Director
By:

for MICHAEL C. GENEST
Chief Deputy Director

Attachment

cc: On following page

cc: Honorable Dede Alpert, Chair, Senate Appropriations Committee
Attention: Ms. Anne Maitland, Staff Director
Honorable Richard Ackerman, Vice Chair, Senate Budget and Fiscal Review Committee
Attention: Mr. Jeff Bell, Fiscal Director
Honorable Judy Chu, Chair, Assembly Appropriations Committee
Attention: Mr. Geoff Long, Chief Consultant
Honorable Rick Keene, Vice Chair, Assembly Budget Committee
Attention: Mr. Peter Schaafsma, Staff Director
Honorable Joseph Dunn, Chair, Senate Budget and Fiscal Review Subcommittee No. 4
Honorable John Dutra, Chair, Assembly Budget Subcommittee No. 4
Ms. Elizabeth Hill, Legislative Analyst (4)
Ms. Diane Cummins, Senate President pro Tempore's Office
Mr. Craig Cornett, Assembly Speaker's Office (2)
Ms. Julie Sauls, Chief Consultant, Assembly Republican Leader's Office
Colonel James E. Chapman, Comptroller, Military Department

icc: TILTON, MARTINEZ, THEODOROVIC, MURPHY, BATJER, COSTIGAN, HARPER, C/F, SUSPENSE, FILE

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DEPARTMENT OF FINANCE
OFFICE OF THE DIRECTOR

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

APR 1 2004

Honorable Wesley Chesbro, Chair
Senate Budget and Fiscal Review Committee

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

Honorable Darrell Steinberg, Chair
Assembly Budget Committee

Attention: Mr. Christopher W. Woods, Chief Consultant (2)

Amendment to Budget Bill Items 8940-301-0001 and 8940-301-0890; and Addition of Item 8940-490, Capital Outlay, Military Department

It is requested that Item 8940-490 be added to reappropriate Items 8940-301-0001 and 8940-301-0890 Budget Act of 2003.

70.83.010-Lancaster: Armory—Working drawings, construction, and equipment.

This reappropriation is necessary because environmental mitigation issues delayed the completion of the acquisition and preliminary plan phases.

It is requested that Items 8940-301-0001 and 8940-301-0890 be amended to add the project for the renovation and expansion of the Roseville Armory:

Extensive renovations of $411,000 (General Fund) and $202,000 (Federal Trust Fund) respectively, are needed at the Roseville Armory to replace the heating, plumbing, electrical, and telephone systems that are failing due to age. In addition, the current facility is overcrowded and needs to be expanded to accommodate necessary classrooms, and storage space. Placer County is the fastest growing county in the state and the Roseville Armory is the primary facility to train National Guard recruits for the county.

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

If you have any questions or need additional information regarding this matter, please call Michael Carter, Principal Program Budget Analyst, at 445-9694.

DONNA ARDUIN
Director
By:

Stephen W. Kessler

for MICHAEL C. GENEST
Chief Deputy Director

Attachment

cc: On following page

cc: Honorable Dede Alpert, Chair, Senate Appropriations Committee
Attention: Ms. Anne Maitland, Staff Director
Honorable Richard Ackerman, Vice Chair, Senate Budget and Fiscal Review Committee
Attention: Mr. Jeff Bell, Fiscal Director
Honorable Judy Chu, Chair, Assembly Appropriations Committee
Attention: Mr. Geoff Long, Chief Consultant
Honorable Rick Keene, Vice Chair, Assembly Budget Committee
Attention: Mr. Peter Schaafsma, Staff Director
Honorable Byron D. Sher, Chair, Senate Budget and Fiscal Review Subcommittee No. 4
Honorable John D. Dutra, Chair, Assembly Budget Subcommittee No. 4
Ms. Elizabeth Hill, Legislative Analyst (4)
Ms. Diane Cummins, Senate President pro Tempore's Office
Mr. Craig Cornett, Assembly Speaker's Office (2)
Ms. Julie Sauls, Chief Consultant, Assembly Republican Leader's Office
Major General Thomas W. Eres, The Adjutant General, Military Department
Colonel Michael Herman, Chief Planning Programming and Construction, Military Department
Colonel Kevin Ellsworth, Director, Facilities and Engineering, Military Department
Colonel James E. Chapman, Comptroller, Military Department
Lieutenant Colonel Robert Olson, Deputy Comptroller, Military Department

