



CITY COUNCIL REGULAR SESSION

550 E. 6th Street, Beaumont, CA

Tuesday, January 21, 2020

Closed Session: 5:00 PM | Regular Meeting: 6:00 PM

Beaumont Financing Authority
Beaumont Successor Agency (formerly RDA)
Beaumont Utility Authority
Beaumont Parking Authority
Beaumont Public Improvement Authority
Community Facilities District 93-1

AGENDA

Materials related to an item on this agenda submitted to the City Council after distribution of the agenda packets are available for public inspection in the City Clerk's office at 550 E. 6th Street during normal business hours.

Any person with a disability who requires accommodations in order to participate in this meeting should telephone the City Clerk's office at (951)769-8520, at least 48 hours prior to the meeting in order to make a request for a disability related modification or accommodation.

Any one person may address the City Council on any matter not on this agenda. If you wish to speak, please fill out a "Public Comment Form" provided in the back and give it to the City Clerk. There is a three (3) minute limit on public comments. There will be no sharing or passing of time to another person. State law prohibits the City Council from discussing or taking actions brought up by your comments.

RIBBON CUTTING CEREMONY - 5:00 PM

CALL TO ORDER

Mayor Santos, Mayor Pro Tem Lara, Council Member Carroll, Council Member Martinez, Council Member White

Adjourn to Regular Session

REGULAR SESSION - 6:00 PM

CALL TO ORDER

Mayor Santos, Mayor Pro Tem Lara, Council Member Carroll, Council Member Martinez, Council Member White

Action of any requests for Excused Absence:

Pledge of Allegiance

Approval / Adjustments to the Agenda:

Conflict of Interest Disclosure:

ANNOUNCEMENTS/ RECOGNITION / PROCLAMATIONS / CORRESPONDENCE

PUBLIC COMMENT PERIOD (ITEMS NOT ON THE AGENDA)

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CONSENT CALENDAR

Items on the consent calendar are taken as one action item unless an item is pulled for further discussion here or at the end of action items.

Approval of all Ordinances and Resolutions to be read by title only.

1. Minutes

Recommended Action:

Approve Minutes dated January 7, 2020.

2. Warrants

Recommended Action:

Approve Warrants dated December 20, 2019.

3. Receive and File the FY2018-2019 Health and Safety Code (HSC) 13146.4 Annual Inspection Report of Certain Occupancies Pursuant to Sections HSC 13146.2 and 13146.3

Recommended Action:

Waive the full reading and adopt by resolution, "Acknowledging Receipt of a Report Made by the Fire Chief of the Riverside County Fire Department Regarding Compliance with the annual Inspection of Certain Occupancies Pursuant to Sections 13146.2 and 13146.3 of the California Health and Safety Code.

4. Annual Compliance Report for AB 1600 Development Impact Fees

Recommended Action:

Receive and file the AB 1600 report on development impact fee activity that occurred during the period July 1, 2018, through June 30, 2019.

PUBLIC HEARINGS

Approval of all Ordinances and Resolutions to be read by title only

ACTION ITEMS

Approval of all Ordinances and Resolutions to be read by title only.

5. Council Appointment to the Economic Development Committee

Recommended Action:

Consider re-appointment of Von Lawson to the Economic Development Committee as the Post-Secondary Education Representative.

6. Council Appointment to the Finance Audit Committee

Recommended Action:

Consider the appointment of Mr. Parks to the Finance and Audit Committee.

7. CDBG Required Change to Funding Allocations for 2020-2021 Program Year

Recommended Action:

Revise CDBG funding award for Fiscal Year 20-21 and authorize staff to submit a revised funding award to the Riverside County EDA CDBG program.

8. Award of Contract to West Coast Arborists, Inc. for Tree Trimming and Tree Maintenance Services

Recommended Action:

Award a tree trimming and tree maintenance services contract to West Coast Arborists, Inc. for a period not-to-exceed three years and authorize the Mayor to execute the agreement on behalf of the City of Beaumont.

9. Walmart Bus Shelter Improvement Project Update

Recommended Action:

Receive and file.

10. Authorize Amendment to the Authorized Position List and Salary Table

Recommended Action:

City Council approval of the amendment to the Authorized Position List and Salary Table.

11. Authorize the Memorandum of Understanding between the City of Beaumont and Police Management Unit

Recommended Action:

City Council approval of the Memorandum of Understanding between the City of Beaumont and Police Management Unit and authorize the City Manager to execute.

12. Authorize the Memorandum of Understanding between the City of Beaumont and Managers/Professional/Technical Unit

Recommended Action:

City Council approval of the Memorandum of Understanding between the City of Beaumont and Managers/Professional/Technical Unit and authorize the City Manager to execute.

13. City Attorney Invoices for the Month of December 2019

Recommended Action:

Approve invoices in the amount of \$59,767.04.

LEGISLATIVE UPDATES AND DISCUSSION

14. January 2020 Legislative Update

Recommended Action:

General update of Legislative Session to include specific review of the Governor's budget proposal and SB50.

COUNCIL REPORTS

- Carroll
- Lara
- Martinez
- Santos
- White

ECONOMIC DEVELOPMENT UPDATE

Economic Development Committee Report Out and City Council Direction

CITY TREASURER REPORT

Finance and Audit Committee Report Out and City Council Direction

CITY CLERK REPORT

CITY CLERK REPORT

CITY MANAGER REPORT

FUTURE AGENDA ITEMS

ADJOURNMENT

The next regular meeting of the Beaumont City Council, Beaumont Financing Authority, the Beaumont Successor Agency (formerly RDA), the Beaumont Utility Authority, the Beaumont Parking Authority and the Beaumont Public Improvement Agency is scheduled for Tuesday, February 4, 2020, at 5:00 p.m. or thereafter as noted on the posted Agenda for Closed Session items in the City Council Board Room No. 5, followed by the regular meeting at 6:00 p.m. or thereafter as noted on the posted Agenda at City Hall.



MINUTES
City Council Meeting
Tuesday, January 7, 2020
Council Chambers
550 E 6th St. Beaumont, Ca
Closed Session: 5:00 PM
Regular Session: 6:00 PM

CLOSED SESSION

A Closed Session of the City Council / Beaumont Financing Authority / Beaumont Utility Authority / Beaumont Successor Agency (formerly RDA)/Beaumont Parking Authority / Beaumont Public Improvement Authority may be held in accordance with state law which may include, but is not limited to, the following types of items: personnel matters, labor negotiations, security matters, providing instructions to real property negotiators and conference with legal counsel regarding pending litigation. Any public comment on Closed Session items will be taken prior to the Closed Session. Any required announcements or discussion of Closed Session items or actions following the Closed Session will be made in the City Council Chambers.

CALL TO ORDER at 5:01 p.m.

Present: Mayor Rey Santos, Mayor Pro Tem Lara, Council Member Carroll, Council Member Martinez, and Council Member White

- 1. Public Comments Regarding Closed Session

No speakers.

- 2. Conference with Labor Negotiators - Pursuant to Government Code Section 54957.6 City Designated Representatives City Manager Todd Parton and Administrative Services Director Kari Mendoza. Employee Organizations:
Police Management
Managers/Professional/Technical as Individuals

No reportable action.

Adjourn to Closed Session

REGULAR SESSION

CALL TO ORDER at 6:03 p.m.

Mayor Santos, Mayor Pro Tem Lara, Council Member Carroll, Council Member Martinez, and Council Member White

Report out from Closed Session: *see above*
 Action on any Closed Session items: **None**

Action on any requests for excused absence: **None**
 Pledge of Allegiance
 Approval/Adjustments to Agenda: **None**
 Conflict of Interest Disclosure: **None**

1. Council Reorganization

ANNOUNCEMENTS/RECOGNITIONS/PROCLAMATIONS/CORRESPONDENCE

2. Point in Time Homeless Count Presentation

PUBLIC COMMENT PERIOD (ITEMS NOT ON THE AGENDA)

Any one person may address the City Council on any matter not on this agenda. If you wish to speak, please fill out a "Public Comment Form" provided at the back table and give it to the City Clerk. There is a three (3) minute time limit on public comments. There will be no sharing or passing of time to another person. State Law prohibits the City Council from discussing or taking actions brought up by your comments.

T. Wortley - Spoke regarding emergency needs in Beaumont and the inability for some residents to have insurance on their home.

B. Wortley - Spoke regarding the need for an additional fire station.

N. Hall - Spoke regarding traffic issues within the City.

CONSENT CALENDAR

Items on the consent calendar are taken as one action item unless an item is pulled for further discussion here or at the end of action items.

Approval of all Ordinances and Resolutions to be read by title only.

3. Ratification of Warrants
4. Approval of Minutes
5. Second Reading and Adoption of an Amendment to Table 17.03-3 Permitted Uses in Base Zone District and Table 17.03-4 Permitted Uses in Overlay Zone Districts, Large Family Daycare
6. Request for Destruction of Retention Met Records
7. Council Direction to Prepare a Report Pursuant to California Health and Safety Code Sections 13145 and 13146 to be Accepted by the Council

8. Declaration of Surplus Property and Request for Disposal
9. Quarterly Status of City Council Travel and Training Reimbursements

**Motion by Mayor Pro Tem Lara
Second by Council Member Carroll
To approve the Consent Calendar
Approved by a unanimous vote.**

PUBLIC HEARINGS

Approval of all Ordinances and Resolutions to be read by title only

ACTION ITEMS

Approval of all Ordinances and Resolutions to be read by title only.

10. Approve Implementation of National Community Survey Via Hard Copy Surveys with the Following Add-on Options: Larger Sample Size, Reminder Postcard, Spanish Translation, Custom Benchmark Comparisons, Open-Ended Question, and an In-Person Presentation

**Moved by Lloyd White
Seconded by Rey Santos**

To approve implementation of National Community Survey via hard copy surveys with the following add-on options: larger sample size, reminder postcard, Spanish translation, custom benchmark comparisons, open-ended question, and an in-person presentation with a budget not to exceed \$30,000.

Ayes: Mike Lara, Julio Martinez, Nancy Carroll, Lloyd White, and Rey Santos

Approved by a unanimous vote.

11. Updates of the Annual Slurry Seal Project (CIP2019-001), Alleyway Rehabilitation Project (CIP2018-003), Beaumont Avenue Rehabilitation Project (CIP2018-004 & CIP2019-002), Beaumont Avenue Signalization Study (CIP2019-017), and the City Crack Sealing Operation

**Moved by Lloyd White
Seconded by Mike Lara**

To receive and file updates for the Annual Slurry Seal Project (CIP2019-001), Alleyway Rehabilitation Project (CIP2018-003), Beaumont Avenue Rehabilitation Project (CIP2018-004 & CIP2019-002), Beaumont Avenue Signalization Study (CIP2019-017), and the City Crack Sealing Operation.

Ayes: Mike Lara, Julio Martinez, Nancy Carroll, Lloyd White, and Rey Santos

Approved by unanimous vote.

12. Approve the Purchase of One (1) F150 Super Crew Work Truck and One (1) F350 Super Crew Utility Truck in the Amount of \$74,760.75 from Fritts Ford

**Moved by Lloyd White
Seconded by Nancy Carroll**

To approve staff to purchase one F150 Super Crew work trucks and one F350 Super Crew Utility Bed truck in the amount of \$74,760.75 from Fritts Ford.

Ayes: Mike Lara, Julio Martinez, Nancy Carroll, Lloyd White, and Rey Santos

Approved by unanimous vote.

13. Approval of Payment of First Quarter Fire Protection Services to Riverside County in the Amount of \$952,444.77

**Moved by Mike Lara
Seconded by Lloyd White**

To approve of payment of first quarter fire protection services to the County in the amount of \$952,444.77.

Ayes: Mike Lara, Julio Martinez, Nancy Carroll, Lloyd White, and Rey Santos

Approved by unanimous vote.

- 14. City Council Approval of Change Order No. 12 for the Wastewater Treatment Plant Upgrade/Expansion in the Amount Not to Exceed \$91,417.26

Moved by Lloyd White
Seconded by Julio Martinez

To approve of Change Order No. 12 for the Wastewater Treatment Plant Upgrade/Expansion in the amount not to exceed \$91,417.26.

Ayes: Mike Lara, Julio Martinez, Nancy Carroll, Lloyd White, and Rey Santos

Approved by a unanimous vote.

- 15. City Council Approval of Change Order No. 13 for the Wastewater Treatment Plant Upgrade/Expansion in the Amount Not to Exceed \$404,821.33

Moved by Lloyd White
Seconded by Rey Santos

To approve of Change Order No. 13 for the Wastewater Treatment Plant Upgrade/Expansion in the Amount Not to Exceed \$404,821.33.

Ayes: Mike Lara, Julio Martinez, Nancy Carroll, Lloyd White, and Rey Santos

Approved by a unanimous vote.

- 16. Authorize Mayor to Make Appointments to the Various Boards, Commissions and Committees

Transportation Now

Regional meeting of Transit providers and community advocates to discuss regional transit issues

Nancy Carroll – Chair

Mike Lara – Alternate

Meets the first Thursday of the month @ 12 noon

550 E 6th St, City Hall, Beaumont

Riverside Transit Agency

A collaboration of cities within the County of Riverside to discuss transportation within the

County.

Nancy Carroll – Representative

Mike Lara – Alternate Representative

Meets the fourth Thursday of the month @ 2:00pm

1825 Third Street, Board Room, Riverside

Riverside County Transportation Commission

Oversees transportation capital projects in the Western Riverside County.

Lloyd White – Representative

Rey Santos – Alternate Representative

Meets the second Wednesday of the month at 9:30am

4080 Lemon Street, First Floor

Western Riverside County Regional Conservation Authority

A joint powers authority for the purpose of acquiring, administering, operating and maintaining land and facilities for ecosystem conservation

Julio Martinez – Board Member

Mike Lara – Alternate Board Member

Meets the first Monday of the month at 12:30pm

4080 Lemon Street, First Floor

Beaumont Cherry Valley Parks and Recreation District

Operates parks and recreation centers in the Beaumont/Cherry Valley Area

Mike Lara – Liaison

Rey Santos – Alternate Liaison

Meets the second Wednesday of the month at 5:00pm

390 W. Oak Valley Pkwy, Beaumont

Beaumont Cherry Valley Water District

Water distribution for the Beaumont, Cherry Valley and a portion of Calimesa

Julio Martinez – Liaison

Rey Santos – Alternate Liaison

Meets the second Wednesday of the month at 7:00pm

560 Magnolia Ave, Beaumont

Beaumont Unified School District

Meeting for the Board of Trustees to discuss topics within the district.

Rey Santos – Liaison

Nancy Carroll – Alternate Liaison

Meets the second and fourth Tuesday of the month at 6:30pm

350 W. Brookside Ave, Beaumont

Legislative Liaison

Representation of Beaumont at Sacramento and Washington DC events.

Rey Santos

Collaborative Agency

A joint meeting between agencies within the City to collaborate on events and issues, initially started as an emergency operations agency.

Lloyd White - Representative

Rey Santos – Alternate Representative

Meets every three months

City Manager and Mayor's Breakfast

A joint meeting between the Mayors and City Managers of Banning, Beaumont, Morongo, Calimesa and Riverside County Supervisor.

Rey Santos – Representative

City Manager – Representative

Meets the first Thursday of the month at 7:00am

Eastern Riverside County Interoperable Communications Authority (ERICA)

Joint Powers authority of cities regarding radio communications

Lloyd White – Representative

Kari Mendoza – Board Member

Meets on the even months on Thursdays at 2:00

68700 Avenida Lalo Guerrero, City Hall, Cathedral City

Southern California Association of Governments

Joint Powers Authority under State Law to address regional issues

Rey Santos – Representative

Julio Martinez – Alternate

818 West 7th Street, 12th Floor, Los Angeles

League of California Cities

Association of California City Officials to combine resources and information to influence policy decisions that affect cities

Rey Santos – Voting Delegate

Lloyd White – Alternate

Rotating locations

Memorial Committee

Committee to oversee the City memorials (i.e Police and Fire Memorial, Veteran's Memorial)

Rey Santos – Committee Member

Julio Martinez – Committee Member

Meets on an as needed basis

550 E 6th St, City Hall, Beaumont

San Gorgonio Pass Regional Focused High-Collision Reduction Task Force

To assess traffic collisions and recommend traffic safety improvement strategies to reduce fatal and injury collisions and promote traffic safety public education and awareness

Julio Martinez – Representative

Rey Santos – Alternate

Meets quarterly at 10:00am

195 Highland Springs Ave., Beaumont

Finance and Audit Committee

Promotes enhanced fiscal responsibility, accountability, integrity and transparency.

Julio Martinez – Committee Member/Council Member

Nancy Carroll – Committee Member/Council Member

Meets the first Monday of the month at 6:00pm

550 E 6th St, City Hall, Beaumont

Economic Development Committee

Evaluate and provide advice and recommendations to the City Council concerning Economic Development matters.

Rey Santos – Committee Member/Council Member

Mike Lara – Committee Member/ Council Member

Meets the second Wednesday of the month at 4:00pm

550 E 6th St, City Hall, Beaumont

San Gorgonio Integrated Regional Water Management Region Stakeholder Advisory Committee

Collaborative committee to manage water resources on a regional scale

Rey Santos - Committee Member/Council Member

Nancy Carroll - Committee Member/Council Member

Meets the third Wednesday of the month at 5:30pm

125 E Ramsey St, Banning Police Department, Banning

Western Riverside Council of Governments

Comprised of cities in Riverside County to discuss regional issues

Mike Lara - Committee Member/Council Member

Nancy Carroll - Alternate Member/Council Member

Meets the first Monday of the month at 2:00pm

4080 Lemon St, County of Riverside Administrative Building, Riverside

Transit Ad-Hoc 2x2 Committee

Collaborative meeting with the City of Banning to discuss Transit services and operational matters.

Rey Santos – Committee Member/Council Member
Nancy Carroll – Committee Member/Council Member
Meets on an as-needed basis
 550 E 6th St., City Hall, Beaumont

Water Re-Use Ad-Hoc 2x2 Committee

Collaborative meeting with the Beaumont Cherry Valley Water District to discuss logistics of re-use water from the Treatment Plant

Rey Santos – Mayor\Member
Lloyd White – Council Member\ Member
Meets on an as-needed basis
 550 E 6th St., City Hall, Beaumont

Passcom

Lloyd White – Board Member
Mike Lara – Alternate Board Member
Meets on the 2nd Tuesday of the month at 10:00 am

17. Legislative Updates and Discussion

COUNCIL REPORTS

- **Carroll** - Announced upcoming Veteran's Expo and blood drive, and announced an upcoming Women's Club event.
- **Lara** - Reminder of Economic Development Meeting tomorrow, and thanked the Police Department for their quick response to a parking issue.
- **Martinez** - Thanked staff for the successful Light Parade
- **Santos** - Attended a 100 yr birthday party event for a long time resident, is looking forward to this next year as Mayor and announced a coordination of a mayor's roundtable meeting.
- **White** - No report.

ECONOMIC DEVELOPMENT UPDATE

Economic Development Committee report out. Announced a monthly career event in coordination with Mt. San Jacinto College.

CITY TREASURER REPORT

Finance and Audit Committee report out.

CITY CLERK REPORT

Gave a report of the Public Records Requests for the month of November.

CITY ATTORNEY REPORT

18. Status of Pending Litigation

CITY MANAGER REPORT

Recognized the outgoing Mayor, Julio Martinez.

FUTURE AGENDA ITEMS

- Fire Station Update

ADJOURNMENT**Adjournment of the City Council of the January 7, 2020 Meeting at 7:48 p.m.**

The next regular meeting of the Beaumont City Council, Beaumont Financing Authority, the Beaumont Successor Agency (formerly RDA), the Beaumont Utility Authority, the Beaumont Parking Authority and the Beaumont Public Improvement Agency is scheduled for Tuesday, January 21, 2020, at 5:00 p.m. or thereafter as noted on the posted Agenda for Closed Session items in the City Council Board Room No. 5, followed by the regular meeting at 6:00 p.m. or thereafter as noted on the posted Agenda at City Hall.