icc: KLASS, FINN, CARTER, BRADY, BATJER, COSTIGAN, HARPER, C/F, SUSPENSE, FILE

DEPARTMENT OF FINANCE
OFFICE OF THE DIRECTOR

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

APR 1 2004

Honorable Wesley Chesbro, Chair
Senate Budget and Fiscal Review Committee

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

Honorable Darrell Steinberg, Chair
Assembly Budget Committee

Attention: Mr. Christopher W. Woods, Chief Consultant (2)

Addition of Budget Bill Item 9210-102-0001, Local Assistance, Local Government Financing (Issue 101)

Santa Barbara County Formation Commission loan (Issue 101)—It is requested that Item 9210-102-0001 be added in order to provide a $400,000 General Fund loan to Santa Barbara County to fund its required duties associated with the proposed formation of a new county (Mission County). A petition to initiate the formation of Mission County has garnered the necessary signatures, and once this occurs, the Governor is statutorily required to appoint a five-member County Formation Review Commission to study the proposal. Santa Barbara County has indicated the costs associated with the Commission's study to be approximately $400,000. Statute authorizes such loans, however, the maximum loan amount is $100,000. Trailer bill language will be introduced to abolish the current revolving fund, increase the maximum loan from $100,000 to $400,000 and allow the State Controller to reduce the recipient county's Homeowners Property Tax subvention if the loan is not repaid. Repayment of the loan (with interest) will be due one year from when the issue of county formation is voted on by the people in Santa Barbara County.

The requested action is reflected on the attachment.

If you have any questions or need additional information regarding this matter, please call Matt Paulin, Principal Program Budget Analyst, at 322-2263.

DONNA ARDUIN
Director
By:

for MICHAEL C. GENEST
Chief Deputy Director

Attachment

cc: On following page

Proposed Trailer Bill

County Formation Commission Loans

Section 1. Amend Government Code Section 23344 as follows:

23344. (a) The commission may borrow such moneys as may be necessary to meet its expenses until the costs of the commission have been determined pursuant to the provisions of Section 23343.

(b) As an alternative to the procedure authorized by subdivision (a), ~~the commission may request~~ the State Controller, upon appropriation from the General Fund, ~~and the State Controller~~ shall loan ~~from the County Formation Revolving Fund~~ such moneys as the commission shall determine necessary to meet its expenses until the costs have been determined pursuant to the provisions of Section 23343. Such loan shall be at an interest rate equal to that of the Pooled Money Investment Fund at the time the loan is made.

(c) Loans made pursuant to this section shall not exceed a total of ~~one~~ four hundred thousand dollars (~~$100,000~~ $400,000) for each commission, and shall be repaid within one year of the date on which the issue of county formation was voted on by the people.

(d) ~~The sum of one hundred thousand dollars ($100,000) shall be transferred from the General Fund to the County Formation Revolving Fund, which is hereby created, and is hereby appropriated, without regard to fiscal years, for purposes of this section. An additional sum of three hundred thousand dollars ($300,000) shall be transferred from the General Fund to the County Formation Revolving Fund on the effective date of the act amending this section during the 1977-78 Regular Session, and is hereby appropriated without regard to fiscal years for purposes of this section. The additional sum thus appropriated may be expended for any obligation incurred by any commission at any time.~~ Any repayments on loans made pursuant to this section, including interest, received by the State Controller shall be deposited in the ~~County Formation Revolving~~ General Fund.

(e) If the loans made pursuant to this section are not repaid, the State Controller is authorized to reduce the monies allocated to the county to whom the loan was made by an amount equal to the amount that is due to the State. This reduction shall be made from the subventions made pursuant to Government Code Sections 16100 and 16120.

9210-102-0001—For local assistance, Local Government Financing.....$400,000

Provisions:

1. For allocation by the State Controller to the Santa Barbara County Formation Commission pursuant to Chapter 3 (commencing with Section 23331) of Division 1 of Title 3 of the Government Code.
2. The amount appropriated in this item is a loan and shall be repaid with interest within one year from when the issue of county formation is voted on by the people.

DEPARTMENT OF FINANCE
OFFICE OF THE DIRECTOR

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

APR 1 2004

Honorable Wesley Chesbro, Chair
Senate Budget and Fiscal Review Committee

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

Honorable Darrell Steinberg, Chair
Assembly Budget Committee

Attention: Mr. Christopher W. Woods, Chief Consultant (2)

Amendment to Budget Bill Items 9800-001-0001, 9800-001-0494, and 9800-001-0988, Support, Employee Compensation

It is requested that Items 9800-001-0001, 9800-001-0494, and 9800-001-0988 be revised to schedule these items by collective bargaining unit. This change will provide important information to the Legislature and public on the incremental costs of a Memorandum of Understanding signed with each collective bargaining unit.

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 Tim Lynn, Principal Program Budget Analyst, at (916) 445-3274.

DONNA ARDUIN
Director
By:

Stephen W. Kessler

for MICHAEL C. GENEST
Chief Deputy Director

Attachment

cc: On following page

cc: Honorable Dede Alpert, Chair, Senate Appropriations Committee
Attention: Ms. Anne Maitland, Staff Director
Honorable Richard Ackerman, Vice Chair, Senate Budget and Fiscal Review Committee
Attention: Mr. Jeff Bell, Fiscal Director
Honorable Judy Chu, Chair, Assembly Appropriations Committee
Attention: Mr. Geoff Long, Chief Consultant
Honorable Rick Keene, Vice Chair, Assembly Budget Committee
Attention: Mr. Peter Schaafsma, Staff Director
Honorable Joseph Dunn, Chair, Senate Budget and Fiscal Review Subcommittee No. 4
Honorable John Dutra, Chair, Assembly Budget Subcommittee No. 4
Ms. Elizabeth Hill, Legislative Analyst (4)
Ms. Diane Cummins, Senate President pro Tempore's Office
Mr. Craig Cornett, Assembly Speaker's Office (2)
Ms. Julie Sauls, Chief Consultant, Assembly Republican Leader's Office

icc: DITHRIDGE, BATJER, COSTIGAN, HARPER, C/F, SUSPENSE, FILE

DEPT: Augmentation for Employee Compensation
STATE OPERATIONS

****
9800-001-0001 04 04 G
***ORG-REF-FUND YOA YOB**

ISSUE: 100 P98: N
P98 ISSUE:

ITEM TITLE:
001 Budget Act appropriation

DATE SIGNED: APR 1 2004

ISSUE: 100 Scheduling Collective Bargaining Unit Dollars

---DETAIL CHANGES---	POS/PY	TYPE/LANG		
Schedule Item by bargaining unit.				* * *
TOTAL FINANCE LETTER CHANGES	0.0		0	*
TOTAL DETAIL CHANGES	0.0		0	