Beaumont City Hall – Online www.BeaumontCa.gov



WARRANTS TO BE RATIFIED

Friday, December 20, 2019

Printed Checks	104238-104344	\$ 601,906.11	FY 19/20
ACH	236-243	\$ 4,458,766.58	
	A/P Total	<u>\$ 5,060,672.69</u>	
Wires	BA Funds	\$ 2,000,000.00	Funds transferred to Payroll Acct
Bank Drafts	MG Trust	\$ 23,557.35	457 Paydate 12/06/19
		\$ 4,868.38	401-A Paydate 12/06/19
		\$ 1,163.92	FICA Paydate 12/06/19

I DO HEREBY CERTIFY THIS WARRANT LIST HAS BEEN COMPILED AND PREPARED TO MEET THE DAILY OPERATIONS FOR THE FISCAL YEAR JULY 1, 2019 - JUNE 30, 2020

SIGNATURE: *Brian J. Penetti*
 TITLE: CITY TREASURER

SIGNATURE: *[Signature]*
 TITLE: ADMINISTRATIVE SERVICES DIRECTOR



Vendor Number	Vendor Name	Payment Date	Payment Type	Discount Amount	Payment Amount	Number
3503	CITIZENS BUSINESS BANK	12/20/2019	EFT	0.00	132,152.32	236
Payable #	Payable Type	Post Date	Payable Description	Discount Amount	Payable Amount	
<u>APPLICATION 12</u>	Invoice	12/19/2019	W LYLES RETENTION ESCROW	0.00	132,152.32	
	<u>710-0000-8030-0000</u>		CAPITAL IMPROVEMENT W LYLES RETENTION ESCROW		132,152.32	
3229	ICMA - RC	12/20/2019	EFT	0.00	7,530.90	237
Payable #	Payable Type	Post Date	Payable Description	Discount Amount	Payable Amount	
<u>PD 12/20/19</u>	Invoice	12/18/2019	EMPLOYEE CONTRIBUTIONS	0.00	7,530.90	
	<u>100-0000-2075-0000</u>		DEFERRED COMPENSATI EMPLOYEE CONTRIBUTIONS		5,231.33	
	<u>100-0000-2075-0000</u>		DEFERRED COMPENSATI EMPLOYEE CONTRIBUTIONS		112.37	
	<u>100-1200-6026-0000</u>		DEFERRED COMP EMPLOYEE CONTRIBUTIONS		2,187.20	
2264	SEIU	12/20/2019	EFT	0.00	1,688.28	238
Payable #	Payable Type	Post Date	Payable Description	Discount Amount	Payable Amount	
<u>PD 12/20/19</u>	Invoice	12/19/2019	EMPLOYEE DUES	0.00	1,688.28	
	<u>100-0000-2061-0000</u>		P.E.R.C. DUES & INS EMPLOYEE DUES		1,688.28	
2295	SLOVAK BARON EMPY MURPHY & PINKNEY	12/20/2019	EFT	0.00	106,148.99	239
Payable #	Payable Type	Post Date	Payable Description	Discount Amount	Payable Amount	
<u>55588</u>	Invoice	12/19/2019	LEGAL SERVICES	0.00	2,502.50	
	<u>120-9663-7300-0000</u>		CONTRACTUAL SERVICES LEGAL SERVICES		2,502.50	
<u>55589</u>	Invoice	12/19/2019	LEGAL SERVICES	0.00	5,944.00	
	<u>120-9663-7300-0000</u>		CONTRACTUAL SERVICES LEGAL SERVICES		5,944.00	
<u>55590</u>	Invoice	12/19/2019	LEGAL SERVICES	0.00	4,583.76	
	<u>120-9663-7300-0000</u>		CONTRACTUAL SERVICES LEGAL SERVICES		4,583.76	
<u>55591</u>	Invoice	12/19/2019	LEGAL SERVICES	0.00	31,052.93	
	<u>120-9663-7300-0000</u>		CONTRACTUAL SERVICES LEGAL SERVICES		31,052.93	
<u>55592</u>	Invoice	12/19/2019	LEGAL SERVICES	0.00	13,734.45	
	<u>120-9663-7300-0000</u>		CONTRACTUAL SERVICES LEGAL SERVICES		13,734.45	
<u>55593</u>	Invoice	12/19/2019	LEGAL SERVICES	0.00	10,387.00	
	<u>120-9663-7300-0000</u>		CONTRACTUAL SERVICES LEGAL SERVICES		10,387.00	
<u>55594</u>	Invoice	12/19/2019	LEGAL SERVICES	0.00	5,526.25	
	<u>120-9663-7300-0000</u>		CONTRACTUAL SERVICES LEGAL SERVICES		5,526.25	
<u>55595</u>	Invoice	12/19/2019	LEGAL SERVICES	0.00	140.50	
	<u>120-9663-7300-0000</u>		CONTRACTUAL SERVICES LEGAL SERVICES		140.50	
<u>55597</u>	Invoice	12/19/2019	LEGAL SERVICES	0.00	4,610.20	
	<u>120-9663-7300-0000</u>		CONTRACTUAL SERVICES LEGAL SERVICES		4,610.20	
<u>55598</u>	Invoice	12/19/2019	LEGAL SERVICES	0.00	2,031.50	
	<u>120-9663-7300-0000</u>		CONTRACTUAL SERVICES LEGAL SERVICES		2,031.50	
<u>55599</u>	Invoice	12/19/2019	LEGAL SERVICES	0.00	18,135.90	
	<u>120-9663-7300-0000</u>		CONTRACTUAL SERVICES LEGAL SERVICES		18,135.90	
<u>55600</u>	Invoice	12/19/2019	LEGAL SERVICES	0.00	7,500.00	
	<u>120-9663-7300-0000</u>		CONTRACTUAL SERVICES LEGAL SERVICES		7,500.00	
3400	T.E. ROBERTS, INC	12/20/2019	EFT	0.00	1,185,331.62	240

Check Report

Date Range: 12/01/2019 - 12/31/2019

Item No.2.

Vendor Number	Vendor Name	Payment Date	Payment Type	Discount Amount	Payment A	
Payable #	Payable Type	Post Date	Payable Description	Discount Amount	Payable Amount	
	Account Number	Account Name	Item Description	Distribution Amount		
3396	W.M. LYLES CO.	12/20/2019	EFT	0.00	2,510,894.02	241
<u>APPLICATION 11</u>	Invoice	12/19/2019	Brine Line Reach 2 - Contractor	0.00	1,185,331.62	
	<u>710-0000-8030-0000</u>		CAPITAL IMPROVEMENT		1,185,331.62	
3394	WEKA INC	12/20/2019	EFT	0.00	332,100.45	242
<u>APPLICATION 12</u>	Invoice	12/19/2019	WWTP SALT MITIGATION UPGRADE - CON	0.00	2,510,894.02	
	<u>710-0000-8030-0000</u>		CAPITAL IMPROVEMENT		2,510,894.02	
3101	WRCOG	12/20/2019	EFT	0.00	182,920.00	243
<u>NOV 2019</u>	Invoice	12/19/2019	NOVEMBER TUMF FEES	0.00	182,920.00	
	<u>570-0000-2010-0000</u>		DUE TO WRCOG (TUMF)		182,920.00	
1014	ACE ALTERNATORS	12/20/2019	Regular	0.00	489.38	104238
<u>112240</u>	Invoice	12/18/2019	VEHICLE MAINTENANCE	0.00	489.38	
	<u>750-7400-7037-0000</u>		VEHICLE MAINTENANCE		489.38	
1015	ACES ANIMAL CARE	12/20/2019	Regular	0.00	448.27	104239
<u>77583</u>	Invoice	12/18/2019	DEPT SUPPLIES	0.00	448.27	
	<u>100-2000-7070-0000</u>		SPECIAL DEPT SUPPLIES		448.27	
3295	ADAM HALL	12/20/2019	Regular	0.00	1,127.60	104240
<u>008109</u>	Invoice	12/18/2019	DEPT SUPPLIES	0.00	1,127.60	
	<u>100-6050-7070-06A1</u>		SPEC DEPT EXP - IA 6A1		1,127.60	
1023	ADVANCED WORKPLACE STRATEGIES	12/20/2019	Regular	0.00	343.00	104241
<u>414242</u>	Invoice	12/18/2019	EMPLOYEE MEDICAL SERVICES	0.00	271.00	
	<u>100-6050-6019-0000</u>		FIRST AID		71.00	
	<u>700-4050-6019-0000</u>		FIRST AID		72.00	
	<u>750-7200-6019-0000</u>		FIRST AID		128.00	
<u>414391</u>	Invoice	12/18/2019	EMPLOYEE MEDICAL SERVICES	0.00	72.00	
	<u>750-7200-6019-0000</u>		FIRST AID		72.00	
1042	ALL PURPOSE RENTALS	12/20/2019	Regular	0.00	431.66	104242
<u>39760</u>	Invoice	12/19/2019	EQUIPMENT RENTALS - STREETS	0.00	137.28	
	<u>100-3250-7075-0000</u>		EQUIPMENT LEASING/RE		137.28	
<u>39881</u>	Invoice	12/19/2019	EQUIPMENT RENTALS - STREETS	0.00	201.52	
	<u>100-3250-7075-0000</u>		EQUIPMENT LEASING/RE		201.52	
<u>39883</u>	Invoice	12/19/2019	EQUIPMENT RENTALS - STREETS	0.00	92.86	

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	<u>100-3250-7075-0000</u>	EQUIPMENT LEASING/RE	EQUIPMENT RENTALS - STREETS		92.86	
1033	AL'S KUBOTA TRACTOR	12/20/2019	Regular	0.00	7,373.01	104243
Payable #	Payable Type	Post Date	Payable Description	Discount Amount	Payable Amount	
	Account Number	Account Name	Item Description	Distribution Amount		
<u>164251</u>	Invoice	12/18/2019	EQUIPMENT MAINTENANCE	0.00	960.20	
	<u>100-6050-7090-0000</u>	EQUIPMENT SUPPLIES/M	EQUIPMENT MAINTENANCE		960.20	
<u>167118</u>	Invoice	12/19/2019	Billy Goat debris loader 37 series	0.00	6,412.81	
	<u>100-6050-8040-0000</u>	EQUIPMENT	Billy Goat debris loader 37 serie		6,412.81	
1050	AMAZON CAPITAL SERVICES	12/20/2019	Regular	0.00	2,491.45	104244
Payable #	Payable Type	Post Date	Payable Description	Discount Amount	Payable Amount	
	Account Number	Account Name	Item Description	Distribution Amount		
<u>11YX-W4MX-F4X</u>	Invoice	12/18/2019	DEPT SUPPLIES	0.00	465.18	
	<u>100-6050-7070-0000</u>	SPECIAL DEPT SUPPLIES	DEPT SUPPLIES		465.18	
<u>14M6-VPDT-FYVK</u>	Invoice	12/18/2019	BUILDING MAINTENANCE	0.00	106.63	
	<u>100-2050-7025-0000</u>	OFFICE SUPPLIES	BUILDING MAINTENANCE		34.12	
	<u>100-6000-7085-6040</u>	BLDG MAINT - POLICE DE	BUILDING MAINTENANCE		72.51	
<u>1FK7-W6RM-NM</u>	Invoice	12/18/2019	DEPT SUPPLIES	0.00	1,313.43	
	<u>240-2320-7096-0000</u>	PROGRAM COSTS - AMR	DEPT SUPPLIES		1,313.43	
<u>1KQ7-PD1K-DMH</u>	Invoice	12/18/2019	OFFICE SUPPLIES	0.00	25.83	
	<u>100-1150-7025-0000</u>	OFFICE SUPPLIES	OFFICE SUPPLIES		25.83	
<u>1QNY-PY7D-TGP</u>	Invoice	12/18/2019	OFFICE SUPPLIES	0.00	455.68	
	<u>100-2000-7025-0000</u>	OFFICE SUPPLIES	OFFICE SUPPLIES		22.78	
	<u>100-2050-7025-0000</u>	OFFICE SUPPLIES	OFFICE SUPPLIES		432.90	
<u>1W47-7RTD-YW6</u>	Invoice	12/18/2019	DEPT SUPPLIES	0.00	52.64	
	<u>100-6050-7070-0000</u>	SPECIAL DEPT SUPPLIES	DEPT SUPPLIES		52.64	
<u>1YK1-YQHJ-66YJ</u>	Invoice	12/18/2019	OFFICE SUPPLIES	0.00	72.06	
	<u>100-2000-7025-0000</u>	OFFICE SUPPLIES	OFFICE SUPPLIES		3.60	
	<u>100-2050-7025-0000</u>	OFFICE SUPPLIES	OFFICE SUPPLIES		68.46	
1053	AMERICAN FORENSIC NURSES	12/20/2019	Regular	0.00	150.00	104245
Payable #	Payable Type	Post Date	Payable Description	Discount Amount	Payable Amount	
	Account Number	Account Name	Item Description	Distribution Amount		
<u>72286</u>	Invoice	12/19/2019	American Forensic Nurses - Services	0.00	150.00	
	<u>100-2050-7068-0000</u>	CONTRACTUAL SERVICES	American Forensic Nurses - Serv		150.00	
3831	ANIMAL PEST MANAGEMENT SERVICES, INC	12/20/2019	Regular	0.00	75.00	104246
Payable #	Payable Type	Post Date	Payable Description	Discount Amount	Payable Amount	
	Account Number	Account Name	Item Description	Distribution Amount		
<u>601186</u>	Invoice	12/18/2019	BUILDING MAINTENANCE	0.00	75.00	
	<u>100-6000-7085-6029</u>	BLDG MAINT - CITY HALL	BUILDING MAINTENANCE		75.00	
3661	ARROWHEAD GROUP INC	12/20/2019	Regular	0.00	80.00	104247
Payable #	Payable Type	Post Date	Payable Description	Discount Amount	Payable Amount	
	Account Number	Account Name	Item Description	Distribution Amount		
<u>22334</u>	Invoice	12/19/2019	Backflow Testing and Repair	0.00	80.00	
	<u>100-6050-7068-5999</u>	CONTRACT SVC - ALL PAR	Backflow Testing and Repair		80.00	
1100	AUTOZONE	12/20/2019	Regular	0.00	40.93	104248
Payable #	Payable Type	Post Date	Payable Description	Discount Amount	Payable Amount	
	Account Number	Account Name	Item Description	Distribution Amount		
<u>2882147093</u>	Invoice	12/18/2019	VEHICLE MAINTENANCE	0.00	40.93	
	<u>750-7400-7037-0000</u>	VEHICLE MAINTENANCE	VEHICLE MAINTENANCE		40.93	
1005	A-Z BUS SALES,INC.	12/20/2019	Regular	0.00	340.00	104249

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Payable #	Payable Type	Post Date	Payable Description	Discount Amount	Payable Amount	
	Account Number	Account Name	Item Description	Distribution Amount		
518233	Invoice	12/18/2019	VEHICLE MAINTENANCE	0.00	340.00	
	750-7400-7037-0000		VEHICLE MAINTENANCE		340.00	
1127	BEAUMONT DO IT BEST HOME CENTER	12/20/2019	Regular	0.00	512.74	104250
Payable #	Payable Type	Post Date	Payable Description	Discount Amount	Payable Amount	
	Account Number	Account Name	Item Description	Distribution Amount		
480033	Invoice	12/18/2019	DEPT SUPPLIES	0.00	13.57	
	100-6000-7070-0000		SPECIAL DEPT SUPPLIES		13.57	
480193	Invoice	12/19/2019	DEPARTMENT SUPPLIES - SEWER	0.00	20.99	
	700-4050-7070-0000		SPECIAL DEPT SUPPLIES		20.99	
480338	Invoice	12/18/2019	VEHICLE MAINTENANCE	0.00	204.19	
	750-7300-7037-0000		VEHICLE MAINTENANCE		204.19	
480525	Invoice	12/18/2019	VEHICLE MAINTENANCE	0.00	47.19	
	100-6050-7037-0000		VEHICLE MAINTENANCE		47.19	
480573	Invoice	12/18/2019	VEHICLE MAINTENANCE	0.00	5.09	
	100-6050-7037-0000		VEHICLE MAINTENANCE		5.09	
480977	Invoice	12/19/2019	DEPARTMENT SUPPLIES - STREETS	0.00	8.51	
	100-3250-7070-0000		SPECIAL DEPT SUPPLIES		8.51	
481018	Invoice	12/18/2019	BUILDING MAINTENANCE	0.00	18.22	
	100-6000-7085-6025		BLDG MAINT - CITY HALL		18.22	
481019	Invoice	12/18/2019	BUILDING MAINTENANCE	0.00	34.30	
	100-6000-7085-6025		BLDG MAINT - CITY HALL		34.30	
481025	Invoice	12/18/2019	BUILDING MAINTENANCE	0.00	13.06	
	100-6000-7085-6045		BLDG MAINT- COMMUNI		13.06	
481147	Invoice	12/19/2019	DEPARTMENT SUPPLIES - STREETS	0.00	6.78	
	100-3250-7070-0000		SPECIAL DEPT SUPPLIES		6.78	
481158	Invoice	12/18/2019	BUILDING MAINTENANCE	0.00	56.68	
	100-6000-7085-6045		BLDG MAINT- COMMUNI		56.68	
481159	Invoice	12/18/2019	DEPT SUPPLIES	0.00	38.78	
	100-6050-7070-0000		SPECIAL DEPT SUPPLIES		38.78	
481321	Invoice	12/18/2019	VEHICLE MAINTENANCE	0.00	13.84	
	100-6000-7085-6045		BLDG MAINT- COMMUNI		13.84	
481330	Invoice	12/18/2019	EQUIPMENT MAINTENANCE	0.00	17.21	
	100-6000-7090-6025		EQUIPMENT SUPPLIES/M		17.21	
481361	Invoice	12/18/2019	BUILDING MAINTENANCE	0.00	9.49	
	100-6000-7085-6055		BLDG MAINT- FIRE STATIO		9.49	
481385	Invoice	12/19/2019	DEPARTMENT SUPPLIES - STREETS	0.00	4.84	
	100-3250-7070-0000		SPECIAL DEPT SUPPLIES		4.84	
	Void	12/20/2019	Regular	0.00	0.00	104251
1129	BEAUMONT GLASS & DOOR	12/20/2019	Regular	0.00	23.71	104252
Payable #	Payable Type	Post Date	Payable Description	Discount Amount	Payable Amount	
	Account Number	Account Name	Item Description	Distribution Amount		
108	Invoice	12/18/2019	DEPT SUPPLIES	0.00	23.71	
	100-6050-7070-5050		SPEC DEPT EXP - DEFORG		23.71	
1139	BEAUMONT POLICE OFFICERS ASSOCIATION	12/20/2019	Regular	0.00	5,330.00	104253
Payable #	Payable Type	Post Date	Payable Description	Discount Amount	Payable Amount	
	Account Number	Account Name	Item Description	Distribution Amount		
PD 12/06/19-12/	Invoice	12/18/2019	POLICE DUES	0.00	5,330.00	
	100-0000-2035-0000		C.O.P.S. DUES		5,330.00	
1136	BEAUMONT POWER EQUIPMENT	12/20/2019	Regular	0.00	67.99	104254

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Payable #	Payable Type	Post Date	Payable Description	Discount Amount	Payable Amount	
	Account Number	Account Name	Item Description	Distribution Amount		
2803	Invoice	12/18/2019	EQUIPMENT MAINTENANCE	0.00	18.00	
	<u>100-6050-7090-0000</u>		EQUIPMENT SUPPLIES/M		18.00	
2811	Invoice	12/18/2019	EQUIPMENT MAINTENANCE	0.00	49.99	
	<u>100-6050-7090-0000</u>		EQUIPMENT SUPPLIES/M		49.99	
3034	BENIGEL MONJE	12/20/2019	Regular	0.00	500.00	104255
Payable #	Payable Type	Post Date	Payable Description	Discount Amount	Payable Amount	
	Account Number	Account Name	Item Description	Distribution Amount		
RCT 903885	Invoice	12/18/2019	DEPOSIT REFUND	0.00	500.00	
	<u>100-0000-4590-0000</u>		BUILDING RENTAL		500.00	
1161	BIO-TOX LABORATORIES	12/20/2019	Regular	0.00	687.00	104256
Payable #	Payable Type	Post Date	Payable Description	Discount Amount	Payable Amount	
	Account Number	Account Name	Item Description	Distribution Amount		
38984	Invoice	12/19/2019	Bio Tox Blood Draw Analysis	0.00	46.00	
	<u>100-2050-7068-0000</u>		CONTRACTUAL SERVICES		46.00	
38985	Invoice	12/19/2019	Bio Tox Blood Draw Analysis	0.00	389.00	
	<u>100-2050-7068-0000</u>		CONTRACTUAL SERVICES		389.00	
39107	Invoice	12/19/2019	Bio Tox Blood Draw Analysis	0.00	252.00	
	<u>100-2050-7068-0000</u>		CONTRACTUAL SERVICES		252.00	
3215	BURGESON'S HEATING & AIR CONDITIONING, I	12/20/2019	Regular	0.00	429.00	104257
Payable #	Payable Type	Post Date	Payable Description	Discount Amount	Payable Amount	
	Account Number	Account Name	Item Description	Distribution Amount		
1179690	Invoice	12/18/2019	BUILDING MAINTENANCE	0.00	429.00	
	<u>100-6000-7085-6025</u>		BLDG MAINT - CITY HALL		429.00	
3602	BURRTEC WASTE GROUP, INC	12/20/2019	Regular	0.00	39,021.20	104258
Payable #	Payable Type	Post Date	Payable Description	Discount Amount	Payable Amount	
	Account Number	Account Name	Item Description	Distribution Amount		
12032019-2	Invoice	12/19/2019	SLUDGE HAULING SERVICES	0.00	39,021.20	
	<u>700-4050-7068-0000</u>		CONTRACTUAL SERVICES		39,021.20	
1242	CED	12/20/2019	Regular	0.00	115.83	104259
Payable #	Payable Type	Post Date	Payable Description	Discount Amount	Payable Amount	
	Account Number	Account Name	Item Description	Distribution Amount		
0954-471532	Invoice	12/19/2019	EQUIPMENT MAINTENANCE	0.00	64.11	
	<u>100-6000-7090-6048</u>		EQUIPMENT SUPPLIES/M		64.11	
0954-475101	Invoice	12/18/2019	DEPT SUPPLIES	0.00	51.72	
	<u>100-6050-7070-5050</u>		SPEC DEPT EXP - DEFORG		51.72	
1294	CIVICPLUS	12/20/2019	Regular	0.00	1,046.06	104260
Payable #	Payable Type	Post Date	Payable Description	Discount Amount	Payable Amount	
	Account Number	Account Name	Item Description	Distribution Amount		
193761	Invoice	12/18/2019	SOFTWARE QUARTERLY FEE	0.00	1,046.06	
	<u>100-1230-7071-0000</u>		SOFTWARE		1,046.06	
1299	CLEAN TECH ENVIRONMENTAL	12/20/2019	Regular	0.00	7.45	104261
Payable #	Payable Type	Post Date	Payable Description	Discount Amount	Payable Amount	
	Account Number	Account Name	Item Description	Distribution Amount		
378780	Invoice	12/18/2019	VEHICLE MAINTENANCE	0.00	7.45	
	<u>750-7300-7037-0000</u>		VEHICLE MAINTENANCE		7.45	
1305	CNOA	12/20/2019	Regular	0.00	120.00	104262

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Payable #	Payable Type	Post Date	Payable Description	Discount Amount	Payable Amount	
	Account Number	Account Name	Item Description	Distribution Amount		
<u>POST CERTIFIED P</u>	Invoice	12/18/2019	EMPLOYEE TRAINING - HUMAN TRAFFICKI	0.00	120.00	
	<u>100-2050-7066-0000</u>		TRAVEL, EDUCATION, TRA		120.00	
1310	COLONIAL LIFE	12/20/2019	Regular	0.00	578.92	104263
Payable #	Payable Type	Post Date	Payable Description	Discount Amount	Payable Amount	
	Account Number	Account Name	Item Description	Distribution Amount		
<u>CD 12/06/19-12/</u>	Invoice	12/18/2019	OPTIONAL EMPLOYEE INSURANCE	0.00	578.92	
	<u>100-0000-2051-0000</u>		COLONIAL INS-WITHHOL		578.92	
3299	CONVERGEONE	12/20/2019	Regular	0.00	3,525.00	104264
Payable #	Payable Type	Post Date	Payable Description	Discount Amount	Payable Amount	
	Account Number	Account Name	Item Description	Distribution Amount		
<u>PS128377</u>	Invoice	12/19/2019	PD ANNEX INSTALLATION OF CISCO ASA	0.00	3,525.00	
	<u>500-0000-8990-0000</u>		CAPITAL OUTLAY		3,525.00	
1340	CPS HR CONSULTING	12/20/2019	Regular	0.00	927.00	104265
Payable #	Payable Type	Post Date	Payable Description	Discount Amount	Payable Amount	
	Account Number	Account Name	Item Description	Distribution Amount		
<u>SOP50128</u>	Invoice	12/18/2019	HIRING COSTS	0.00	1,067.00	
	<u>100-1240-6050-0000</u>		RECRUITMENT AND HIRI		1,067.00	
<u>TRRTN400662</u>	Credit Memo	12/18/2019	HIRING COSTS - CREDIT MEMO	0.00	-140.00	
	<u>100-1240-6050-0000</u>		RECRUITMENT AND HIRI		-140.00	
1353	CUSTOM TROPHIES	12/20/2019	Regular	0.00	107.75	104266
Payable #	Payable Type	Post Date	Payable Description	Discount Amount	Payable Amount	
	Account Number	Account Name	Item Description	Distribution Amount		
<u>000902</u>	Invoice	12/18/2019	OFFICE SUPPLIES	0.00	86.20	
	<u>100-1050-7025-0000</u>		OFFICE SUPPLIES		86.20	
<u>000905</u>	Invoice	12/18/2019	OFFICE SUPPLIES	0.00	21.55	
	<u>100-1050-7025-0000</u>		OFFICE SUPPLIES		10.77	
	<u>100-1350-7025-0000</u>		OFFICE SUPPLIES		10.78	
1237	DANIEL WILLIAM DOPP	12/20/2019	Regular	0.00	310.00	104267
Payable #	Payable Type	Post Date	Payable Description	Discount Amount	Payable Amount	
	Account Number	Account Name	Item Description	Distribution Amount		
<u>1525</u>	Invoice	12/18/2019	PROFESSIONAL SERVICES	0.00	310.00	
	<u>100-2030-7039-0000</u>		CODE ENFORCEMENT		310.00	
1382	DEANN DOBBINS	12/20/2019	Regular	0.00	500.00	104268
Payable #	Payable Type	Post Date	Payable Description	Discount Amount	Payable Amount	
	Account Number	Account Name	Item Description	Distribution Amount		
<u>RCT 938163</u>	Invoice	12/18/2019	DEPOSIT REFUND	0.00	500.00	
	<u>100-0000-4590-0000</u>		BUILDING RENTAL		500.00	
1401	DEPARTMENT OF INDUSTRIAL RELATIONS	12/20/2019	Regular	0.00	53,553.21	104269
Payable #	Payable Type	Post Date	Payable Description	Discount Amount	Payable Amount	
	Account Number	Account Name	Item Description	Distribution Amount		
<u>OSIP 67105</u>	Invoice	12/18/2019	ASSESSMENT FOR FISCAL YEAR 07/01/19-	0.00	53,553.21	
	<u>100-1240-6022-0000</u>		WORKERS COMP		53,553.21	
1402	DEPARTMENT OF JUSTICE	12/20/2019	Regular	0.00	1,395.00	104270
Payable #	Payable Type	Post Date	Payable Description	Discount Amount	Payable Amount	
	Account Number	Account Name	Item Description	Distribution Amount		
<u>419346</u>	Invoice	12/19/2019	Department of Justice - Livescan Fees	0.00	1,395.00	
	<u>100-2050-7031-0000</u>		LIVE SCAN-FINGERPRINTI		1,395.00	
2846	DIVERSIFIED DISTRIBUTION	12/20/2019	Regular	0.00	559.84	104271

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Payable #	Payable Type	Post Date	Payable Description	Discount Amount	Payable Amount	
	Account Number	Account Name	Item Description	Distribution Amount		
176632	Invoice	12/18/2019	DEPT SUPPLIES	0.00	559.84	
	<u>750-7100-7070-0000</u>		SPECIAL DEPT SUPPLIES		58.93	
	<u>750-7400-7070-0000</u>		SPECIAL DEPT SUPPLIES		147.33	
	<u>750-7600-7070-0000</u>		SPECIAL DEPT SUPPLIES		88.39	
	<u>750-7700-7070-0000</u>		SPECIAL DEPT SUPPLIES		88.39	
	<u>750-7800-7070-0000</u>		SPECIAL DEPT SUPPLIES		29.47	
	<u>750-7900-7070-0000</u>		SPECIAL DEPT SUPPLIES		29.47	
	<u>750-8000-7070-0000</u>		SPECIAL DEPT SUPPLIES		29.47	
	<u>750-8100-7070-0000</u>		SPECIAL DEPT SUPPLIES		58.93	
	<u>750-8200-7070-0000</u>		SPECIAL DEPT SUPPLIES		29.46	
3641	ERIC ARROYO	12/20/2019	Regular	0.00	1,500.00	104272
Payable #	Payable Type	Post Date	Payable Description	Discount Amount	Payable Amount	
	Account Number	Account Name	Item Description	Distribution Amount		
2150	Invoice	12/18/2019	HIRING COSTS	0.00	1,500.00	
	<u>100-1240-6050-0000</u>		RECRUITMENT AND HIRI		1,500.00	
1501	FAIRVIEW FORD	12/20/2019	Regular	0.00	6.80	104273
Payable #	Payable Type	Post Date	Payable Description	Discount Amount	Payable Amount	
	Account Number	Account Name	Item Description	Distribution Amount		
651484	Invoice	12/18/2019	VEHICLE MAINTENANCE	0.00	6.80	
	<u>100-6050-7037-0000</u>		VEHICLE MAINTENANCE		6.80	
2588	FAST LUBE AND TUNE	12/20/2019	Regular	0.00	279.96	104274
Payable #	Payable Type	Post Date	Payable Description	Discount Amount	Payable Amount	
	Account Number	Account Name	Item Description	Distribution Amount		
58516	Invoice	12/18/2019	VEHICLE MAINTENANCE	0.00	69.99	
	<u>750-7100-7037-0000</u>		VEHICLE MAINTENANCE		69.99	
58597	Invoice	12/18/2019	VEHICLE MAINTENANCE	0.00	69.99	
	<u>750-7600-7037-0000</u>		VEHICLE MAINTENANCE		69.99	
58618	Invoice	12/18/2019	VEHICLE MAINTENANCE	0.00	69.99	
	<u>750-7400-7037-0000</u>		VEHICLE MAINTENANCE		69.99	
58709	Invoice	12/18/2019	VEHICLE MAINTENANCE	0.00	69.99	
	<u>750-7800-7037-0000</u>		VEHICLE MAINTENANCE		69.99	
1509	FEDEX	12/20/2019	Regular	0.00	37.76	104275
Payable #	Payable Type	Post Date	Payable Description	Discount Amount	Payable Amount	
	Account Number	Account Name	Item Description	Distribution Amount		
6-853-94371	Invoice	12/18/2019	OFFICE SUPPLIES	0.00	37.76	
	<u>100-2050-7025-0000</u>		OFFICE SUPPLIES		37.76	
1518	FLYERS ENERGY	12/20/2019	Regular	0.00	2,377.77	104276
Payable #	Payable Type	Post Date	Payable Description	Discount Amount	Payable Amount	
	Account Number	Account Name	Item Description	Distribution Amount		
CFS-2109697	Invoice	12/18/2019	FUEL EXPENSE	0.00	715.76	
	<u>750-7100-7050-0000</u>		FUEL		68.85	
	<u>750-7400-7050-0000</u>		FUEL		574.08	
	<u>750-7600-7050-0000</u>		FUEL		3.33	
	<u>750-7700-7050-0000</u>		FUEL		69.50	
CFS-2120291	Invoice	12/18/2019	FUEL EXPENSE	0.00	1,662.01	
	<u>750-7100-7050-0000</u>		FUEL		226.21	
	<u>750-7400-7050-0000</u>		FUEL		1,037.19	
	<u>750-7600-7050-0000</u>		FUEL		3.33	
	<u>750-7700-7050-0000</u>		FUEL		306.89	
	<u>750-8000-7050-0000</u>		FUEL		88.39	
1519	FORD MOTOR CREDIT CO.	12/20/2019	Regular	0.00	2,264.06	104277



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Vendor Number	Vendor Name	Payment Date	Payment Type	Discount Amount	Payment A	
Payable #	Payable Type	Post Date	Payable Description	Discount Amount	Payable Amount	
	Account Number	Account Name	Item Description	Distribution Amount		
1706393	Invoice 100-2050-8060-0000	12/19/2019	Ford Motor Credit VEHICLES	0.00	2,264.06	
1522	FOX OCCUPATIONAL 12/20/2019 Regular			0.00	415.00	104278
113459	Invoice 100-1240-6050-0000	12/18/2019	HIRING COSTS RECRUITMENT AND HIRI	0.00	415.00	
3782	FRANCISCO CISNEROS 12/20/2019 Regular			0.00	4,000.00	104279
133	Invoice 500-0000-8990-0000	12/19/2019	Paint in Rooms 2 and 3 CAPITAL OUTLAY	0.00	4,000.00	
1533	FRONTIER COMMUNICATIONS 12/20/2019 Regular			0.00	1,020.24	104280
213-180-1992-06	Invoice 100-1230-7015-6045	12/18/2019	PHONE UTILITY TELEPHONE (COMM CTR)	0.00	175.98	
951-769-5188-00	Invoice 100-1230-7015-6045	12/18/2019	PHONE UTILITY TELEPHONE (COMM CTR)	0.00	358.08	
951-769-8533-09	Invoice 750-7300-7015-0000	12/18/2019	PHONE UTILITY TELEPHONE	0.00	54.26	
951-769-8534-04	Invoice 700-4050-7015-0000	12/18/2019	PHONE UTILITY - WWTP TELEPHONE	0.00	319.94	
951-845-9839-09	Invoice 100-1230-7015-6041	12/18/2019	PHONE UTILITY TELEPHONE (PD ANNEX)	0.00	111.98	
1549	FTI SERVICES 12/20/2019 Regular			0.00	6,850.00	104281
93894	Invoice 100-1230-7072-6040	12/19/2019	FTI Services COMPUTER SUPPLIES/MA	0.00	6,850.00	
1553	GALLS INC. 12/20/2019 Regular			0.00	1,620.99	104282
BC0994233	Invoice 100-2050-7065-0000	12/18/2019	EMPLOYEE UNIFORM UNIFORMS	0.00	1,620.99	
1612	HEARD'S INVESTIGATIONS AND POLYGRAPH LL 12/20/2019 Regular			0.00	150.00	104283
6317	Invoice 100-1240-6050-0000	12/18/2019	HIRING COSTS RECRUITMENT AND HIRI	0.00	150.00	
3572	HECTOR ALVARADO 12/20/2019 Regular			0.00	2,000.00	104284

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Vendor Number	Vendor Name	Payment Date	Payment Type	Discount Amount	Payment A	
Payable #	Payable Type	Post Date	Payable Description	Discount Amount	Payable Amount	
	Account Number	Account Name	Item Description	Distribution Amount		
<u>1103</u>	Invoice	12/19/2019	Bus Washing Service	0.00	2,000.00	
	<u>750-7100-7068-0000</u>		CONTRACTUAL SERVICES		200.00	
	<u>750-7400-7068-0000</u>		CONTRACTUAL EXPENSES		500.00	
	<u>750-7600-7068-0000</u>		CONTRACTUAL SERVICES		300.00	
	<u>750-7700-7068-0000</u>		CONTRACTUAL SERVICES		300.00	
	<u>750-7800-7068-0000</u>		CONTRACTUAL SERVICES		100.00	
	<u>750-7900-7068-0000</u>		CONTRACTUAL SERVICES		100.00	
	<u>750-8000-7068-0000</u>		CONTRACTUAL SERVICES		100.00	
	<u>750-8100-7068-0000</u>		CONTRACTUAL SERVICES		240.00	
	<u>750-8200-7068-0000</u>		CONTRACTUAL SERVICES		160.00	
1624	HIGH TECH IRRIGATION, INC.	12/20/2019	Regular	0.00	1,391.39	104285
Payable #	Payable Type	Post Date	Payable Description	Discount Amount	Payable Amount	
	Account Number	Account Name	Item Description	Distribution Amount		
<u>598913</u>	Invoice	12/19/2019	DEPT SUPPLIES	0.00	888.38	
	<u>100-6050-7070-5999</u>		SPEC DEPT EXP - ALL PAR		888.38	
<u>599874</u>	Invoice	12/18/2019	DEPT SUPPLIES	0.00	503.01	
	<u>100-6050-7070-5300</u>		SPEC DEPT EXP - SENECA		503.01	
1643	HUNTINGTON COURT REPORTERS & TRANSCRI	12/20/2019	Regular	0.00	534.80	104286
Payable #	Payable Type	Post Date	Payable Description	Discount Amount	Payable Amount	
	Account Number	Account Name	Item Description	Distribution Amount		
<u>32547</u>	Invoice	12/19/2019	Transcription Services	0.00	534.80	
	<u>100-2050-7068-0000</u>		CONTRACTUAL SERVICES		534.80	
1657	IN GEAR TECHNOLOGY	12/20/2019	Regular	0.00	154.90	104287
Payable #	Payable Type	Post Date	Payable Description	Discount Amount	Payable Amount	
	Account Number	Account Name	Item Description	Distribution Amount		
<u>6202</u>	Invoice	12/18/2019	VEHICLE MAINTENANCE	0.00	154.90	
	<u>100-2050-7037-0000</u>		VEHICLE MAINTENANCE		45.00	
	<u>100-2050-7037-0000</u>		VEHICLE MAINTENANCE		109.90	
1662	INFOSEND, INC	12/20/2019	Regular	0.00	8,564.61	104288
Payable #	Payable Type	Post Date	Payable Description	Discount Amount	Payable Amount	
	Account Number	Account Name	Item Description	Distribution Amount		
<u>162996</u>	Invoice	12/18/2019	BILLING SERVICES	0.00	8,564.61	
	<u>700-4050-7068-0000</u>		CONTRACTUAL SERVICES		8,564.61	
1704	JAYTOWN INDUSTRIES, INC.	12/20/2019	Regular	0.00	2,710.54	104289
Payable #	Payable Type	Post Date	Payable Description	Discount Amount	Payable Amount	
	Account Number	Account Name	Item Description	Distribution Amount		
<u>3878</u>	Invoice	12/19/2019	VEHICLE MAINTENANCE	0.00	2,710.54	
	<u>100-1200-7037-0000</u>		VEHICLE MAINTENANCE		2,710.54	
3869	JESSICA DEMCK MATHE	12/20/2019	Regular	0.00	40.00	104290
Payable #	Payable Type	Post Date	Payable Description	Discount Amount	Payable Amount	
	Account Number	Account Name	Item Description	Distribution Amount		
<u>RCT 953689</u>	Invoice	12/18/2019	DEPOSIT REFUND	0.00	40.00	
	<u>100-0000-4590-0000</u>		BUILDING RENTAL		40.00	
2938	JOJO'S GRILL-A-DOG	12/20/2019	Regular	0.00	1,144.84	104291
Payable #	Payable Type	Post Date	Payable Description	Discount Amount	Payable Amount	
	Account Number	Account Name	Item Description	Distribution Amount		
<u>010920</u>	Invoice	12/18/2019	EMPLOYEE ANNUAL EVENT	0.00	1,144.84	
	<u>100-1240-7035-0000</u>		LOCAL MEETINGS		1,144.84	
1773	KAISER FOUNDATION HEALTH PLAN	12/20/2019	Regular	0.00	145,482.92	104292

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Vendor Number	Vendor Name	Payment Date	Payment Type	Discount Amount	Payment A	
Payable #	Payable Type	Post Date	Payable Description	Discount Amount	Payable Amount	
	Account Number	Account Name	Item Description	Distribution Amount		
JANUARY 2020	Invoice	12/18/2019	HEALTH INSURANCE	0.00	145,482.92	
	<u>100-1200-6020-0000</u>		HEALTH INSURANCE		6,914.55	
	<u>100-1225-6020-0000</u>		HEALTH INSURANCE		3,086.87	
	<u>100-1230-6020-0000</u>		HEALTH INSURANCE		4,521.89	
	<u>100-1240-6020-0000</u>		HEALTH INSURANCE		1,234.77	
	<u>100-1350-6020-0000</u>		HEALTH INSURANCE		3,210.35	
	<u>100-1550-6020-0000</u>		HEALTH INSURANCE		679.12	
	<u>100-2000-6020-0000</u>		HEALTH INSURANCE		3,704.20	
	<u>100-2050-6020-0000</u>		HEALTH INSURANCE		51,442.02	
	<u>100-2090-6020-0000</u>		HEALTH INSURANCE		11,236.19	
	<u>100-2150-6020-0000</u>		HEALTH INSURANCE		6,914.55	
	<u>100-3100-6020-0000</u>		HEALTH INSURANCE		8,643.17	
	<u>100-3250-6020-0000</u>		HEALTH INSURANCE		7,408.40	
	<u>100-6050-6020-0000</u>		HEALTH INSURANCE		16,298.59	
	<u>700-4050-6020-0000</u>		HEALTH INSURANCE		1,852.10	
	<u>750-7000-6020-0000</u>		HEALTH INSURANCE		3,766.00	
	<u>750-7100-6020-0000</u>		HEALTH INSURANCE		1,234.77	
	<u>750-7300-6020-0000</u>		HEALTH INSURANCE		5,679.84	
	<u>750-7400-6020-0000</u>		HEALTH INSURANCE		1,358.25	
	<u>750-7600-6020-0000</u>		HEALTH INSURANCE		1,358.25	
	<u>750-7700-6020-0000</u>		HEALTH INSURANCE		2,469.49	
	<u>750-7800-6020-0000</u>		HEALTH INSURANCE		1,234.77	
	<u>750-7900-6020-0000</u>		HEALTH INSURANCE		1,234.78	
1803	KNORR SYSTEMS INC.	12/20/2019	Regular	0.00	490.43	104293
Payable #	Payable Type	Post Date	Payable Description	Discount Amount	Payable Amount	
	Account Number	Account Name	Item Description	Distribution Amount		
<u>SI212960</u>	Invoice	12/18/2019	EQUIPMENT MAINTENANCE	0.00	490.43	
	<u>100-6000-7090-6048</u>		EQUIPMENT SUPPLIES/M		490.43	
1805	KONICA MINOLTA BUSINESS SOLUTIONS	12/20/2019	Regular	0.00	123.92	104294
Payable #	Payable Type	Post Date	Payable Description	Discount Amount	Payable Amount	
	Account Number	Account Name	Item Description	Distribution Amount		
<u>34488507</u>	Invoice	12/18/2019	EQUIPMENT MAINTENANCE	0.00	123.92	
	<u>100-1230-7090-6041</u>		EQUIP SUPPLIES/MAINT (123.92	
3271	KS STATEBANK	12/20/2019	Regular	0.00	11,830.77	104295
Payable #	Payable Type	Post Date	Payable Description	Discount Amount	Payable Amount	
	Account Number	Account Name	Item Description	Distribution Amount		
<u>3353429 02/01/2</u>	Invoice	12/19/2019	VACTOR TRUCK & PATCH TRUCK	0.00	11,830.77	
	<u>100-3250-8060-0000</u>		VEHICLES		3,194.30	
	<u>710-0000-8060-0000</u>		VEHICLES		8,636.47	
3379	LAW OFFICES BURKE, WILLIAMS & SORENSEN,	12/20/2019	Regular	0.00	1,878.00	104296
Payable #	Payable Type	Post Date	Payable Description	Discount Amount	Payable Amount	
	Account Number	Account Name	Item Description	Distribution Amount		
<u>248463</u>	Invoice	12/18/2019	LEGAL SERVICES	0.00	1,878.00	
	<u>120-9663-7300-0000</u>		CONTRACTUAL SERVICES		1,878.00	
1853	LEWIS BRISBOIS BISGAARD & SMITH LLP	12/20/2019	Regular	0.00	292.50	104297
Payable #	Payable Type	Post Date	Payable Description	Discount Amount	Payable Amount	
	Account Number	Account Name	Item Description	Distribution Amount		
<u>2493774</u>	Invoice	12/18/2019	LEGAL SERVICES	0.00	292.50	
	<u>120-9663-7300-0000</u>		CONTRACTUAL SERVICES		292.50	
1854	LEXIPOL LLC	12/20/2019	Regular	0.00	14,138.00	104298