---SCHEDULE CHANGES---

00.00.500.000	Unscheduled	-464,288,000	*
20.01.000.000	Employee Compensation Adustment for Bargaining Unit 1	38,800,000	*
20.02.000.000	Employee Compensation Adustment for Bargaining Unit 2	173,000	*
20.03.000.000	Employee Compensation Adustment for Bargaining Unit 3	142,000	*
20.04.000.000	Employee Compensation Adustment for Bargaining Unit 4	24,191,000	*
20.06.000.000	Employee Compensation Adustment for Bargaining Unit 6	199,362,000	*
20.07.000.000	Employee Compensation Adustment for Bargaining Unit 7	4,569,000	*
20.08.000.000	Employee Compensation Adustment for Bargaining Unit 8	12,803,000	*
20.09.000.000	Employee Compensation Adustment for Bargaining Unit 9	2,362,000	*
20.10.000.000	Employee Compensation Adustment for Bargaining Unit 10	2,564,000	*
20.11.000.000	Employee Compensation Adustment for Bargaining Unit 11	1,171,000	*
20.12.000.000	Employee Compensation Adustment for Bargaining Unit 12	226,000	*
20.13.000.000	Employee Compensation Adustment for Bargaining Unit 13	75,000	*
20.14.000.000	Employee Compensation Adustment for Bargaining Unit 14	253,000	*
20.15.000.000	Employee Compensation Adustment for Bargaining Unit 15	6,293,000	*
20.16.000.000	Employee Compensation Adustment for Bargaining Unit 16	8,502,000	*
20.17.000.000	Employee Compensation Adustment for Bargaining Unit 17	11,083,000	*
20.18.000.000	Employee Compensation Adustment for Bargaining Unit 18	463,000	*

* DEPT OF FINANCE LETTER

HOUSE=F1 YOB=2004 ITEM=980000100010404
ISSUE= 100
ISSUE-STATUS=L
MULTI-DOF=

DEPT: Augmentation for Employee Compensation
STATE OPERATIONS

****
9800-001-0001 04 04 G
***ORG-REF-FUND YOA YOB**

ISSUE: 100 P98: N
P98 ISSUE:

ITEM TITLE:
001 Budget Act appropriation

DATE SIGNED: APR 1 2004

ISSUE: 100 Scheduling Collective Bargaining Unit
Dollars

20.19.000.000	Employee Compensation Adustment for Bargaining Unit 19	9,785,000	*
20.20.000.000	Employee Compensation Adustment for Bargaining Unit 20	4,051,000	*
20.21.000.000	Employee Compensation Adustment for Bargaining Unit 21	1,226,000	*
20.22.000.000	Employee Compensation Adustment for Non-represented Employees	136,194,000	*
NET IMPACT TO 9800-001-0001		0	*
TOTAL NET IMPACT TO 9800-001-0001		0	

POSITION CHANGES FOR ISSUE NUMBER		AMOUNT	
REG/ON-GOING POS	0.0	0	ASM CONSULTANT: SK
PART YR ADJ PY	0.0	0	SEN CONSULTANT: DJO
TEMP HELP PY	0.0	0	DOF ANALYST: Vacant
OVERTIME	0.0	0	LAO DIRECTOR: M. COHEN
SALARY SAVINGS PY	0.0	0	
-TOTAL-	0.0	0	RUN DATE: 03/24/04 17:25:51
			UPDT TIME: 03/24/04 17:05:34

* DEPT OF FINANCE LETTER

HOUSE=F1 YOB=2004 ITEM=980000100010404
ISSUE= 100
ISSUE-STATUS=L
MULTI-DOF=

DEPT: Augmentation for Employee Compensation
STATE OPERATIONS

****
9800-001-0494 04 04 S
***ORG-REF-FUND YOA YOB**

ISSUE: 100 P98: N
P98 ISSUE:

ITEM TITLE:
001 Budget Act appropriation

DATE SIGNED: APR 1 2004

ISSUE: 100 Scheduling Collective Bargaining Unit Dollars

---DETAIL CHANGES---		POS/PY	TYPE/LANG		
Schedule Item by bargaining unit.					* * *
TOTAL FINANCE LETTER CHANGES		0.0		0	*
TOTAL DETAIL CHANGES		0.0		0	