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Vendor Number	Vendor Name	Payment Date	Payment Type	Discount Amount	Payment A	
Payable #	Payable Type	Post Date	Payable Description	Discount Amount	Payable Amount	
	Account Number	Account Name	Item Description	Distribution Amount		
31771	Invoice <u>100-2050-7030-0000</u>	12/19/2019	Lexipol Manual Updates and Managemen DUES & SUBSCRIPTIONS Lexipol Manual Updates and Ma	0.00	14,138.00	
1856	LEXISNEXIS RISK SOLUTIONS	12/20/2019	Regular	0.00	1,275.00	104299
1559152-201911	Invoice <u>100-1230-7071-6040</u>	12/18/2019	SOFTWARE SOFTWARE (POLICE DEPT SOFTWARE	0.00	1,275.00	
1916	MARK THOMAS & COMPANY, INC	12/20/2019	Regular	0.00	1,170.00	104300
35205	Invoice <u>500-0000-7068-0000</u>	12/19/2019	DESIGN & CONSULTING SERVICES AMEND CONTRACTUAL SERVICE DESIGN & CONSULTING SERVICE	0.00	1,170.00	
2619	MICHAEL DICK	12/20/2019	Regular	0.00	450.00	104301
0037	Invoice <u>100-6000-7085-6025</u>	12/18/2019	BUILDING MAINTENANCE BLDG MAINT - CITY HALL BUILDING MAINTENANCE	0.00	450.00	
1984	NAPA AUTO PARTS	12/20/2019	Regular	0.00	947.96	104302
107835	Invoice <u>100-2050-7037-0000</u>	12/18/2019	VEHICLE MAINTENANCE VEHICLE MAINTENANCE VEHICLE MAINTENANCE	0.00	67.99	
108434	Invoice <u>100-6050-7037-0000</u>	12/18/2019	VEHICLE MAINTENANCE VEHICLE MAINTENANCE VEHICLE MAINTENANCE	0.00	217.07	
108494	Invoice <u>750-7300-7037-0000</u>	12/18/2019	VEHICLE MAINTENANCE VEHICLE MAINTENANCE VEHICLE MAINTENANCE	0.00	37.68	
108503	Invoice <u>750-7100-7037-0000</u>	12/18/2019	VEHICLE MAINTENANCE VEHICLE MAINTENANCE VEHICLE MAINTENANCE	0.00	143.29	
108647	Invoice <u>750-7600-7037-0000</u>	12/18/2019	VEHICLE MAINTENANCE VEHICLE MAINTENANCE VEHICLE MAINTENANCE	0.00	21.00	
108831	Invoice <u>750-7300-7037-0000</u>	12/18/2019	VEHICLE MAINTENANCE VEHICLE MAINTENANCE VEHICLE MAINTENANCE	0.00	59.22	
108947	Invoice <u>750-7300-7037-0000</u>	12/18/2019	VEHICLE MAINTENANCE VEHICLE MAINTENANCE VEHICLE MAINTENANCE	0.00	29.61	
108972	Invoice <u>750-7700-7037-0000</u>	12/18/2019	VEHICLE MAINTENANCE VEHICLE MAINTENANCE VEHICLE MAINTENANCE	0.00	6.99	
109115	Invoice <u>750-7600-7037-0000</u>	12/18/2019	VEHICLE MAINTENANCE VEHICLE MAINTENANCE VEHICLE MAINTENANCE	0.00	8.07	
109386	Invoice <u>750-7600-7037-0000</u>	12/18/2019	VEHICLE MAINTENANCE VEHICLE MAINTENANCE VEHICLE MAINTENANCE	0.00	9.14	
109396	Invoice <u>750-7600-7037-0000</u>	12/18/2019	VEHICLE MAINTENANCE VEHICLE MAINTENANCE VEHICLE MAINTENANCE	0.00	6.99	
109453	Invoice <u>750-7400-7037-0000</u>	12/18/2019	VEHICLE MAINTENANCE VEHICLE MAINTENANCE VEHICLE MAINTENANCE	0.00	92.65	
109497	Invoice <u>750-7600-7037-0000</u>	12/18/2019	VEHICLE MAINTENANCE VEHICLE MAINTENANCE VEHICLE MAINTENANCE	0.00	9.69	
109863	Invoice <u>750-7300-7037-0000</u>	12/18/2019	VEHICLE MAINTENANCE VEHICLE MAINTENANCE VEHICLE MAINTENANCE	0.00	12.89	
109888	Invoice <u>750-8100-7037-0000</u>	12/18/2019	VEHICLE MAINTENANCE VEHICLE MAINTENANCE VEHICLE MAINTENANCE	0.00	138.14	



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Vendor Number	Vendor Name	Payment Date	Payment Type	Discount Amount	Payment A	
<u>109979</u>	Invoice	12/18/2019	VEHICLE MAINTENANCE	0.00	25.73	
	<u>750-7300-7037-0000</u>		VEHICLE MAINTENANCE		25.73	
<u>110120</u>	Invoice	12/18/2019	VEHICLE MAINTENANCE	0.00	61.81	
	<u>750-7300-7037-0000</u>		VEHICLE MAINTENANCE		61.81	
3870	**Void**	12/20/2019	Regular	0.00	0.00	104303
	NORMA BALLEW	12/20/2019	Regular	0.00	67.96	104304
Payable #	Payable Type	Post Date	Payable Description	Discount Amount	Payable Amount	
Account Number	Account Name	Item Description	Distribution Amount			
<u>07-072655-02</u>	Invoice	12/18/2019	REIMBURSE OVER PAYMENT ON UTILITY A	0.00	67.96	
	<u>100-0000-1400-0000</u>		A/R - UTILITIES		67.96	
2009	O'REILLY AUTO PARTS	12/20/2019	Regular	0.00	719.55	104305
Payable #	Payable Type	Post Date	Payable Description	Discount Amount	Payable Amount	
Account Number	Account Name	Item Description	Distribution Amount			
<u>2678-224048</u>	Invoice	12/18/2019	VEHICLE MAINTENANCE	0.00	68.21	
	<u>750-7400-7037-0000</u>		VEHICLE MAINTENANCE		68.21	
<u>2678-226685</u>	Invoice	12/18/2019	VEHICLE MAINTENANCE	0.00	19.43	
	<u>750-7300-7037-0000</u>		VEHICLE MAINTENANCE		19.43	
<u>2678-228102</u>	Invoice	12/18/2019	VEHICLE MAINTENANCE	0.00	25.85	
	<u>100-6050-7037-0000</u>		VEHICLE MAINTENANCE		25.85	
<u>2678-228103</u>	Invoice	12/18/2019	VEHICLE MAINTENANCE	0.00	3.76	
	<u>750-7100-7037-0000</u>		VEHICLE MAINTENANCE		3.76	
<u>2678-228298</u>	Invoice	12/18/2019	VEHICLE MAINTENANCE	0.00	214.53	
	<u>750-7100-7037-0000</u>		VEHICLE MAINTENANCE		214.53	
<u>2678-228476</u>	Credit Memo	12/18/2019	VEHICLE MAINTENANCE	0.00	-79.74	
	<u>750-7100-7037-0000</u>		VEHICLE MAINTENANCE		-79.74	
<u>2678-229982</u>	Invoice	12/18/2019	VEHICLE MAINTENANCE	0.00	33.48	
	<u>750-7400-7037-0000</u>		VEHICLE MAINTENANCE		33.48	
<u>2678-230109</u>	Invoice	12/18/2019	VEHICLE MAINTENANCE	0.00	45.03	
	<u>750-7600-7037-0000</u>		VEHICLE MAINTENANCE		45.03	
<u>2678-230180</u>	Invoice	12/18/2019	VEHICLE MAINTENANCE	0.00	71.30	
	<u>100-2150-7037-0000</u>		VEHICLE MAINTENANCE		71.30	
<u>2678-230250</u>	Invoice	12/18/2019	VEHICLE MAINTENANCE	0.00	362.14	
	<u>750-7600-7037-0000</u>		VEHICLE MAINTENANCE		362.14	
<u>2678-230276</u>	Invoice	12/18/2019	VEHICLE MAINTENANCE	0.00	21.46	
	<u>750-7300-7037-0000</u>		VEHICLE MAINTENANCE		21.46	
<u>2678-230741</u>	Credit Memo	12/18/2019	VEHICLE MAINTENANCE	0.00	-329.17	
	<u>750-7600-7037-0000</u>		VEHICLE MAINTENANCE		-329.17	
<u>2678-232342</u>	Invoice	12/18/2019	VEHICLE MAINTENANCE	0.00	42.93	
	<u>750-7300-7037-0000</u>		VEHICLE MAINTENANCE		42.93	
<u>2678-232420</u>	Invoice	12/18/2019	VEHICLE MAINTENANCE	0.00	38.85	
	<u>750-7300-7037-0000</u>		VEHICLE MAINTENANCE		38.85	
<u>2678-232426</u>	Invoice	12/18/2019	VEHICLE MAINTENANCE	0.00	17.22	
	<u>100-6050-7037-0000</u>		VEHICLE MAINTENANCE		17.22	
<u>2678-232520</u>	Invoice	12/18/2019	VEHICLE MAINTENANCE	0.00	30.82	
	<u>750-7700-7037-0000</u>		VEHICLE MAINTENANCE		30.82	
<u>2678-232557</u>	Invoice	12/18/2019	VEHICLE MAINTENANCE	0.00	14.40	
	<u>750-7100-7037-0000</u>		VEHICLE MAINTENANCE		14.40	
<u>2678-232571</u>	Invoice	12/18/2019	VEHICLE MAINTENANCE	0.00	5.65	
	<u>750-7100-7037-0000</u>		VEHICLE MAINTENANCE		5.65	
<u>2678-232661</u>	Invoice	12/18/2019	VEHICLE MAINTENANCE	0.00	48.46	
	<u>750-7100-7037-0000</u>		VEHICLE MAINTENANCE		48.46	
<u>2678-232747</u>	Invoice	12/18/2019	VEHICLE MAINTENANCE	0.00	64.94	

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Vendor Number	Vendor Name	Payment Date	Payment Type	Discount Amount	Payment A	
	750-7400-7037-0000	VEHICLE MAINTENANCE	VEHICLE MAINTENANCE		64.94	
2026	**Void**	12/20/2019	Regular	0.00	0.00	104306
	PACIFIC ALARM SERVICE	12/20/2019	Regular	0.00	335.40	104307
Payable #	Payable Type	Post Date	Payable Description	Discount Amount	Payable Amount	
	Account Number	Account Name	Item Description	Distribution Amount		
R 152182	Invoice	12/18/2019	SECURITY SERVICES	0.00	158.40	
	100-6000-7087-6025	SECURITY - CITY HALL	SECURITY SERVICES		158.40	
R 152185	Invoice	12/18/2019	SECURITY SERVICES	0.00	61.50	
	750-7300-7087-0000	SECURITY SERVICES	SECURITY SERVICES		61.50	
R 152186	Invoice	12/18/2019	SECURITY SERVICES	0.00	55.65	
	750-7000-7087-0000	SECURITY SERVICES	SECURITY SERVICES		55.65	
R 152188	Invoice	12/18/2019	SECURITY SERVICES	0.00	59.85	
	700-4050-7087-0000	SECURITY SERVICES	SECURITY SERVICES		59.85	
2039	PARKHOUSE TIRE, INC.	12/20/2019	Regular	0.00	1,821.16	104308
Payable #	Payable Type	Post Date	Payable Description	Discount Amount	Payable Amount	
	Account Number	Account Name	Item Description	Distribution Amount		
2030180391	Invoice	12/18/2019	VEHICLE MAINTENANCE	0.00	108.00	
	750-7300-7037-0000	VEHICLE MAINTENANCE	VEHICLE MAINTENANCE		108.00	
2030183559	Invoice	12/18/2019	VEHICLE MAINTENANCE	0.00	401.49	
	750-7300-7037-0000	VEHICLE MAINTENANCE	VEHICLE MAINTENANCE		401.49	
2030183924	Invoice	12/18/2019	VEHICLE MAINTENANCE	0.00	942.71	
	100-6050-7037-0000	VEHICLE MAINTENANCE	VEHICLE MAINTENANCE		942.71	
2030184740	Invoice	12/18/2019	VEHICLE MAINTENANCE	0.00	368.96	
	750-7400-7037-0000	VEHICLE MAINTENANCE	VEHICLE MAINTENANCE		368.96	
3871	PRI MANAGEMENT GROUP	12/20/2019	Regular	0.00	390.00	104309
Payable #	Payable Type	Post Date	Payable Description	Discount Amount	Payable Amount	
	Account Number	Account Name	Item Description	Distribution Amount		
01/16/20	Invoice	12/18/2019	EMPLOYEE EDUCATION	0.00	390.00	
	100-2050-7066-0000	TRAVEL, EDUCATION, TRA	EMPLOYEE EDUCATION		195.00	
	100-2090-7066-0000	TRAVEL, EDUCATION, TRA	EMPLOYEE EDUCATION		195.00	
3652	PRUDENTIAL OVERALL SUPPLY	12/20/2019	Regular	0.00	1,882.75	104310
Payable #	Payable Type	Post Date	Payable Description	Discount Amount	Payable Amount	
	Account Number	Account Name	Item Description	Distribution Amount		
22881003	Invoice	12/19/2019	Prudential Uniforms	0.00	97.79	
	100-6050-7065-0000	UNIFORMS	UNIFORM MAINTENANCE		97.79	
22884626	Invoice	12/19/2019	Prudential Uniforms	0.00	95.11	
	100-6050-7065-0000	UNIFORMS	UNIFORM MAINTENANCE		95.11	
22888319	Invoice	12/19/2019	Prudential Uniforms	0.00	141.39	
	750-7100-7065-0000	UNIFORMS	UNIFORM MAINTENANCE		17.58	
	750-7400-7065-0000	UNIFORMS	UNIFORM MAINTENANCE		34.48	
	750-7600-7065-0000	UNIFORMS	UNIFORM MAINTENANCE		29.14	
	750-7700-7065-0000	UNIFORMS	UNIFORM MAINTENANCE		20.76	
	750-7800-7065-0000	UNIFORMS	UNIFORM MAINTENANCE		20.76	
	750-7900-7065-0000	UNIFORMS	UNIFORM MAINTENANCE		18.67	
22888321	Invoice	12/19/2019	Prudential Uniforms	0.00	54.20	
	750-7300-7065-0000	UNIFORMS	UNIFORM MAINTENANCE		54.20	
22888323	Invoice	12/19/2019	Prudential Uniforms	0.00	97.54	
	100-6050-7065-0000	UNIFORMS	UNIFORM MAINTENANCE		97.54	
22891735	Invoice	12/19/2019	Prudential Uniforms	0.00	144.37	
	750-7100-7065-0000	UNIFORMS	UNIFORM MAINTENANCE		17.58	
	750-7400-7065-0000	UNIFORMS	UNIFORM MAINTENANCE		34.48	
	750-7600-7065-0000	UNIFORMS	UNIFORM MAINTENANCE		29.14	
	750-7700-7065-0000	UNIFORMS	UNIFORM MAINTENANCE		20.76	



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Vendor Number	Vendor Name	Payment Date	Payment Type	Discount Amount	Payment A	
	<u>750-7800-7065-0000</u>	UNIFORMS	UNIFORM MAINTENANCE		20.76	
	<u>750-7900-7065-0000</u>	UNIFORMS	UNIFORM MAINTENANCE		21.65	
<u>22891737</u>	Invoice	12/19/2019	Prudential Uniforms	0.00	54.20	
	<u>750-7300-7065-0000</u>	UNIFORMS	UNIFORM MAINTENANCE		54.20	
<u>22891739</u>	Invoice	12/19/2019	Prudential Uniforms	0.00	97.54	
	<u>100-6050-7065-0000</u>	UNIFORMS	UNIFORM MAINTENANCE		97.54	
<u>22895539</u>	Invoice	12/19/2019	Prudential Uniforms	0.00	144.37	
	<u>750-7100-7065-0000</u>	UNIFORMS	UNIFORM MAINTENANCE		17.58	
	<u>750-7400-7065-0000</u>	UNIFORMS	UNIFORM MAINTENANCE		34.57	
	<u>750-7600-7065-0000</u>	UNIFORMS	UNIFORM MAINTENANCE		29.14	
	<u>750-7700-7065-0000</u>	UNIFORMS	UNIFORM MAINTENANCE		20.76	
	<u>750-7800-7065-0000</u>	UNIFORMS	UNIFORM MAINTENANCE		20.67	
	<u>750-7900-7065-0000</u>	UNIFORMS	UNIFORM MAINTENANCE		21.65	
<u>22895541</u>	Invoice	12/19/2019	Prudential Uniforms	0.00	54.20	
	<u>750-7300-7065-0000</u>	UNIFORMS	UNIFORM MAINTENANCE		54.20	
<u>22895543</u>	Invoice	12/19/2019	Prudential Uniforms	0.00	99.55	
	<u>100-6050-7065-0000</u>	UNIFORMS	UNIFORM MAINTENANCE		99.55	
<u>22899072</u>	Invoice	12/19/2019	Prudential Uniforms	0.00	144.37	
	<u>750-7100-7065-0000</u>	UNIFORMS	UNIFORM MAINTENANCE		17.58	
	<u>750-7400-7065-0000</u>	UNIFORMS	UNIFORM MAINTENANCE		34.57	
	<u>750-7600-7065-0000</u>	UNIFORMS	UNIFORM MAINTENANCE		29.14	
	<u>750-7700-7065-0000</u>	UNIFORMS	UNIFORM MAINTENANCE		20.76	
	<u>750-7800-7065-0000</u>	UNIFORMS	UNIFORM MAINTENANCE		20.67	
	<u>750-7900-7065-0000</u>	UNIFORMS	UNIFORM MAINTENANCE		21.65	
<u>22899074</u>	Invoice	12/19/2019	Prudential Uniforms	0.00	54.20	
	<u>750-7300-7065-0000</u>	UNIFORMS	UNIFORM MAINTENANCE		54.20	
<u>22899076</u>	Invoice	12/19/2019	Prudential Uniforms	0.00	99.55	
	<u>100-6050-7065-0000</u>	UNIFORMS	UNIFORM MAINTENANCE		99.55	
<u>22902547</u>	Invoice	12/19/2019	Prudential Uniforms	0.00	144.37	
	<u>750-7100-7065-0000</u>	UNIFORMS	UNIFORM MAINTENANCE		17.58	
	<u>750-7400-7065-0000</u>	UNIFORMS	UNIFORM MAINTENANCE		34.48	
	<u>750-7600-7065-0000</u>	UNIFORMS	UNIFORM MAINTENANCE		29.14	
	<u>750-7700-7065-0000</u>	UNIFORMS	UNIFORM MAINTENANCE		20.76	
	<u>750-7800-7065-0000</u>	UNIFORMS	UNIFORM MAINTENANCE		20.76	
	<u>750-7900-7065-0000</u>	UNIFORMS	UNIFORM MAINTENANCE		21.65	
<u>22902549</u>	Invoice	12/19/2019	Prudential Uniforms	0.00	54.20	
	<u>750-7300-7065-0000</u>	UNIFORMS	UNIFORM MAINTENANCE		54.20	
<u>22902550</u>	Invoice	12/19/2019	Prudential Uniforms	0.00	68.75	
	<u>100-3250-7065-0000</u>	UNIFORMS	UNIFORM MAINTENANCE		68.75	
<u>22902551</u>	Invoice	12/19/2019	Prudential Uniforms	0.00	99.55	
	<u>100-6050-7065-0000</u>	UNIFORMS	UNIFORM MAINTENANCE		99.55	
<u>22906210</u>	Invoice	12/19/2019	Prudential Uniforms	0.00	68.75	
	<u>100-3250-7065-0000</u>	UNIFORMS	UNIFORM MAINTENANCE		68.75	
<u>22909947</u>	Invoice	12/19/2019	Prudential Uniforms	0.00	68.75	
	<u>100-3250-7065-0000</u>	UNIFORMS	UNIFORM MAINTENANCE		68.75	
	Void	12/20/2019	Regular	0.00	0.00	104311
2092	PURCHASE POWER-2540	12/20/2019	Regular	0.00	1,077.65	104312
Payable #	Payable Type	Post Date	Payable Description	Discount Amount	Payable Amount	
	Account Number	Account Name	Item Description	Distribution Amount		
<u>8000-9000-0098-</u>	Invoice	12/18/2019	POSTAGE	0.00	1,077.65	
	<u>100-1200-7025-0000</u>	OFFICE SUPPLIES	POSTAGE		1,077.65	
2098	QUILL CORPORATON	12/20/2019	Regular	0.00	1,335.87	104313

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Vendor Number	Vendor Name	Payment Date	Payment Type	Discount Amount	Payment A	
Payable #	Payable Type	Post Date	Payable Description	Discount Amount	Payable Amount	
	Account Number	Account Name	Item Description	Distribution Amount		
<u>2180067</u>	Invoice	12/18/2019	OFFICE SUPPLIES	0.00	282.55	
	<u>750-7000-7025-0000</u>		OFFICE SUPPLIES		222.17	
	<u>750-7300-7025-0000</u>		OFFICE SUPPLIES		60.38	
<u>2829059</u>	Invoice	12/04/2019	OFFICE SUPPLIES	0.00	48.38	
	<u>100-3100-7025-0000</u>		OFFICE SUPPLIES		48.38	
<u>3021762</u>	Invoice	12/18/2019	OFFICE SUPPLIES	0.00	253.27	
	<u>100-1200-7025-0000</u>		OFFICE SUPPLIES		197.55	
	<u>100-1225-7025-0000</u>		OFFICE SUPPLIES		30.39	
	<u>100-3100-7025-0000</u>		OFFICE SUPPLIES		25.33	
<u>3094153</u>	Invoice	12/18/2019	OFFICE SUPPLIES	0.00	26.83	
	<u>100-1200-7025-0000</u>		OFFICE SUPPLIES		26.83	
<u>3106787</u>	Invoice	12/18/2019	OFFICE SUPPLIES	0.00	95.14	
	<u>100-1150-7025-0000</u>		OFFICE SUPPLIES		95.14	
<u>3142727</u>	Invoice	12/18/2019	OFFICE SUPPLIES	0.00	29.07	
	<u>100-2030-7025-0000</u>		OFFICE SUPPLIES		29.07	
<u>3155558</u>	Invoice	12/18/2019	OFFICE SUPPLIES	0.00	469.75	
	<u>100-1200-7025-0000</u>		OFFICE SUPPLIES		403.98	
	<u>100-1225-7025-0000</u>		OFFICE SUPPLIES		18.79	
	<u>100-2030-7025-0000</u>		OFFICE SUPPLIES		18.80	
	<u>700-4050-7025-0000</u>		OFFICE SUPPLIES		28.18	
<u>3155970</u>	Invoice	12/18/2019	OFFICE SUPPLIES	0.00	109.05	
	<u>100-1200-7025-0000</u>		OFFICE SUPPLIES		81.79	
	<u>100-1350-7025-0000</u>		OFFICE SUPPLIES		27.26	
<u>771910</u>	Credit Memo	12/04/2019	RETURNED OFFICE SUPPLIES	0.00	-48.38	
	<u>100-3100-7025-0000</u>		OFFICE SUPPLIES		-48.38	
<u>788373</u>	Credit Memo	12/18/2019	OFFICE SUPPLIES	0.00	-17.84	
	<u>100-2030-7025-0000</u>		OFFICE SUPPLIES		-17.84	
<u>9890964</u>	Invoice	12/18/2019	OFFICE SUPPLIES	0.00	88.05	
	<u>750-7000-7025-0000</u>		OFFICE SUPPLIES		88.05	
2640	RAIMI + ASSOCIATES	12/20/2019	Regular	0.00	9,783.55	104314
<u>Payable #</u>	<u>Payable Type</u>	<u>Post Date</u>	<u>Payable Description</u>	<u>Discount Amount</u>	<u>Payable Amount</u>	
	<u>Account Number</u>	<u>Account Name</u>	<u>Item Description</u>	<u>Distribution Amount</u>		
<u>19-3486</u>	Invoice	12/18/2019	CONSULTING SERVICES	0.00	9,783.55	
	<u>500-0000-7068-0000</u>		CONTRACTUAL SERVICE		9,783.55	
3514	RECYCLED AGGREGATE MATERIALS CO, INC	12/20/2019	Regular	0.00	80.00	104315
<u>Payable #</u>	<u>Payable Type</u>	<u>Post Date</u>	<u>Payable Description</u>	<u>Discount Amount</u>	<u>Payable Amount</u>	
	<u>Account Number</u>	<u>Account Name</u>	<u>Item Description</u>	<u>Distribution Amount</u>		
<u>342242</u>	Invoice	12/19/2019	DEPARTMENT SUPPLIES - STREETS	0.00	80.00	
	<u>100-3250-7070-0000</u>		SPECIAL DEPT SUPPLIES		80.00	
2126	REDLANDS FORD	12/20/2019	Regular	0.00	372.60	104316
<u>Payable #</u>	<u>Payable Type</u>	<u>Post Date</u>	<u>Payable Description</u>	<u>Discount Amount</u>	<u>Payable Amount</u>	
	<u>Account Number</u>	<u>Account Name</u>	<u>Item Description</u>	<u>Distribution Amount</u>		
<u>5160688</u>	Invoice	12/18/2019	VEHICLE MAINTENANCE	0.00	503.30	
	<u>750-7700-7037-0000</u>		VEHICLE MAINTENANCE		503.30	
<u>5161034</u>	Credit Memo	12/18/2019	VEHICLE MAINTENANCE	0.00	-659.61	
	<u>750-7400-7037-0000</u>		VEHICLE MAINTENANCE		-659.61	
<u>5161050</u>	Invoice	12/18/2019	VEHICLE MAINTENANCE	0.00	266.19	
	<u>100-2050-7037-0000</u>		VEHICLE MAINTENANCE		266.19	
<u>5161264</u>	Invoice	12/18/2019	VEHICLE MAINTENANCE	0.00	162.49	
	<u>100-2050-7037-0000</u>		VEHICLE MAINTENANCE		162.49	
<u>5161395</u>	Invoice	12/18/2019	VEHICLE MAINTENANCE	0.00	28.88	

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Vendor Number	Vendor Name	Payment Date	Payment Type	Discount Amount	Payment A	
Payable #	Payable Type	Post Date	Payable Description	Discount Amount	Payable Amount	
	Account Number	Account Name	Item Description	Distribution Amount		
8128656582	Invoice	12/19/2019	PROFESSIONAL SERVICES	0.00	373.92	
	100-1200-7068-0000	CONTRACTUAL SERVICES	PROFESSIONAL SERVICES		373.92	
2311	SOUTHERN CALIFORNIA EDISON	12/20/2019	Regular	0.00	57,549.79	104324
Payable #	Payable Type	Post Date	Payable Description	Discount Amount	Payable Amount	
	Account Number	Account Name	Item Description	Distribution Amount		
12/19/19	Invoice	12/19/2019	ELECTRIC UTILITY	0.00	57,549.79	
	100-3250-7010-0000	UTILITIES	ELECTRIC UTILITY		83.55	
	100-3250-7010-004X	UTILITIES (IA 4)	ELECTRIC UTILITY		169.87	
	100-3250-7010-006B	UTILITIES (IA 6B)	ELECTRIC UTILITY		213.94	
	100-6000-7010-6041	UTILITIES - POLICE ANNEX	ELECTRIC UTILITY		164.19	
	100-6000-7010-6045	UTILITIES - COMMUNITY	ELECTRIC UTILITY		2,517.66	
	100-6050-7010-0000	UTILITIES	ELECTRIC UTILITY		151.69	
	100-6050-7010-020X	UTILITIES IA 20	ELECTRIC UTILITY		10.00	
	100-6050-7010-06A1	UTILITIES IA 6A1	ELECTRIC UTILITY		44.61	
	700-4050-7010-0000	UTILITIES	ELECTRIC UTILITY		53,923.16	
	750-7300-7010-0000	UTILITIES	ELECTRIC UTILITY		271.12	
2329	ST. FRANCIS ELECTRIC	12/20/2019	Regular	0.00	1,441.00	104325
Payable #	Payable Type	Post Date	Payable Description	Discount Amount	Payable Amount	
	Account Number	Account Name	Item Description	Distribution Amount		
1660592	Invoice	12/19/2019	TRAFFIC SIGNAL MAINTENANCE & EMER	0.00	1,120.00	
	100-3250-7068-0000	CONTRACTUAL SERVICES	TRAFFIC SIGNAL MAINTENANCE		1,120.00	
1660593	Invoice	12/19/2019	TRAFFIC SIGNAL MAINTENANCE & EMER	0.00	321.00	
	100-3250-7068-0000	CONTRACTUAL SERVICES	TRAFFIC SIGNAL MAINTENANCE		321.00	
2393	TEMPLE 57	12/20/2019	Regular	0.00	975.00	104326
Payable #	Payable Type	Post Date	Payable Description	Discount Amount	Payable Amount	
	Account Number	Account Name	Item Description	Distribution Amount		
5783	Invoice	12/19/2019	PROFESSIONAL SERVICES	0.00	975.00	
	100-1240-7068-0000	CONTRACTUAL SERVICES	PROFESSIONAL SERVICES		975.00	
2399	TETRA TECH INC	12/20/2019	Regular	0.00	5,508.14	104327
Payable #	Payable Type	Post Date	Payable Description	Discount Amount	Payable Amount	
	Account Number	Account Name	Item Description	Distribution Amount		
51528966	Invoice	12/19/2019	DESIGN & GEOTECH FOR SENECA SPRING	0.00	5,508.14	
	710-0000-7068-0000	CONTRACTUAL SERVICE	DESIGN & GEOTECH FOR SENEC		5,508.14	
2405	THE COUNSELING TEAM	12/20/2019	Regular	0.00	1,000.00	104328
Payable #	Payable Type	Post Date	Payable Description	Discount Amount	Payable Amount	
	Account Number	Account Name	Item Description	Distribution Amount		
73802	Invoice	12/19/2019	HIRING COSTS	0.00	1,000.00	
	100-1240-6050-0000	RECRUITMENT AND HIRI	HIRING COSTS		1,000.00	
2407	THE GAS COMPANY	12/20/2019	Regular	0.00	1,128.95	104329
Payable #	Payable Type	Post Date	Payable Description	Discount Amount	Payable Amount	
	Account Number	Account Name	Item Description	Distribution Amount		
09712228007 01/	Invoice	12/19/2019	GAS UTILITY	0.00	700.20	
	100-6000-7010-6025	UTILITIES - CITY HALL	GAS UTILITY		700.20	
10552227000 01/	Invoice	12/19/2019	GAS UTILITY	0.00	1.18	
	100-6000-7010-6040	UTILITIES - POLICE DEPT	GAS UTILITY		1.18	
10552230004 12/	Invoice	12/19/2019	GAS UTILITY	0.00	147.03	
	750-7300-7010-0000	UTILITIES	GAS UTILITY		147.03	
13912227587 01/	Invoice	12/19/2019	GAS UTILITY	0.00	101.03	
	750-7000-7010-0000	UTILITIES	GAS UTILITY		101.03	
15382227021 01/	Invoice	12/19/2019	GAS UTILITY	0.00	107.58	
	750-7000-7010-0000	UTILITIES	GAS UTILITY		107.58	

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Vendor Number	Vendor Name	Payment Date	Payment Type	Discount Amount	Payment A	
<u>19782338008 01/</u>	Invoice	12/19/2019	GAS UTILITY	0.00	71.93	
	<u>100-6000-7010-6055</u>		UTILITIES - FIRE STATION		71.93	
2416	THE PRESS-ENTERPRISE	12/20/2019	Regular	0.00	552.60	104330
Payable #	Payable Type	Post Date	Payable Description	Discount Amount	Payable Amount	
Account Number	Account Name	Item Description	Distribution Amount			
<u>0011331784</u>	Invoice	12/19/2019	ADVERTISING	0.00	72.00	
	<u>100-2150-7020-0000</u>		ADVERTISING		72.00	
<u>0011331785</u>	Invoice	12/19/2019	ADVERTISING	0.00	90.00	
	<u>100-2150-7020-0000</u>		ADVERTISING		90.00	
<u>0011339332</u>	Invoice	12/19/2019	ADVERTISING	0.00	81.00	
	<u>100-1350-7020-0000</u>		ADVERTISING		81.00	
<u>0011339334</u>	Invoice	12/19/2019	ADVERTISING	0.00	81.00	
	<u>100-1350-7020-0000</u>		ADVERTISING		81.00	
<u>0011339335</u>	Invoice	12/19/2019	ADVERTISING	0.00	81.00	
	<u>100-1350-7020-0000</u>		ADVERTISING		81.00	
<u>0011339726</u>	Invoice	12/19/2019	ADVERTISING	0.00	66.60	
	<u>100-1350-7020-0000</u>		ADVERTISING		66.60	
<u>0011343200</u>	Invoice	12/19/2019	ADVERTISING	0.00	81.00	
	<u>100-1350-7020-0000</u>		ADVERTISING		81.00	
2419	THE RECORD GAZETTE	12/20/2019	Regular	0.00	995.00	104331
Payable #	Payable Type	Post Date	Payable Description	Discount Amount	Payable Amount	
Account Number	Account Name	Item Description	Distribution Amount			
<u>01030034</u>	Invoice	12/19/2019	ADVERTISING	0.00	995.00	
	<u>100-1200-7020-0000</u>		ADVERTISING		995.00	
2435	TLMA ADMINISTRATION COUNTY OF RIV	12/20/2019	Regular	0.00	142.71	104332
Payable #	Payable Type	Post Date	Payable Description	Discount Amount	Payable Amount	
Account Number	Account Name	Item Description	Distribution Amount			
<u>TLO000015030</u>	Invoice	12/19/2019	SHARED TRAFFIC SIGNALS WITH RIVERSID	0.00	142.71	
	<u>100-3250-7068-0000</u>		CONTRACTUAL SERVICES		142.71	
2442	TOP-LINE INDUSTRIAL SUPPLY	12/20/2019	Regular	0.00	51.12	104333
Payable #	Payable Type	Post Date	Payable Description	Discount Amount	Payable Amount	
Account Number	Account Name	Item Description	Distribution Amount			
<u>418844</u>	Invoice	12/19/2019	VEHICLE MAINTENANCE	0.00	32.33	
	<u>750-7300-7037-0000</u>		VEHICLE MAINTENANCE		32.33	
<u>419061</u>	Invoice	12/19/2019	VEHICLE MAINTENANCE	0.00	11.79	
	<u>750-7300-7037-0000</u>		VEHICLE MAINTENANCE		11.79	
<u>419096</u>	Invoice	12/19/2019	BUILDING MAINTENANCE	0.00	7.00	
	<u>100-6000-7085-6025</u>		BLDG MAINT - CITY HALL		7.00	
2460	ULINE	12/20/2019	Regular	0.00	501.58	104334
Payable #	Payable Type	Post Date	Payable Description	Discount Amount	Payable Amount	
Account Number	Account Name	Item Description	Distribution Amount			
<u>114757042</u>	Invoice	12/19/2019	DEPT SUPPLIES	0.00	501.58	
	<u>700-4050-7070-0000</u>		SPECIAL DEPT SUPPLIES		501.58	
2484	VERIZON	12/20/2019	Regular	0.00	1,610.25	104335
Payable #	Payable Type	Post Date	Payable Description	Discount Amount	Payable Amount	
Account Number	Account Name	Item Description	Distribution Amount			
<u>9842823667</u>	Invoice	12/19/2019	PD AIR CARDS	0.00	1,396.06	
	<u>100-1230-7015-0000</u>		TELEPHONE		1,396.06	
<u>9843018361</u>	Invoice	12/19/2019	IPADS - 1550	0.00	76.02	
	<u>100-1230-7015-0000</u>		TELEPHONE		76.02	
<u>9843018362</u>	Invoice	12/19/2019	IPADS - 3100	0.00	76.02	

Check Report

Date Range: 12/19/2019 - 12/19/2019

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Vendor Number	Vendor Name	Payment Date	Payment Type	Discount Amount	Payment Amount	
	100-1230-7015-0000	TELEPHONE	IPADS - 3100		76.02	
<u>9843018363</u>	Invoice	12/19/2019	IPADS - 1550/6050	0.00	62.15	
	100-1230-7015-0000	TELEPHONE	IPADS - 1550/6050		62.15	
2516	VOHNE LICHE KENNELS INC	12/20/2019	Regular	0.00	250.00	104336
Payable #	Payable Type	Post Date	Payable Description	Discount Amount	Payable Amount	
	Account Number		Account Name		Distribution Amount	
<u>15751</u>	Invoice	12/19/2019	K9 TRAINING	0.00	125.00	
	100-2080-7066-0000		TRAVEL, EDUCATION, TRA		125.00	
<u>16211</u>	Invoice	12/19/2019	K9 TRAINING	0.00	125.00	
	100-2080-7066-0000		TRAVEL, EDUCATION, TRA		125.00	
2518	VULCAN MATERIALS	12/20/2019	Regular	0.00	372.19	104337
Payable #	Payable Type	Post Date	Payable Description	Discount Amount	Payable Amount	
	Account Number		Account Name		Distribution Amount	
<u>72428675</u>	Invoice	12/19/2019	ASPHALT & SUPPLIES	0.00	372.19	
	100-3250-7070-0000		SPECIAL DEPT SUPPLIES		372.19	
3873	WANG YANG	12/20/2019	Regular	0.00	423.62	104338
Payable #	Payable Type	Post Date	Payable Description	Discount Amount	Payable Amount	
	Account Number		Account Name		Distribution Amount	
<u>RCT 937509</u>	Invoice	12/19/2019	DEPOSIT REFUND	0.00	423.62	
	100-0000-4590-0000		BUILDING RENTAL		423.62	
3422	WAXIE SANITARY SUPPLY	12/20/2019	Regular	0.00	2,195.26	104339
Payable #	Payable Type	Post Date	Payable Description	Discount Amount	Payable Amount	
	Account Number		Account Name		Distribution Amount	
<u>78684844</u>	Invoice	12/19/2019	BUILDING SUPPLIES & MAINTENANCE	0.00	219.86	
	750-7000-7085-0000		BUILDING SUPPLIES/MAI		219.86	
<u>78727709</u>	Invoice	12/19/2019	BUILDING MAINTENANCE	0.00	1,763.56	
	100-6050-7070-5999		SPEC DEPT EXP - ALL PAR		1,763.56	
<u>78744036</u>	Invoice	12/19/2019	BUILDING MAINTENANCE	0.00	211.84	
	100-6000-7085-6040		BLDG MAINT - POLICE DE		211.84	
3599	WESTERN MUNICIPAL WATER DISTRICT	12/20/2019	Regular	0.00	13,748.90	104340
Payable #	Payable Type	Post Date	Payable Description	Discount Amount	Payable Amount	
	Account Number		Account Name		Distribution Amount	
<u>R13416</u>	Invoice	12/19/2019	INLAND EMPIRE BRINE LINE DECEMBER 2	0.00	13,748.90	
	700-4050-7089-0000		BRINE LINE MAINTENANC		13,748.90	
2540	WESTERN RIVERSIDE COUNTY REGIONAL CONS	12/20/2019	Regular	0.00	149,592.00	104341
Payable #	Payable Type	Post Date	Payable Description	Discount Amount	Payable Amount	
	Account Number		Account Name		Distribution Amount	
<u>NOV 2019</u>	Invoice	12/19/2019	NOVEMBER MSHCP FEES	0.00	149,592.00	
	570-0000-2005-0000		DUE TO WRCRCA (MSHCP		149,592.00	
2556	XYLEM WATER SOLUTIONS, INC	12/20/2019	Regular	0.00	1,327.52	104342
Payable #	Payable Type	Post Date	Payable Description	Discount Amount	Payable Amount	
	Account Number		Account Name		Distribution Amount	
<u>400969388</u>	Invoice	12/19/2019	PUMP REPAIR AT THE WWTP	0.00	1,327.52	
	700-4050-7075-0000		EQUIPMENT LEASING/RE		850.21	
	700-4050-7075-0000		EQUIPMENT LEASING/RE		477.31	
3675	ZENITH AMERICAN SOLUTIONS	12/20/2019	Regular	0.00	6.14	104343
Payable #	Payable Type	Post Date	Payable Description	Discount Amount	Payable Amount	
	Account Number		Account Name		Distribution Amount	
<u>PD 12/06/19-12/</u>	Invoice	12/19/2019	OPTIONAL EMPLOYEE INSURANCE	0.00	6.14	
	100-0000-2085-0000		ZENITH WITHHOLDING		6.14	



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Vendor Number	Vendor Name	Payment Date	Payment Type	Discount Amount	Payment A
3457	ZONAR SYSTEMS	12/20/2019	Regular	0.00	1,458.00 104344
Payable #	Payable Type	Post Date	Payable Description	Discount Amount	Payable Amount
<u>SI424864</u>	Invoice	12/19/2019	Zonar- Electronic Data Inspection Collecti	0.00	486.00
	<u>750-7100-7068-0000</u>		CONTRACTUAL SERVICES ELECTRONIC DATA INSPECTION		51.16
	<u>750-7400-7068-0000</u>		CONTRACTUAL EXPENSES ELECTRONIC DATA INSPECTION		127.90
	<u>750-7600-7068-0000</u>		CONTRACTUAL SERVICES ELECTRONIC DATA INSPECTION		76.74
	<u>750-7700-7068-0000</u>		CONTRACTUAL SERVICES ELECTRONIC DATA INSPECTION		76.74
	<u>750-7800-7068-0000</u>		CONTRACTUAL SERVICES ELECTRONIC DATA INSPECTION		25.56
	<u>750-7900-7068-0000</u>		CONTRACTUAL SERVICES ELECTRONIC DATA INSPECTION		25.58
	<u>750-8000-7068-0000</u>		CONTRACTUAL SERVICES ELECTRONIC DATA INSPECTION		25.58
	<u>750-8100-7068-0000</u>		CONTRACTUAL SERVICES ELECTRONIC DATA INSPECTION		51.16
	<u>750-8200-7068-0000</u>		CONTRACTUAL SERVICES ELECTRONIC DATA INSPECTION		25.58
<u>SI435852</u>	Invoice	12/19/2019	Zonar- Electronic Data Inspection Collecti	0.00	486.00
	<u>750-7100-7068-0000</u>		CONTRACTUAL SERVICES ELECTRONIC DATA INSPECTION		51.16
	<u>750-7400-7068-0000</u>		CONTRACTUAL EXPENSES ELECTRONIC DATA INSPECTION		127.90
	<u>750-7600-7068-0000</u>		CONTRACTUAL SERVICES ELECTRONIC DATA INSPECTION		76.74
	<u>750-7700-7068-0000</u>		CONTRACTUAL SERVICES ELECTRONIC DATA INSPECTION		76.74
	<u>750-7800-7068-0000</u>		CONTRACTUAL SERVICES ELECTRONIC DATA INSPECTION		25.56
	<u>750-7900-7068-0000</u>		CONTRACTUAL SERVICES ELECTRONIC DATA INSPECTION		25.58
	<u>750-8000-7068-0000</u>		CONTRACTUAL SERVICES ELECTRONIC DATA INSPECTION		25.58
	<u>750-8100-7068-0000</u>		CONTRACTUAL SERVICES ELECTRONIC DATA INSPECTION		51.16
	<u>750-8200-7068-0000</u>		CONTRACTUAL SERVICES ELECTRONIC DATA INSPECTION		25.58
<u>SI439816</u>	Invoice	12/19/2019	Zonar- Electronic Data Inspection Collecti	0.00	486.00
	<u>750-7100-7068-0000</u>		CONTRACTUAL SERVICES ELECTRONIC DATA INSPECTION		51.16
	<u>750-7400-7068-0000</u>		CONTRACTUAL EXPENSES ELECTRONIC DATA INSPECTION		127.90
	<u>750-7600-7068-0000</u>		CONTRACTUAL SERVICES ELECTRONIC DATA INSPECTION		76.74
	<u>750-7700-7068-0000</u>		CONTRACTUAL SERVICES ELECTRONIC DATA INSPECTION		76.74
	<u>750-7800-7068-0000</u>		CONTRACTUAL SERVICES ELECTRONIC DATA INSPECTION		25.56
	<u>750-7900-7068-0000</u>		CONTRACTUAL SERVICES ELECTRONIC DATA INSPECTION		25.58
	<u>750-8000-7068-0000</u>		CONTRACTUAL SERVICES ELECTRONIC DATA INSPECTION		25.58
	<u>750-8100-7068-0000</u>		CONTRACTUAL SERVICES ELECTRONIC DATA INSPECTION		51.16
	<u>750-8200-7068-0000</u>		CONTRACTUAL SERVICES ELECTRONIC DATA INSPECTION		25.58

Bank Code APBNK Summary

Payment Type	Payable Count	Payment Count	Discount	Payment
Regular Checks	247	103	0.00	601,906.11
Manual Checks	0	0	0.00	0.00
Voided Checks	0	4	0.00	0.00
Bank Drafts	0	0	0.00	0.00
EFT's	19	8	0.00	4,458,766.58
	266	115	0.00	5,060,672.69

Item No.2.