---SCHEDULE CHANGES---

00.00.500.000	Unscheduled	-279,848,000	*
20.01.000.000	Employee Compensation Adustment for Bargaining Unit 1	55,005,000	*
20.02.000.000	Employee Compensation Adustment for Bargaining Unit 2	159,000	*
20.03.000.000	Employee Compensation Adustment for Bargaining Unit 3	8,000	*
20.04.000.000	Employee Compensation Adustment for Bargaining Unit 4	26,700,000	*
20.05.000.000	Employee Compensation Adustment for Bargaining Unit 5	68,746,000	*
20.06.000.000	Employee Compensation Adustment for Bargaining Unit 6	1,377,000	*
20.07.000.000	Employee Compensation Adustment for Bargaining Unit 7	6,607,000	*
20.08.000.000	Employee Compensation Adustment for Bargaining Unit 8	971,000	*
20.09.000.000	Employee Compensation Adustment for Bargaining Unit 9	23,373,000	*
20.10.000.000	Employee Compensation Adustment for Bargaining Unit 10	4,298,000	*
20.11.000.000	Employee Compensation Adustment for Bargaining Unit 11	11,868,000	*
20.12.000.000	Employee Compensation Adustment for Bargaining Unit 12	289,000	*
20.13.000.000	Employee Compensation Adustment for Bargaining Unit 13	16,000	*
20.14.000.000	Employee Compensation Adustment for Bargaining Unit 14	849,000	*
20.15.000.000	Employee Compensation Adustment for Bargaining Unit 15	1,591,000	*
20.16.000.000	Employee Compensation Adustment for Bargaining Unit 16	1,063,000	*
20.17.000.000	Employee Compensation Adustment for Bargaining Unit 17	1,523,000	*

* DEPT OF FINANCE LETTER

HOUSE=F1 YOB=2004 ITEM=980000104940404
ISSUE= 100
ISSUE-STATUS=L
MULTI-DOF=

DEPT: Augmentation for Employee Compensation
STATE OPERATIONS

****
9800-001-0494 04 04 S
***ORG-REF-FUND YOA YOB**

ISSUE: 100 P98: N
P98 ISSUE:

ITEM TITLE:
001 Budget Act appropriation

DATE SIGNED: APR 1 2004

ISSUE: 100 Scheduling Collective Bargaining Unit Dollars

20.18.000.000	Employee Compensation Adustment for Bargaining Unit 18	3,000	*
20.19.000.000	Employee Compensation Adustment for Bargaining Unit 19	3,575,000	*
20.20.000.000	Employee Compensation Adustment for Bargaining Unit 20	360,000	*
20.21.000.000	Employee Compensation Adustment for Bargaining Unit 21	791,000	*
20.22.000.000	Employee Compensation Adustment for Non-represented Employees	70,676,000	*
NET IMPACT TO 9800-001-0494		0	*
TOTAL NET IMPACT TO 9800-001-0494		0	

POSITION CHANGES FOR ISSUE NUMBER		AMOUNT	
REG/ON-GOING POS	0.0	0	ASM CONSULTANT: SK
PART YR ADJ PY	0.0	0	SEN CONSULTANT: DJO
TEMP HELP PY	0.0	0	DOF ANALYST: Vacant
OVERTIME	0.0	0	LAO DIRECTOR: M. COHEN
SALARY SAVINGS PY	0.0	0	
-TOTAL-	0.0	0	RUN DATE: 03/24/04 17:21:38
			UPDT TIME: 03/24/04 17:21:19

* DEPT OF FINANCE LETTER

HOUSE=F1 YOB=2004 ITEM=980000104940404
ISSUE= 100
ISSUE-STATUS=L
MULTI-DOF=

DEPT: Augmentation for Employee Compensation
STATE OPERATIONS

****
9800-001-0988 04 04 N
***ORG-REF-FUND YOA YOB**

ISSUE: 100 P98: N
P98 ISSUE:

ITEM TITLE:
001 Budget Act appropriation

DATE SIGNED: APR 1 2004

ISSUE: 100 Scheduling Collective Bargaining Unit Dollars

---DETAIL CHANGES---		POS/PY	TYPE/LANG		
Schedule Item by bargaining unit.					* * *
TOTAL FINANCE LETTER CHANGES		0.0		0	*
TOTAL DETAIL CHANGES		0.0		0	

---SCHEDULE CHANGES---			
00.00.500.000	Unscheduled	-130,389,000	*
20.01.000.000	Employee Compensation Adustment for Bargaining Unit 1	25,629,000	*
20.02.000.000	Employee Compensation Adustment for Bargaining Unit 2	74,000	*
20.03.000.000	Employee Compensation Adustment for Bargaining Unit 3	4,000	*
20.04.000.000	Employee Compensation Adustment for Bargaining Unit 4	12,441,000	*
20.05.000.000	Employee Compensation Adustment for Bargaining Unit 5	32,030,000	*
20.06.000.000	Employee Compensation Adustment for Bargaining Unit 6	641,000	*
20.07.000.000	Employee Compensation Adustment for Bargaining Unit 7	3,078,000	*
20.08.000.000	Employee Compensation Adustment for Bargaining Unit 8	452,000	*
20.09.000.000	Employee Compensation Adustment for Bargaining Unit 9	10,890,000	*
20.10.000.000	Employee Compensation Adustment for Bargaining Unit 10	2,002,000	*
20.11.000.000	Employee Compensation Adustment for Bargaining Unit 11	5,530,000	*
20.12.000.000	Employee Compensation Adustment for Bargaining Unit 12	134,000	*
20.13.000.000	Employee Compensation Adustment for Bargaining Unit 13	8,000	*
20.14.000.000	Employee Compensation Adustment for Bargaining Unit 14	395,000	*
20.15.000.000	Employee Compensation Adustment for Bargaining Unit 15	741,000	*
20.16.000.000	Employee Compensation Adustment for Bargaining Unit 16	496,000	*
20.17.000.000	Employee Compensation Adustment for Bargaining Unit 17	710,000	*

* DEPT OF FINANCE LETTER

HOUSE=F1 YOB=2004 ITEM=980000109880404
ISSUE= 100
ISSUE-STATUS=L
MULTI-DOF=

DEPT: Augmentation for Employee Compensation
STATE OPERATIONS

****
9800-001-0988 04 04 N
***ORG-REF-FUND YOA YOB**

ISSUE: 100 P98: N
P98 ISSUE:

ITEM TITLE:
001 Budget Act appropriation

DATE SIGNED:
APR 1 2004

ISSUE: 100 Scheduling Collective Bargaining Unit
Dollars

20.18.000.000	Employee Compensation Adustment for Bargaining Unit 18	2,000	*
20.19.000.000	Employee Compensation Adustment for Bargaining Unit 19	1,665,000	*
20.20.000.000	Employee Compensation Adustment for Bargaining Unit 20	168,000	*
20.21.000.000	Employee Compensation Adustment for Bargaining Unit 21	368,000	*
20.22.000.000	Employee Compensation Adustment for Non-represented Employees	32,931,000	*
NET IMPACT TO 9800-001-0988		0	*
TOTAL NET IMPACT TO 9800-001-0988		0	

POSITION CHANGES FOR ISSUE NUMBER		AMOUNT	
REG/ON-GOING POS	0.0	0	ASM CONSULTANT: SK
PART YR ADJ PY	0.0	0	SEN CONSULTANT: DJO
TEMP HELP PY	0.0	0	DOF ANALYST: Vacant
OVERTIME	0.0	0	LAO DIRECTOR: M. COHEN
SALARY SAVINGS PY	0.0	0	
-TOTAL-	0.0	0	RUN DATE: 03/24/04 17:24:39
			UPDT TIME: 03/24/04 17:24:22

* DEPT OF FINANCE LETTER

HOUSE=F1 YOB=2004 ITEM=980000109880404
ISSUE= 100
ISSUE-STATUS=L
MULTI-DOF=