All Bank Codes Check Summary

Payment Type	Payable Count	Payment Count	Discount	Payment
Regular Checks	247	103	0.00	601,906.11
Manual Checks	0	0	0.00	0.00
Voided Checks	0	4	0.00	0.00
Bank Drafts	0	0	0.00	0.00
EFT's	19	8	0.00	4,458,766.58
	266	115	0.00	5,060,672.69

Fund Summary

Fund	Name	Period	Amount
999	POOLED CASH	12/2019	5,060,672.69
			5,060,672.69



Staff Report

TO: Mayor, and City Council Members

FROM: Sean Thuilliez, Police Chief

DATE: January 7, 2020

SUBJECT: Receive and File the FY2018-2019 Health and Safety Code (HSC) 13146.4 Annual Inspection Report of Certain Occupancies Pursuant to Sections HSC 13146.2 and 13146.3

Background and Analysis:

In 2018, California Health and Safety Code Section 13146.4 was added by Senate Bill 1205 (SB1205) and became effective January 1, 2019. Section 13146.4 requires all fire departments, that provide fire services to report annually to their administering authority on their compliance with Health and Safety Code Sections 13146.2 and 13146.3. Sections 13146.2 and 13146.3 require annual inspections of every building used as a public or private school (used by more than 6 persons for educational purpose though the 12th grade), hotel, motel, lodging house, apartment house (3 units or more) and certain residential care facilities for compliance with building standards.

During the time period of July 1, 2018, to June 30, 2019, the Fire Marshal identified thirteen Group E and forty-seven Group R occupancies, buildings, structures and/or facilities in the City of Beaumont and completed 100% of the annual inspections at the identified occupancies, buildings, structures and/or facilities. The Fire Marshal will continue to assess with the assistance of City staff, the existing building stock and new development within the City in an effort to ensure that all applicable Group E and R buildings, structures and/or facilities receive an annual inspections in accordance with SB1205.

Fiscal Impact:

There is no fiscal impact to the City of Beaumont.

Recommended Action:

Receive and file the FY 2018/2019 HSC 13146.4 Annual Inspection Report.

Attachments:

- A. FY 2018/2019 HSC 13146.4 Annual Inspection Report
- B. Sentate Bill 1205

**FY 2018/2019 HSC 13146.4 ANNUAL INSPECTION REPORT
CITY OF BEAUMONT**

During the time period of July 1, 2018 to June 30, 2019, the Fire Department identified thirteen Group E and forty-seven Group R occupancies, buildings, structures and/or facilities listed below in the City of Beaumont and completed 100% of the annual inspections at the identified occupancies, buildings, structures and/or facilities.

R-1 OCCUPANCIES

NAME	HOUSE_NO	DIR	STREET	SUFFIX	CITY	ZIP
MOUNTAIN VIEW MOTEL	1430	E	6TH	ST	BEAUMONT	92223
RODEWAY INN	1265	E	6TH	ST	BEAUMONT	92223
AMERICA'S BEST VALUE INN	625	E	5TH	ST	BEAUMONT	92223
BEST WESTERN EL RANCHO INN	550		BEAUMONT	AVE	BEAUMONT	92223
HOLIDAY INN EXPRESS & SUITES	1864		OAK VALLEY VILLAGE	CIR	BEAUMONT	92223

R-2 OCCUPANCIES

NAME	HOUSE_NO	DIR	STREET	SUFFIX	CITY	ZIP
MT VIEW APTS	488	E	15TH	ST	BEAUMONT	92223
MULTIPLEX	582	E	5TH	ST	BEAUMONT	92223
MULTIPLEX	600	E	5TH	ST	BEAUMONT	92223
MULTIPLEX	210	W	6TH	ST	BEAUMONT	92223
MULTIPLEX	845	E	6TH	ST	BEAUMONT	92223
MULTIPLEX	1498	E	6TH	ST	BEAUMONT	92223
MULTIPLEX	885	E	7TH	ST	BEAUMONT	92223
MULTIPLEX	1315	E	7TH	ST	BEAUMONT	92223
MULTIPLEX	1321	E	7TH	ST	BEAUMONT	92223
MULTIPLEX	1198	E	8TH	ST	BEAUMONT	92223
MULTIPLEX	703		ALLEGHENY		BEAUMONT	92223
SYCAMORE SQUARE APTS	799		ALLEGHENY	ST	BEAUMONT	92223
MULTIPLEX	645		AMERICAN	AVE	BEAUMONT	92223
MULTIPLEX	655		AMERICAN	AVE	BEAUMONT	92223
MULTIPLEX	714-720		BEAUMONT	AVE	BEAUMONT	92223
MULTIPLEX	905		CHERRY	AVE	BEAUMONT	92223
CHERRYWOOD APTS	979		CHERRY	AVE	BEAUMONT	92223
MULTIPLEX	726		CHESTNUT	AVE	BEAUMONT	92223
MULTIPLEX	738		CHESTNUT	AVE	BEAUMONT	92223
MULTIPLEX	747		CHESTNUT	AVE	BEAUMONT	92223
ORCHARD PARK APTS	423	E	COUGAR	WAY	BEAUMONT	92223
MULTIPLEX	520		EDGAR	AVE	BEAUMONT	92223
MULTIPLEX	1026		EDGAR	AVE	BEAUMONT	92223
MULTIPLEX	1038		EDGAR	ST	BEAUMONT	92223
EDGAR AVE APTS	681-699		EDGAR	AVE	BEAUMONT	92223
MULTIPLEX	629-635,641-647		EUCLID	AVE	BEAUMONT	92223
MULTIPLEX	671		ILLINOIS	AVE	BEAUMONT	92223
MULTIPLEX	683		ILLINOIS		BEAUMONT	92223
LIBERTY VILLAGE APTS	735		ILLINOIS	AVE	BEAUMONT	92223
MULTIPLEX	677		MAGNOLIA	AVE	BEAUMONT	92223
MULTIPLEX	490		MICHIGAN	AVE	BEAUMONT	92223
MULTIPLEX	725		MICHIGAN	AVE	BEAUMONT	92223
PINE TREE APTS	798		MICHIGAN	AVE	BEAUMONT	92223
MULTIPLEX	638,640,642,644,646,650		MICHIGAN	AVE	BEAUMONT	92223
MULTIPLEX	825,827,829,841,843,845		PALM	AVE	BEAUMONT	92223
BEAUMONT TERRACE APTS	752		PENNSYLVANIA	AVE	BEAUMONT	92223
CAPE VILLA APTS	800		PENNSYLVANIA	AVE	BEAUMONT	92223
MULTIPLEX	878		PENNSYLVANIA	AVE	BEAUMONT	92223
MULTIPLEX	864		WELLWOOD	AVE	BEAUMONT	92223
MULTIPLEX	876		WELLWOOD	AVE	BEAUMONT	92223
MULTIPLEX	884		WELLWOOD	AVE	BEAUMONT	92223
NOBLE CREEK APTS	755		XENIA	ST	BEAUMONT	92223

E OCCUPANCIES

NAME	HOUSE_NO	DIR	STREET	SUFFIX	CITY	ZIP
GLEN VIEW HIGH SCHOOL	939	E	10TH	ST	BEAUMONT	92223
SUNDANCE ELEMENTARY SCHOOL	1520	E	8TH	ST	BEAUMONT	92223
BROOKSIDE ELEMENTARY SCHOOL	38755		BROOKSIDE	AVE	BEAUMONT	92223
ANNA M. HAUSE ELEMENTARY SCHOOL	1015		CARNATION	LN	BEAUMONT	92223
TOURNAMENT HILLS ELEMENTARY SCHOOL	36611		CHAMPIONS	DR	BEAUMONT	92223
BEAUMONT ADULT SCHOOL	1575		CHERRY	AVE	BEAUMONT	92223
SAN GORGONIO MIDDLE SCHOOL	1591		CHERRY	AVE	BEAUMONT	92223
BEAUMONT HIGH SCHOOL	39139		CHERRY VALLEY	BLVD	BEAUMONT	92223
THREE RINGS RANCH ELEMENTARY SCHOOL	1040		CLAIBORNE	AVE	BEAUMONT	92223
MOUNTAIN VIEW MIDDLE SCHOOL	200		COUGAR	WAY	BEAUMONT	92223
STARLIGHT ELEMENTARY SCHOOL	1510		COUGAR	WAY	BEAUMONT	92223
PALM ELEMENTARY SCHOOL	751		PALM	AVE	BEAUMONT	92223
HIGHLAND ACADEMY CHARTER SCHOOL	715		WELLWOOD	AVE	BEAUMONT	92223

RESOLUTION NO. 20-_____

A RESOLUTION OF THE CITY COUNCIL OF THE CITY OF BEAUMONT, CALIFORNIA, ACKNOWLEDGING RECEIPT OF A REPORT MADE BY THE FIRE CHIEF OF THE RIVERSIDE COUNTY FIRE DEPARTMENT REGARDING COMPLIANCE WITH THE ANNUAL INSPECTION OF CERTAIN OCCUPANCIES PURSUANT TO SECTIONS 13146.2 and 13146.3 OF THE CALIFORNIA HEALTH AND SAFETY CODE

WHEREAS, California Health & Safety Code Section 13146.4 was added in 2018, and became effective on January 1, 2019; and

WHEREAS, California Health & Safety Code Section 13146.4 requires all fire departments, including the Riverside County Fire Department, that provide fire protection services to report annually to its administering authority on its compliance with Health & Safety Code sections 13146.2 and 13146.3; and

WHEREAS, California Health & Safety Code Section 13146.2 and 13146.3 requires all fire departments, including the Riverside County Fire Department, that provide fire protection services to perform annual inspections in every building used as a public or private school, hotel, motel, lodging house, apartment house, and certain residential care facilities for compliance with building standards, as provided; and

WHEREAS, the Council of the City of Beaumont intends this Resolution to fulfill the requirements of the California Health & Safety Code 13146.4 regarding acknowledgment of the Riverside County Fire Department’s compliance with California Health and Safety Code Sections 13146.2 and 13146.3.

NOW, THEREFORE, BE IT RESOLVED that the City Council of the City of Beaumont, California: expressly acknowledges the measure of compliance of the Riverside County Fire Department with Health and Safety Code sections 13146.2 and 13146.3 in the City of Beaumont for the time period of July 1, 2018 to June 30, 2019, as follows:

Section 1. Educational Group E occupancies, for the purposes of this Resolution, are generally those public and private schools, used by more than six persons at any one time for educational purposes through the 12th grade. The Riverside County Fire Department completed 100% of the annual inspections of the identified Group E occupancies, buildings, structures and/or facilities in the City of Beaumont.

Section 2. Residential Group R occupancies, for the purposes of this Resolution, are generally those occupancies containing sleeping units, and include hotels, motels, apartments (three units or more), etc. as well as other residential occupancies (including a number of residential care facilities). These residential care facilities have a number of different sub-classifications, and they may contain residents or clients that have a range of needs, including those related to custodial care, mobility impairments, cognitive disabilities, etc. The residents may also be non-ambulatory or bedridden. The Riverside County Fire Department completed 100% of the annual inspections of the identified Group R occupancies, buildings, structures and/or facilities in the City of Beaumont.

PASSED, APPROVED AND ADOPTED this 7th day of January, 2020

Julio Martinez, Mayor

Attest:

Steven Mehlman, City Clerk

Approved as to form:

John O. Pinkney, City Attorney



Staff Report

TO: Mayor, and City Council Members
FROM: Jeffrey Mohlenkamp, Finance Director
DATE: January 7, 2020
SUBJECT: Annual Compliance Report for AB 1600 Development Impact Fees

Background and Analysis:

State of California Assembly Bill 1600 (AB 1600) – the Mitigation Fee Act (Gov. Code, Sections 66000 *et seq.*) sets forth the standards governing fees charged to address the impacts of development.

The City Council adopted and updated various other development impact fees applicable to new development within the City. The purpose of development impact fees is to finance the design, construction and acquisition of facilities and equipment necessary to accommodate future development.

Development impact fees that are collected are segregated and placed in special funds or accounts, which earn interest. Those funds are held for the facilities for which the fees are collected, in accordance with Government Code Section 66006.

This report provides a summary of development fee activity and financial detail regarding each of the projects impacted during FY 2019 (July 1, 2018 through June 30, 2019). The summary of development fee activity and detail regarding each project is included as Attachment A to this report.

Annual Compliance Reporting for all Development Impact Fees

Government Code Subsection 66006 (b) (1) sets forth the annual compliance reporting requirements as:

For each separate account or fund established pursuant to subdivision (a), the local agency shall, within 180 days after the last day of each fiscal year, make available to the public the following information for the fiscal year:

A brief description of the type of fee in the account or fund,

The amount of the fee,

The beginning and ending balance of the account or fund,

The amount of the fees collected and the interest earned,

An identification of each public improvement on which fees were expended and the amount of the expenditures on each improvement, including the total percentage of the cost of the public improvement that was funded with fees,

An identification of an approximate date by which the construction of the public improvement will commence if the local agency determines that sufficient funds have been collected to complete financing on an incomplete public improvement, as identified in paragraph (2) of subdivision (a) of Section 66001, and the public improvement remains incomplete,

A description of each inter-fund transfer or loan made from the account or fund, including the public improvement on which the transferred or loaned fees will be expended, and in the case of an inter-fund loan, the date on which the loan will be repaid and the rate of interest that the account or fund will receive on the loan, and

The amount of refunds made pursuant to subdivision (e) Section 66001 and any allocation pursuant to subdivision (f) of Section 66001.

Fiscal Impact:

There is no fiscal impact. This report provides a summary of transaction activity that has already occurred and expenditures on projects previously authorized by the City Council. City staff estimates that the cost to produce this report is approximately \$750.

Recommended Action:

Receive and file the AB 1600 report on development impact fee activity that occurred during the period July 1, 2018, through June 30, 2019.

Attachments:

- A. AB1600 Report

Exhibit A

Summary of AB1600 Development Impact Fee Reports

Report #	Description	Balance 6/30/2018	*Fees	Interest	Expenditures	Refund	Balance 6/30/2019
1	Traffic Signal	970,216.99	458,661.43		(28,990.30)	(205.58)	1,399,682.54
2	Railroad Crossing	169,766.41	2,046,623.96			(220.83)	2,216,169.54
3	Fire Facility	2,428,563.93	1,666,645.77			(112.71)	4,095,096.99
4	BSFF Facility	762,643.65	379,250.19		(348,821.93)	(50.19)	793,021.72
5	Emergency Preparedness	(2,534,356.16)	1,056,153.34			(140.80)	(1,478,343.62)
6	General Plan		172,889.82		(171,615.82)	(32.00)	1,242.00
7	Recycled Water	1,553,883.52	675,313.81				2,229,197.33
8	Noble Creek Sewer		-				-
9	Trunk Maint Facility		55,826.91				55,826.91
10	Upper Potrero Sewer		-				-
11	Lower Potrero Sewer		40,488.40				40,488.40
12	San Timoteo Sewer		13,790.58				13,790.58
13	Eastside Facility		-				-
14	Westside Facility		-				-
15	Road and Bridge Benefit	1,899,677.71	5,070,239.83		(4,418.57)	(1,871.15)	6,963,627.82
16	CFD - TUMF						-
17	Regional Park	1,920,244.94					1,920,244.94
18	Alley In-Leiu Facility	34,125.03			(6,100.00)		28,025.03
19	Sewer Capacity	1,264,390.56	3,588,099.00			(140,555.82)	4,711,933.74
20	South West Water						-
21	4th Street Extension	101,168.60					101,168.60
22	Willow Springs	17,725.43					17,725.43
23	Recreational Facilities	264,914.33	459,550.51				724,464.84
24	Police Facilities	190,054.07	447,718.03				637,772.10
25	Community Park Development	458,236.63	1,788,401.77			(197,363.88)	2,049,274.52
26	Neighborhood Park Development	554,542.45	2,164,264.80			(238,843.08)	2,479,964.17
	Totals	10,055,798.09	20,083,918.15	-	(559,946.62)	(579,396.04)	29,000,373.58

Summary of Expenditures and Transfers to Projects

Project #	Description	Amount
2016-003	Potrero Interchange Improvements - PH 1 Total	341.07
2016-004	General Plan Update Total	171,615.82
2017-010	6th Street Rehabilitation and Beautification Total	23,467.50
2017-016	Beaumont Ave Signalization Total	5,522.80
2017-023	Potrero Interchange Improvements - PH 2 Total	3,967.50
2017-026	Cherry Avenue Construction Total	110.00
2017-CF100	City Hall Total	179,200.00
2018-003	Street Rehab Total	6,100.00
104	CF104 City Hall and Building B Total	169,621.93
	Total	559,946.62

Summary of Unexpended Approved Funds to Projects

Project #	Description	Amount
2016-001	Oak Valley/I-10 Interchange Traffic Signals	144,815.17
2016-004	General Plan Update	197,104.65
2017-001	Pennsylvania Avenue (WRCOG)	725,701.06
2017-002	Oak Valley Project (WRCOG)	562,041.69
2017-009	Pennsylvania Widening	1,615,203.26
2017-010	6th Street Rehabilitation and Beautification	26,532.50
2017-014	Highland Springs Ave/1st St Storm Drain Improvements	182,635.00
2017-016	Beaumont Ave Signalization	989,477.20
2017-020	Brine Capacity and Treatment	2,200,000.00
2017-027	Oak Valley/I-10 Interchange	8,977,886.97
2017-028	Potrero Fire Station	4,050,073.09
2018-008	Oak Valley Pkwy Ph 2	500,000.00
	Total	20,171,470.59

*Included in fees are funds transferred to projects that were not expended by 6/30/2019. Funds were transferred back into DIF funds and will be moved once expended. A separate schedule of transfers is included.

Exhibit B

Summary of AB1600 Development Impact Transfers In

Report #	Description	Transfers In
1	Traffic Signal	144,815.17
2	Railroad Crossing	1,710,265.82
3	Fire Facility	950,073.09
4	BSFF Facility	30,378.07
5	Emergency Preparedness	-
6	General Plan	-
7	Recylced Water	-
8	Noble Creek Sewer	-
9	Trunk Maint Facility	-
10	Upper Potrero Sewer	-
11	Lower Potrero Sewer	-
12	San Timoteo Sewer	-
13	Eastide Faciltiy	-
14	Westside Facility	-
15	Road and Bridge Benefit	2,232,287.98
16	CFD - TUMF	-
17	Regional Park	-
18	Alley In-Leiu Facility	-
19	Sewer Capacity	119,943.12
20	South West Water	-
21	4th Street Extension	-
22	Willow Springs	-
23	Recreational Facilities	-
24	Police Facilities	-
25	Community Park Development	-
26	Neighborhood Park Development	-
Totals		5,187,763.25

Summary of Transfer Ins by Projects

Project #	Description	Amount
2016-001	Oak Valley/I-10 Interchange Traffic Signals	144,815.17
2017-013	California Ave/UPR Grade Seperation	950,906.09
2017-012	Pennsylvania Ave/UPR Grade Serperation	759,359.73
2017-028	Potrero Fire Station	950,073.09
CF104X	CF104 City Hall and BLDG B	30,378.07
2017-027	Oak Valley/I-10 Interchange	677,886.97
2017-014	Highland Springs Ave/1st St Storm Drain Improvement	182,635.00
2017-009	Pennsylvania Widening	289,803.26
2017-002	Oak Valley Project (WRCOG)	139,441.69
2017-001	Pennsylvania Avenue (WRCOG)	942,521.06
2017-020	Brine Capacity and Treatment	100,000.00
2017-007	Title 22 Recycled Water Project	19,943.12
Totals		5,187,763.25

Exhibit C

Summary of Future Projects

Project #	Description	Amount
2019-009	2nd Street Ext Design	200,000.00
2019-017	Beaumont Ave Signalization	795,000.00
	Totals	995,000.00

CITY OF BEAUMONT
ANNUAL COMPLIANCE REPORT FOR AB 1600
TRAFFIC SIGNAL IMPACT FEES
Fiscal Year Ending June 30, 2019

For the purpose of compliance with Government Code Subsection 66006(b)(1), the following information regarding AB 1600 fees is presented:

For each separate account or fund established pursuant to subdivision (a), the local agency shall, within 180 days after the last day of each fiscal year, make available to the public the following information for the fiscal year:

(A) A brief description of the type of fee in the account or fund.

Traffic Signal Impact Fee – The purpose of this fee is to finance the construction of traffic signals and improvements needed to maintain traffic movement and safety on City streets. These fees provide the above described project funding to accommodate traffic generated by future development within the City.

(B) The amount of the fee.

	Dev Units ¹	Impact Fee Per Unit ¹	Updated 9/5/2018 ^{1, 2}
Residential-Single Family	DU	\$270.71	\$271.28
Residential-Multi- Family	DU	\$182.26	\$182.65
Residential-Mobile Home	DU	\$158.14	\$158.47
Commercial,	KSF	\$335.04	\$335.7
Industrial/Business Park	KSF	\$230.51	\$231.0

1 Development Units--DU = dwelling unit; KSF = 1,000 gross square feet of building area.

2 Net Impact Fee (Gross \$271.28 less 1% Administration portion \$2.68).

(C) The beginning and ending balance of the account or fund.

(D) The amount of the fees collected and the interest earned.

Beginning – July 1, 2018	\$970,216.99
Plus: Fees Collected	458,661.43
Interest	.00
Less: Expenditure	(28,990.30)
Refunds	(205.58)
Ending June 30, 2019	\$1,399,682.54

(E) An identification of each public improvement on which fees were expended and the amount of the expenditures on each improvement, including the total percentage of the cost of the public improvement that was funded with fees.

(F) *An identification of an approximate date by which the construction of the public improvement will commence if the local agency determines that sufficient funds have been collected to complete financing on an incomplete public improvement, as identified in paragraph (2) of subdivision (a) of Section 66001, and the public improvement remains incomplete.*

Engineering, design and planning work has been completed for two signals at Oak Valley Blvd and I10 off and on Ramps. Studies have started on planning of up to potentially signalizing 5 additional intersections throughout the City. The signals identified in the Impact Fee Study are to be completed in the next three years, or as soon as they are warranted.

(G) *A description of each interfund transfer or loan made from the account or fund, including the public improvement on which the transferred or loaned fees will be expended, and, in the case of an interfund loan, the date on which the loan will be repaid and the rate of interest that the account or fund will receive on the loan.*

Transfers were made to the following projects:

2017-016	Beaumont Avenue Signalization	\$ 5,522.80
2017-010	6 th Street Rehab and Beautification	\$ 23,467.50

(H) *The amount of refunds made pursuant to subdivision (e) Section 66001 and any allocation pursuant to subdivision (f) of Section 66001.*

Refund to Developer due to duplicate payment received.

**CITY OF BEAUMONT
ANNUAL COMPLIANCE REPORT FOR AB
1600 RAILROAD CROSSING FACILITY
FEE**

Fiscal Year Ending June 30, 2019

For the purpose of compliance with Government Code Subsection 66006(b)(1), the following information regarding AB 1600 fees is presented:

For each separate account or fund established pursuant to subdivision (a), the local agency shall, within 180 days after the last day of each fiscal year, make available to the public the following information for the fiscal year:

(A) A brief description of the type of fee in the account or fund.

Railroad Crossing Facility Fee - The purpose of this fee is to finance the construction of Railroad Crossings, traffic signals, improvements needed to maintain traffic movement and safety on City streets. These fees provide the above described project funding to accommodate traffic generated by future development within the City.

(B) The amount of the fee.

	<u>Dev Units</u> ¹	<u>Impact Fee Per Unit</u> ¹	<u>Updated 9/5/2018</u> ^{1 2}
Residential-Single Family	DU	\$290.92	\$291.53
Residential-Multi-Family	DU	\$195.86	\$196.28
Residential-Mobile Home	DU	\$169.94	\$170.30
Commercial	KSF	\$360.04	\$360.80
Industrial-Business Park	KSF	\$247.71	\$248.23
Industrial-High-Cube WH	KSF	\$34.56	\$34.63

1 Development Units--DU = dwelling unit; KSF = 1,000 gross square feet of building area.

2 Net Impact Fee (Gross \$291.53 less 1% Administration portion \$2.92).

(C) The beginning and ending balance of the account or fund.

(D) The amount of the fees collected and the interest earned.

Beginning – July 1, 2018	\$169,766.41
Plus: Fees Collected	2,046,623.96
Interest	.00
Less: Expenditure	(0.00)
Refunds	<u>(220.83)</u>
Ending June 30, 2019	\$2,216,169.54

(E) An identification of each public improvement on which fees were expended and the amount of the expenditures on each improvement, including the total percentage of the cost of the public improvement that was funded with fees.

No direct expenditures were made for these public improvements during this fiscal year.

- (F) *An identification of an approximate date by which the construction of the public improvement will commence if the local agency determines that sufficient funds have been collected to complete financing on an incomplete public improvement, as identified in paragraph (2) of subdivision (a) of Section 66001, and the public improvement remains incomplete.*

Engineering, design and planning work for the Pennsylvania Avenue Grade Separation began in FY2017/18 and is anticipated to be completed by the end of 2020/2021 at a cost of \$2 million. Preliminary design work for the California Avenue Grade Separation Project began in FY2017/18. Quiet Zone Project for California Avenue and Veile Street is currently on hold.

- (G) *A description of each interfund transfer or loan made from the account or fund, including the public improvement on which the transferred or loaned fees will be expended, and, in the case of an interfund loan, the date on which the loan will be repaid and the rate of interest that the account or fund will receive on the loan.*

No interfund transfers or loans were made during the fiscal year utilizing these funds.

- (H) *The amount of refunds made pursuant to subdivision (e) Section 66001 and any allocation pursuant to subdivision (f) of Section 66001.*

Refund to Developer due to duplicate payment received.

Attachment 3

CITY OF BEAUMONT
ANNUAL COMPLIANCE REPORT FOR AB 1600
FIRE STATION FACILITY FEE
Fiscal Year Ending June 30, 2019

For the purpose of compliance with Government Code Subsection 66006(b)(1), the following information regarding AB 1600 fees is presented:

For each separate account or fund established pursuant to subdivision (a), the local agency shall, within 180 days after the last day of each fiscal year, make available to the public the following information for the fiscal year:

(A) brief description of the type of fee in the account or fund.

Fire Facility Fee – The Fee is used to fund the design, permitting, administration, acquisition, construction of fire station facilities and equipment necessary to serve future development in the City.

(B) The amount of the fee.

	Dev Units ¹	Impact Fee Per Unit ¹	Updated 9/5/2018 ^{1 2}
Residential-Single Family	DU	\$568.68	\$573.19
Residential-Multi-Family	DU	\$181.98	\$183.42
Residential-Mobile Home	DU	\$272.97	\$275.14
Commercial	KSF	\$208.87	\$210.53
Industrial-Business Park	KSF	\$174.07	\$175.45
Industrial-High-Cube WH	KSF	\$130.55	\$131.59

¹ Development Units--DU = dwelling unit; KSF = 1,000 gross square feet of building area.

² Net Impact Fee (Gross \$568.68 less 1% Administration portion \$5.73).

(C) The beginning and ending balance of the account or fund.

(D) The amount of the fees collected and the interest earned.

Beginning – July 1, 2018	\$ 2,428,563.93
Plus: Fees Collected	1,666,645.77
Interest	.00
Less: Expenditure	(0)
Refunds	(112.71)
Ending – June 30, 2019	\$ 4,095,096.99

(E) An identification of each public improvement on which fees were expended and the amount of the expenditures on each improvement, including the total percentage of the cost of the public improvement that was funded with fees.

No direct expenditures were made for these public improvements during this fiscal year.

- (F) *An identification of an approximate date by which the construction of the public improvement will commence if the local agency determines that sufficient funds have been collected to complete financing on an incomplete public improvement, as identified in paragraph (2) of subdivision (a) of Section 66001, and the public improvement remains incomplete.*

Engineering, design and planning work for West Side Fire Station Project began in FY2017/18 and is expected to be completed in FY2019/2020. The construction is expected to be complete by the end of FY 2020/2021.

- (G) *A description of each interfund transfer or loan made from the account or fund, including the public improvement on which the transferred or loaned fees will be expended, and, in the case of an interfund loan, the date on which the loan will be repaid and the rate of interest that the account or fund will receive on the loan.*

No interfund transfers or loans were made during the fiscal year utilizing these funds.

- (H) *The amount of refunds made pursuant to subdivision (e) Section 66001 and any allocation pursuant to subdivision (f) of Section 66001.*

Refund to Developer due to duplicate payment received.

CITY OF BEAUMONT
ANNUAL COMPLIANCE REPORT FOR AB 1600
PUBLIC FACILITY FEE
Fiscal Year Ending June 30, 2019

For the purpose of compliance with Government Code Subsection 66006(b)(1), the following information regarding AB 1600 fees is presented:

For each separate account or fund established pursuant to subdivision (a), the local agency shall, within 180 days after the last day of each fiscal year, make available to the public the following information for the fiscal year:

(A) *A brief description of the type of fee in the account or fund.*

BSFF Facility Fee – This fee is required to maintain present basic services and to offset the ever-increasing demand caused in part by construction of new residential development and that said fee is necessary for the preservation of the public peace, health and safety. **In January 2018, BSFF Facility Fee was renamed to Public Facility Fee.**

(B) *The amount of the fee.*

	Dev Units ¹	Impact Fee Per Unit ¹	Updated 9/5/2018 ^{1 2}
Residential-Single Family	DU	\$418.62	\$421.94
Residential-Multi-Family	DU	\$352.17	\$354.97
Residential-Mobile Home	DU	\$389.38	\$392.47
Commercial	KSF	\$93.03	\$93.77
Industrial-Business Park	KSF	\$65.11	\$65.63
Industrial-High-Cube WH	KSF	\$37.20	\$37.50

1 Development Units--DU = dwelling unit; KSF = 1,000 gross square feet of building area.

2 Net Impact Fee (Gross \$418.62 less 1% Administration portion \$4.22).

(C) *The beginning and ending balance of the account or fund.*

(D) *The amount of the fees collected and the interest earned.*

Beginning – July 1, 2018	\$762,643.65
Plus: Fees Collected	379,250.19
Interest	.00
Less: Expenditure	(348,821.93)
Refunds	(50.19)
Ending – June 30, 2019	\$793,021.72

(E) *An identification of each public improvement on which fees were expended and the amount of the expenditures on each improvement, including the total percentage of the cost of the public improvement that was funded with fees.*

Transfers were made to the following project

CF104X	City Hall and Building B	\$169,621.93
2017-CF100:	City Hall	\$179,200.00

(F) An identification of an approximate date by which the construction of the public improvement will commence if the local agency determines that sufficient funds have been collected to complete financing on an incomplete public improvement, as identified in paragraph (2) of subdivision (a) of Section 66001, and the public improvement remains incomplete.

Conceptual design work for City Hall complex was completed in FY 2018/19. Phase 1 expansion was designed and completed September 2018.

(G) A description of each interfund transfer or loan made from the account or fund, including the public improvement on which the transferred or loaned fees will be expended, and, in the case of an interfund loan, the date on which the loan will be repaid and the rate of interest that the account or fund will receive on the loan.

No interfund transfers or loans were made during the fiscal year utilizing these funds.

(H) The amount of refunds made pursuant to subdivision (e) Section 66001 and any allocation pursuant to subdivision (f) of Section 66001.

Refund to Developer due to duplicate payment received.

**CITY OF BEAUMONT
ANNUAL COMPLIANCE REPORT FOR AB 1600
EMERGENCY PREPAREDNESS FEE
Fiscal Year Ending June 30, 2019**

For the purpose of compliance with Government Code Subsection 66006(b)(1), the following information regarding AB 1600 fees is presented:

For each separate account or fund established pursuant to subdivision (a), the local agency shall, within 180 days after the last day of each fiscal year, make available to the public the following information for the fiscal year:

(A) A brief description of the type of fee in the account or fund.

Emergency Preparedness Fee – This fee is established for the purpose of continuing growth of the City of Beaumont combined with the expectation of high quality services by its citizens, and has been a catalyst for review of City's existing and future public facilities, as well as a variety of emergencies, near-disasters which provides care for its citizens during disasters and other emergencies affecting public health and welfare.

(B) The amount of the fee.

	<u>Dev Units</u> ¹	<u>Impact Fee Per Unit</u> ¹
Residential-Single Family	DU	\$729.63
Residential-Duplex/Multi	DU	\$729.63
Residential-Mobile Home	DU	\$729.63
Commercial	KSF	.22/SF
Industrial	KSF	.22/SF

¹ Development Units--DU = dwelling unit; KSF = 1,000 gross square feet of building area.

(C) The beginning and ending balance of the account or fund.

(D) The amount of the fees collected and the interest earned.

Beginning – July 1, 2018	\$ (2,534,356.16)
Plus: Fees Collected	1,056,153.34
Interest	.00
Less: Expenditure	(.00)
Refunds	<u>(140.80)</u>
Ending – June 30, 2019	\$ (1,478,343.62)

(E) An identification of each public improvement on which fees were expended and the amount of the expenditures on each improvement, including the total percentage of the cost of the public improvement that was funded with fees.

No expenditures were made for these public improvements during this fiscal year.

- (F) *An identification of an approximate date by which the construction of the public improvement will commence if the local agency determines that sufficient funds have been collected to complete financing on an incomplete public improvement, as identified in paragraph (2) of subdivision (a) of Section 66001, and the public improvement remains incomplete.*

This fund has been over allocated; Current fees collected are paying for previously completed project. Future projects will be proposed once the fees accumulate again.

- (G) *A description of each interfund transfer or loan made from the account or fund, including the public improvement on which the transferred or loaned fees will be expended, and, in the case of an interfund loan, the date on which the loan will be repaid and the rate of interest that the account or fund will receive on the loan.*

No interfund transfers or loans were made during the fiscal year utilizing these funds.

- (H) *The amount of refunds made pursuant to subdivision (e) Section 66001 and any allocation pursuant to subdivision (f) of Section 66001.*

Refund to Developer due to duplicate payment received.

**CITY OF BEAUMONT
ANNUAL COMPLIANCE REPORT FOR AB 1600
GENERAL PLAN FEE (GPE)
Fiscal Year Ending June 30, 2019**

For the purpose of compliance with Government Code Subsection 66006(b)(1), the following information regarding AB 1600 fees is presented:

For each separate account or fund established pursuant to subdivision (a), the local agency shall, within 180 days after the last day of each fiscal year, make available to the public the following information for the fiscal year:

(A) *A brief description of the type of fee in the account or fund.*

GPF Fee – The purpose of this fee is to finance updates to the City’s General Plan.

(B) *The amount of the fee.*

	Dev Units ¹	Impact Fee Per Unit ¹
Residential	DU	\$50.00
Residential-Mobile Home	DU	\$35.00
Commercial, Industrial	KSF	.05/SF
Hotel/Motel	PR	35.00 PR
Recreational Vehicle Park	PS	.\$25.00 PS

¹ Development Units--DU = dwelling unit; KSF = 1,000 gross square feet of building area; PR is per room; PS is per RV space

(C) *The beginning and ending balance of the account or fund.*

(D) *The amount of the fees collected and the interest earned.*

Beginning – July 1, 2018	\$0.00
Plus: Fees Collected	172,889.85
Interest	.00
Less: Expenditure	(171,615.82)
Refunds	(32,.00)
Ending – June 30, 2019	\$1,242.03

(E) *An identification of each public improvement on which fees were expended and the amount of the expenditures on each improvement, including the total percentage of the cost of the public improvement that was funded with fees.*

(F) *An identification of an approximate date by which the construction of the public improvement will commence if the local agency determines*

that sufficient funds have been collected to complete financing on an incomplete public improvement, as identified in paragraph (2) of subdivision (a) of Section 66001, and the public improvement remains incomplete.

Contract for General Plan Update was awarded to Raimi and Associates on December 6, 2016. The update is expected to be complete by Spring 2020.

(G) A description of each interfund transfer or loan made from the account or fund, including the public improvement on which the transferred or loaned fees will be expended, and, in the case of an interfund loan, the date on which the loan will be repaid and the rate of interest that the account or fund will receive on the loan.

Transfers were made to the following project:

2016-004	General Plan Update	\$171,615.82
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(H) The amount of refunds made pursuant to subdivision (e) Section 66001 and any allocation pursuant to subdivision (f) of Section 66001.

Refund to Developer due to duplicate payment received.

CITY OF BEAUMONT
ANNUAL COMPLIANCE REPORT FOR AB 1600
RECYCLED WATER FACILITY FEE
Fiscal Year Ending June 30, 2019

For the purpose of compliance with Government Code Subsection 66006(b)(1), the following information regarding AB 1600 fees is presented:

For each separate account or fund established pursuant to subdivision (a), the local agency shall, within 180 days after the last day of each fiscal year, make available to the public the following information for the fiscal year:

(A) *A brief description of the type of fee in the account or fund.*

Recycled Water Facility Fee – The purpose of this fee is to make provisions for assessing and collecting fees referred to as “water facilities fees” as a condition of issuing a permit for development of any portion of land which is benefitted by the acquisition and construction of the of the Southwest Properties Water Project for the purpose of defraying the actual or estimated cost of construction of the improvements.

(B) *The amount of the fee.*

	Dev Units ¹	Impact Fee Per Unit ¹
Sewer EDU	DU/EDU	\$786.64

¹ Development Units--DU = dwelling unit; KSF = 1,000 gross square feet of building area.

(C) *The beginning and ending balance of the account or fund.*

(D) *The amount of the fees collected and the interest earned.*

Beginning – July 1, 2018	\$1,553,883.52
Plus: Fees Collected	675,313.81
Interest	.00
Less: Expenditure	(0.00)
Refunds	(0.00)
Ending – June 30, 2019	\$2,229,197.33

(E) *An identification of each public improvement on which fees were expended and the amount of the expenditures on each improvement, including the total percentage of the cost of the public improvement that was funded with fees.*

No expenditures were made for these public improvements during this fiscal year.

- (F) *An identification of an approximate date by which the construction of the public improvement will commence if the local agency determines that sufficient funds have been collected to complete financing on an incomplete public improvement, as identified in paragraph (2) of subdivision (a) of Section 66001, and the public improvement remains incomplete.*

Engineering, design and planning work is currently being performed for upgrades to the Wastewater Treatment Plant to produce recycled water. The construction of the new facility began October 2018 and anticipated available water production June 2020.

- (G) *A description of each interfund transfer or loan made from the account or fund, including the public improvement on which the transferred or loaned fees will be expended, and, in the case of an interfund loan, the date on which the loan will be repaid and the rate of interest that the account or fund will receive on the loan.*

No interfund transfers or loans were made during the fiscal year utilizing these funds.

- (H) *The amount of refunds made pursuant to subdivision (e) Section 66001 and any allocation pursuant to subdivision (f) of Section 66001.*

Refund to Developer due to expiration of building permits issued.

CITY OF BEAUMONT
ANNUAL COMPLIANCE REPORT FOR AB
1600 NOBLE CREEK SEWER MAIN FACILITY
FEES

Fiscal Year Ending June 30, 2019

For the purpose of compliance with Government Code Subsection 66006(b)(1), the following information regarding AB 1600 fees is presented:

For each separate account or fund established pursuant to subdivision (a), the local agency shall, within 180 days after the last day of each fiscal year, make available to the public the following information for the fiscal year:

(A) *A brief description of the type of fee in the account or fund.*

Noble Creek Sewer Main Facility Fee – The Purpose of this fee is for the finance of construction for sewer force main and related infrastructure.

(B) *The amount of the fee.*

	Dev	Impact Fee
	<u>Units</u> ¹	<u>Per Unit</u> ¹
	EDU/DU	\$173

¹ Development Units--DU = dwelling unit; KSF = 1,000 gross square feet of building area.

(C) *The beginning and ending balance of the account or fund.*

(D) *The amount of the fees collected and the interest earned.*

Beginning – July 1, 2018	\$ 0.00
Plus: Fees Collected	.00
Interest	.00
Less: Expenditure	(0.00)
Refunds	(0.00)
Ending – June 30, 2019	<u>\$.00</u>

(E) *An identification of an approximate date by which the construction of the public improvement will commence if the local agency determines that sufficient funds have been collected to complete financing on an incomplete public improvement, as identified in paragraph (2) of subdivision (a) of Section 66001, and the public improvement remains incomplete.*

No expenditures were made for these public improvements during this fiscal year

(F) *A description of each interfund transfer or loan made from the account or fund, including the public improvement on which the transferred or loaned fees will be expended, and, in the case of an interfund loan,*

the date on which the loan will be repaid and the rate of interest that the account or fund will receive on the loan.

Wastewater Master Plan was awarded November 2019. Hydraulic analysis with potential future development will identify capacity needs for the collection system.

(G) A description of each interfund transfer or loan made from the account or fund, including the public improvement on which the transferred or loaned fees will be expended, and, in the case of an interfund loan, the date on which the loan will be repaid and the rate of interest that the account or fund will receive on the loan

Transfers were made to the following project:

No interfund transfers or loans were made during the fiscal year utilizing these funds.

(H) The amount of refunds made pursuant to subdivision (e) Section 66001 and any allocation pursuant to subdivision (f) of Section 66001.

No refunds were made during the fiscal year.

Attachment 9

CITY OF BEAUMONT
ANNUAL COMPLIANCE REPORT FOR AB 1600
SOUTHERN TRUNK MAIN SEWER
Fiscal Year Ending June 30, 2019

For the purpose of compliance with Government Code Subsection 66006(b)(1), the following information regarding AB 1600 fees is presented:

For each separate account or fund established pursuant to subdivision (a), the local agency shall, within 180 days after the last day of each fiscal year, make available to the public the following information for the fiscal year:

(A) *A brief description of the type of fee in the account or fund.*

Trunk Main Facility Fee – The purpose of this fee is to establish and generate revenues sufficient to install sewer trunk main, bridge and major thoroughfare transportation facilities.

(B) *The amount of the fee.*

Dev Units ¹	Impact Fee Per Unit ¹
DU	\$90.15

¹ Development Units--DU = dwelling unit; KSF = 1,000 gross square feet of building area.

(C) *The beginning and ending balance of the account or fund.*

(D) *The amount of the fees collected and the interest earned.*

Beginning – July 1, 2018	\$0.00
Plus: Fees Collected	55,826.91
Interest	.00
Less: Expenditure	(0.00)
Refunds	(.00)
Ending – June 30, 2019	\$55,826.91

(E) *An identification of an approximate date by which the construction of the public improvement will commence if the local agency determines that sufficient funds have been collected to complete financing on an incomplete public improvement, as identified in paragraph (2) of subdivision (a) of Section 66001, and the public improvement remains incomplete.*

No expenditures were made for these public improvements during this fiscal year

(F) *A description of each interfund transfer or loan made from the account or fund, including the public improvement on which the transferred or loaned fees will be expended, and, in the case of an interfund loan,*

the date on which the loan will be repaid and the rate of interest that the account or fund will receive on the loan.

Wastewater Master Plan was awarded November 2019. Hydraulic analysis with potential future development will identify capacity needs for the collection system.

(G) A description of each interfund transfer or loan made from the account or fund, including the public improvement on which the transferred or loaned fees will be expended, and, in the case of an interfund loan, the date on which the loan will be repaid and the rate of interest that the account or fund will receive on the loan

No interfund transfers or loans were made during the fiscal year utilizing these funds.

(H) The amount of refunds made pursuant to subdivision (e) Section 66001 and any allocation pursuant to subdivision (f) of Section 66001.

No refunds were made during the fiscal year.

CITY OF BEAUMONT
ANNUAL COMPLIANCE REPORT FOR AB 1600
UPPER POTRERO SEWER FACILITY
FEES

Fiscal Year Ending June 30, 2019

For the purpose of compliance with Government Code Subsection 66006(b)(1), the following information regarding AB 1600 fees is presented:

For each separate account or fund established pursuant to subdivision (a), the local agency shall, within 180 days after the last day of each fiscal year, make available to the public the following information for the fiscal year:

(A) *A brief description of the type of fee in the account or fund.*

Upper Potrero Sewer Facility Fee – The Purpose of this fee is to finance sewer mains, force mains, and other sewer related infrastructures.

(B) *The amount of the fee.*

<u>Dev Units</u> ¹	<u>Impact Fee Per Unit</u> ¹
EDU/DU	\$251.66

¹ Development Units--DU = dwelling unit; KSF = 1,000 gross square feet of building area.

(C) *The beginning and ending balance of the account or fund.*

(D) *The amount of the fees collected and the interest earned.*

Beginning – July 1, 2018	\$	0.00
Plus: Fees Collected		0.00
Interest		.00
Less: Expenditure		(0.00)
Refunds		(0.00)
Ending – June 30, 2019	<u>\$</u>	<u>0.00</u>

(E) *An identification of an approximate date by which the construction of the public improvement will commence if the local agency determines that sufficient funds have been collected to complete financing on an incomplete public improvement, as identified in paragraph (2) of subdivision (a) of Section 66001, and the public improvement remains incomplete.*

No expenditures were made for these public improvements during this fiscal year

(F) *An identification of an approximate date by which the construction of the public improvement will commence if the local agency determines that sufficient funds have been collected to complete financing on an*

incomplete public improvement, as identified in paragraph (2) of subdivision (a) of Section 66001, and the public improvement remains incomplete.

Wastewater Master Plan was awarded November 2019. Hydraulic analysis with potential future development will identify capacity needs for the collection system.

- (G) A description of each interfund transfer or loan made from the account or fund, including the public improvement on which the transferred or loaned fees will be expended, and, in the case of an interfund loan, the date on which the loan will be repaid and the rate of interest that the account or fund will receive on the loan.*

No interfund transfers or loans were made during the fiscal year utilizing these funds

- (H) The amount of refunds made pursuant to subdivision (e) Section 66001 and any allocation pursuant to subdivision (f) of Section 66001.*

No refunds were made during the fiscal year.

**CITY OF BEAUMONT
ANNUAL COMPLIANCE REPORT FOR AB 1600
LOWER POTRERO SEWER FACILITY FEES
Fiscal Year Ending June 30, 2019**

For the purpose of compliance with Government Code Subsection 66006(b)(1), the following information regarding AB 1600 fees is presented:

For each separate account or fund established pursuant to subdivision (a), the local agency shall, within 180 days after the last day of each fiscal year, make available to the public the following information for the fiscal year:

(A) *A brief description of the type of fee in the account or fund.*

Lower Potrero Sewer Facility Fees – The Purpose of this fee is to finance sewer mains, force mains, and other sewer related infrastructures.

(B) *The amount of the fee.*

Dev <u>Units</u> ¹	Impact Fee <u>Per Unit</u> ¹
DU	\$492.16

¹ Development Units--DU = dwelling unit; KSF = 1,000 gross square feet of building area.

(C) *The beginning and ending balance of the account or fund.*

(D) *The amount of the fees collected and the interest earned.*

Beginning – July 1, 2018	\$ 0.00
Plus: Fees Collected	40,488.40
Interest	0.00
Less: Expenditure	(0.00)
Refunds	<u>(.00)</u>
Ending – June 30, 2019	\$ 40,488.40

(E) *An identification of an approximate date by which the construction of the public improvement will commence if the local agency determines that sufficient funds have been collected to complete financing on an incomplete public improvement, as identified in paragraph (2) of subdivision (a) of Section 66001, and the public improvement remains incomplete.*

No expenditures were made for these public improvements during this fiscal year

(F) *An identification of an approximate date by which the construction of the public improvement will commence if the local agency determines that sufficient funds have been collected to complete financing on an incomplete public improvement, as identified in paragraph (2) of*

subdivision (a) of Section 66001, and the public improvement remains incomplete.

Wastewater Master Plan was awarded November 2019. Hydraulic analysis with potential future development will identify capacity needs for the collection system.

(G) A description of each interfund transfer or loan made from the account or fund, including the public improvement on which the transferred or loaned fees will be expended, and, in the case of an interfund loan, the date on which the loan will be repaid and the rate of interest that the account or fund will receive on the loan.

No interfund transfers or loans were made during the fiscal year utilizing these funds

(H) The amount of refunds made pursuant to subdivision (e) Section 66001 and any allocation pursuant to subdivision (f) of Section 66001.

No refunds were made during the fiscal year.

**CITY OF BEAUMONT
ANNUAL COMPLIANCE REPORT FOR AB 1600
SAN TIMOTEO SEWER FACILITY FEE
Fiscal Year Ending June 30, 2019**

For the purpose of compliance with Government Code Subsection 66006(b)(1), the following information regarding AB 1600 fees is presented:

For each separate account or fund established pursuant to subdivision (a), the local agency shall, within 180 days after the last day of each fiscal year, make available to the public the following information for the fiscal year:

(A) *A brief description of the type of fee in the account or fund.*

San Timoteo Sewer Facility Fees– This Fee Study calculates a proposed facility fee based upon the reasonable apportionment of sewer facility costs to measurable units of development in accordance with Government code Section 6600.

(B) *The amount of the fee.*

	Dev Units ¹	Impact Fee Per Unit ¹
Lower Oak Valley Sewer	EDU	\$996.55
Upper Oak Valley Sewer	EDU	\$857.13
Beaumont Mesa Sewer	EDU	\$241.94

Development Units--DU = dwelling unit; KSF = 1,000 gross square feet of building area.

(C) *The beginning and ending balance of the account or fund.*

(D) *The amount of the fees collected and the interest earned.*

Beginning – July 1, 2018	\$ 0.00
Plus: Fees Collected	\$13,790.58
Interest	.00
Less: Expenditure	(0.00)
Refunds	(.00)
Ending – June 30, 2019	\$13,790.58

(E) *An identification of each public improvement on which fees were expended and the amount of the expenditures on each improvement, including the total percentage of the cost of the public improvement that was funded with fees.*

No expenditures were made for these public improvements during this fiscal year.

(F) *An identification of an approximate date by which the construction of the public improvement will commence if the local agency determines that sufficient funds have been allocated to complete financing on an incomplete public improvement, as identified in paragraph 2) of*

subdivision (a) of Section 66001, and the public improvement remains incomplete.

Wastewater Master Plan was awarded November 2019. Hydraulic analysis with potential future development will identify capacity needs for the collection system.

(G) A description of each interfund transfer or loan made from the account or fund, including the public improvement on which the transferred or loaned fees will be expended, and, in the case of an interfund loan, the date on which the loan will be repaid and the rate of interest that the account or fund will receive on the loan.

Transfers were made to the following project:

No interfund transfers or loans were made during the fiscal year utilizing these funds

(H) The amount of refunds made pursuant to subdivision (e) Section 66001 and any allocation pursuant to subdivision (f) of Section 66001.

No refunds were made during the fiscal year.

**CITY OF BEAUMONT
ANNUAL COMPLIANCE REPORT FOR AB 1600
ROAD AND BRIDGE BENEFIT FACILITY FEE
Fiscal Year Ending June 30, 2019**

For the purpose of compliance with Government Code Subsection 66006(b)(1), the following information regarding AB 1600 fees is presented:

For each separate account or fund established pursuant to subdivision (a), the local agency shall, within 180 days after the last day of each fiscal year, make available to the public the following information for the fiscal year:

(A) A brief description of the type of fee in the account or fund.

Road and Bridge Benefit Facility Fee – This fee was established to prepare the Beaumont Road and Bridge District Area of Benefit District Fee Study to fairly and equitably allocate transportation facility cost for Required Improvements in accordance with Ordinance No. 837 and AB 1600.

(B) The amount of the fee.

	Dev Units ¹	Impact Fee Per Unit ¹	Updated 9/5/2018 ^{1 2}
Residential-Single Family	DU	\$2464.71	\$2,469.89
Residential-Multi-Family	DU	\$1,659.41	\$1,662.90
Residential-Mobile Home	DU	\$1,439.78	\$1,442.81
Commercial	KSF	\$3,050.38	\$3,056.80
Industrial-Business Park	KSF	\$2,098.66	\$2,103.08
Industrial-High-Cube WH	KSF	\$292.84	\$293.46

¹ Development Units--DU = dwelling unit; KSF = 1,000 gross square feet of building area.
² Net Impact Fee (Gross \$2,464.71 less 1% Administration portion \$24.70).

(C) The beginning and ending balance of the account or fund.

(D) The amount of the fees collected and the interest earned.

Beginning – July 1, 2018	\$1,899,677.71
Plus: Fees Collected	5,070,239.83
Interest	.00
Less: Expenditure	(4,418.57)
Refunds	(1,871.15)
Ending – June 30, 2019	\$ 6,963,627.82

(E) An identification of each public improvement on which fees were expended and the amount of the expenditures on each improvement, including the total percentage of the cost of the public improvement that was funded with fees.

Direct expenditure was made during this fiscal year as follows:

2016-03 Potrero Interchange – PH 1 341.07

(F) *An identification of an approximate date by which the construction of the public improvement will commence if the local agency determines that sufficient funds have been collected to complete financing on an incomplete public improvement, as identified in paragraph (2) of subdivision (a) of Section 66001, and the public improvement remains incomplete.*

Engineering, design and planning work is currently being done for Potrero/I60 Interchange Project. Construction for this Project began in FY 2017/18. Engineering, design and planning work for Pennsylvania Avenue/I10 Interchange Project, Oak Valley/I10 Interchange and Cherry Valley/I10 Interchange Project began in FY2017/18.

(G) *A description of each interfund transfer or loan made from the account or fund, including the public improvement on which the transferred or loaned fees will be expended, and, in the case of an interfund loan, the date on which the loan will be repaid and the rate of interest that the account or fund will receive on the loan.*

Transfers were made to the following projects:

2017-026	Cherry Ave Construction	\$ 110.0
2017-023	Potrero Interchange Imp – PH 2	\$3967.50

(H) *The amount of refunds made pursuant to subdivision (e) Section 66001 and any allocation pursuant to subdivision (f) of Section 66001.*

Refund to Developer due to duplicate payment received.

CITY OF BEAUMONT
ANNUAL COMPLIANCE REPORT FOR AB 1600
REGIONAL PARK FEE
Fiscal Year Ending June 30, 2019

For the purpose of compliance with Government Code Subsection 66006(b)(1), the following information regarding AB 1600 fees is presented:

For each separate account or fund established pursuant to subdivision (a), the local agency shall, within 180 days after the last day of each fiscal year, make available to the public the following information for the fiscal year:

(A) *A brief description of the type of fee in the account or fund.*

Regional Park Fee – The purpose of this fee is to finance construction of regional parks and amenities.
Effective January 22, 2018, the Regional Park Fee was eliminated.

(B) *The amount of the fee.*

	Dev Units ¹	Impact Fee Per Unit ¹
Multi- Family	DU	\$N/A
Age Restricted	DU	\$N/A

¹ Development Units--DU = dwelling unit; KSF = 1,000 gross square feet of building area.

(C) *The beginning and ending balance of the account or fund.*

(D) *The amount of the fees collected and the interest earned.*

Beginning – July 1, 2018	\$1,920,244.94
Plus: Fees Collected	0.00
Interest	.00
Less: Expenditure	(.00)
Refunds	(0.00)
Ending – June 30, 2019	\$1,920,244.94

(E) *An identification of each public improvement on which fees were expended and the amount of the expenditures on each improvement, including the total percentage of the cost of the public improvement that was funded with fees.*

No direct expenditures were made for these public improvements during this fiscal year.

(F) *An identification of an approximate date by which the construction of the public improvement will commence if the local agency determines that sufficient funds have been collected to complete financing on an incomplete public improvement identified in paragraph (2) of*

subdivision (a) of Section 66001, and the public improvement remains incomplete.

Funds will be used towards regional park improvements.

- (G) A description of each interfund transfer or loan made from the account or fund, including the public improvement on which the transferred or loaned fees will be expended, and, in the case of an interfund loan, the date on which the loan will be repaid and the rate of interest that the account or fund will receive on the loan.*

No interfund transfers or loans were made during the fiscal year utilizing these funds.

- (H) The amount of refunds made pursuant to subdivision (e) Section 66001 and any allocation pursuant to subdivision (f) of Section 66001.*

No refunds were made during the fiscal year.

CITY OF BEAUMONT
ANNUAL COMPLIANCE REPORT FOR AB 1600
ALLEY IN-LIEU FACILITY FEE
Fiscal Year Ending June 30, 2019

For the purpose of compliance with Government Code Subsection 66006(b)(1), the following information regarding AB 1600 fees is presented:

For each separate account or fund established pursuant to subdivision (a), the local agency shall, within 180 days after the last day of each fiscal year, make available to the public the following information for the fiscal year:

(A) *A brief description of the type of fee in the account or fund.*

Alley In-Lieu Facility Fee – The purpose of this fee is to finance improvements to city alleys within the City.

(B) *The amount of the fee.*

This fee is currently not being collected.

1 Development Units--DU = dwelling unit; KSF = 1,000 gross square feet of building area.

(C) *The beginning and ending balance of the account or fund.*

(D) *The amount of the fees collected and the interest earned.*

Beginning – July 1, 2018	\$34,125.03
Plus: Fees Collected	.00
Interest	.00
Less: Expenditure	(6,100.00)
Refunds	<u>(.00)</u>
Ending – June 30, 2019	\$28,025.03

(E) *An identification of each public improvement on which fees were expended and the amount of the expenditures on each improvement, including the total percentage of the cost of the public improvement that was funded with fees.*

2018-003 Street Rehab 6100.00

(F) *An identification of an approximate date by which the construction of the public improvement will commence if the local agency determines that sufficient funds have been collected to complete financing on an incomplete public improvement, as identified in paragraph (2) of subdivision (a) of Section 66001, and the public improvement remains incomplete.*

Engineering, design and construction of alleys is proposed for every fiscal year in City's five-year CIP. The funds collected under this fee will supplement alley paving projects.

(G) A description of each interfund transfer or loan made from the account or fund, including the public improvement on which the transferred or loaned fees will be expended, and, in the case of an interfund loan, the date on which the loan will be repaid and the rate of interest that the account or fund will receive on the loan.

No interfund transfer or loans were made during FY 2018-2019.

(H) The amount of refunds made pursuant to subdivision (e) Section 66001 and any allocation pursuant to subdivision (f) of Section 66001.

No refunds were made during the fiscal year.

**CITY OF BEAUMONT
ANNUAL COMPLIANCE REPORT FOR AB 1600
SEWER CAPACITY FEE
Fiscal Year Ending June 30, 2019**

For the purpose of compliance with Government Code Subsection 66006(b)(1), the following information regarding AB 1600 fees is presented:

For each separate account or fund established pursuant to subdivision (a), the local agency shall, within 180 days after the last day of each fiscal year, make available to the public the following information for the fiscal year:

(A) A brief description of the type of fee in the account or fund.

Sewer Fee – The purpose of this fee is to finance the capacity increase in the Waste Water Treatment Plant.

(B) The amount of the fee.

Per Ordinance No. 1087, dated June 6, 2017

For permanent single-family residence (SFR) the fixed rate per Equivalent Dwelling Unit (EDU)	\$5,125.00
Effective January 1,2019	\$5,330.00

Connection/Capacity for new non-SFR customers connecting to the City’s sewer system shall be calculated based on a multiple of EDUs based on the individual flow and strength characteristics of the new customer pursuant to a resolution of the City Council.

(C) The beginning and ending balance of the account or fund.

(D) The amount of the fees collected and the interest earned.

Beginning – July 1, 2018	\$ 1,264,390.56
Plus: Fees Collected	3,588,099.00
Interest	.00
Less: Expenditure	(0.00)
Refunds	<u>(140,555.82)</u>
Ending – June 30, 2019	\$ 4,711,933.74

(E) An identification of each public improvement on which fees were expended and the amount of the expenditures on each improvement, including the total percentage of the cost of the public improvement that was funded with fees.

No expenditures were made for these p

ovements during this fiscal year.

(F) *An identification of an approximate date by which the construction of the public improvement will commence if the local agency determines that sufficient funds have been collected to complete financing on an incomplete public improvement, as identified in paragraph (2) of subdivision (a) of Section 66001, and the public improvement remains incomplete.*

The Wastewater Treatment Plant Expansion design was completed in December 2017. Construction began in October 2018 and is anticipated that Phase 1 will be completed June 2020. Phase 2 is expected to be completed June 2021.

(G) *A description of each interfund transfer or loan made from the account or fund, including the public improvement on which the transferred or loaned fees will be expended, and, in the case of an interfund loan, the date on which the loan will be repaid and the rate of interest that the account or fund will receive on the loan.*

Transfers were made to the following projects:

No interfund transfers or loans were made during the fiscal year utilizing these funds.

(H) *The amount of refunds made pursuant to subdivision (e) Section 66001 and any allocation pursuant to subdivision (f) of Section 66001.*

Refund to Developer due to Duplicate Payment Received.

CITY OF BEAUMONT
ANNUAL COMPLIANCE REPORT FOR AB 1600
4th STREET EXTENSION FEES
Fiscal Year Ending June 30, 2019

For the purpose of compliance with Government Code Subsection 66006(b)(1), the following information regarding AB 1600 fees is presented:

For each separate account or fund established pursuant to subdivision (a), the local agency shall, within 180 days after the last day of each fiscal year, make available to the public the following information for the fiscal year:

(A) *A brief description of the type of fee in the account or fund.*

4TH Street Extension Fee – The purpose of this fee is to finance the construction of the extension of 4th Street. These fees provide the above described project funding to accommodate traffic generated by future development within the City

(B) *The amount of the fee.*

Dev Units ¹	Impact Fee Per Unit ¹
EDU	\$509.05

¹ Development Units--DU = dwelling unit; KSF = 1,000 gross square feet of building area.

(C) *The beginning and ending balance of the account or fund.*

(D) *The amount of the fees collected and the interest earned.*

Beginning – July 1, 2018	\$	101,168.60
Plus: Fees Collected		.00
Interest		.00
Less: Expenditure		(.00)
Refunds		(.00)
Ending – June 30, 2019	\$	101,168.60

(E) *An identification of each public improvement on which fees were expended and the amount of the expenditures on each improvement, including the total percentage of the cost of the public improvement that was funded with fees.*

No expenditures were made for these public improvements during this fiscal year.

(F) An identification of an approximate date by which the construction of the public improvement will commence if the local agency determines that sufficient funds have been collected to complete financing on an incomplete public improvement, as identified in paragraph (2) of subdivision (a) of Section 66001, and the public improvement remains incomplete.

Majority of 4th Street Extension has been completed through development projects. These funds will be used to expand capacity in the future.

(G) A description of each interfund transfer or loan made from the account or fund, including the public improvement on which the transferred or loaned fees will be expended, and, in the case of an interfund loan, the date on which the loan will be repaid and the rate of interest that the account or fund will receive on the loan.

No interfund transfers or loans were made during the fiscal year utilizing these funds.

(H) The amount of refunds made pursuant to subdivision (e) Section 66001 and any allocation pursuant to subdivision (f) of Section 66001.

No refunds were made during the fiscal year.

CITY OF BEAUMONT
ANNUAL COMPLIANCE REPORT FOR AB 1600
WILLOW SPRINGS SEWER
Fiscal Year Ending June 30, 2019

For the purpose of compliance with Government Code Subsection 66006(b)(1), the following information regarding AB 1600 fees is presented:

For each separate account or fund established pursuant to subdivision (a), the local agency shall, within 180 days after the last day of each fiscal year, make available to the public the following information for the fiscal year:

(A) *A brief description of the type of fee in the account or fund.*

Willow Springs Sewer Fee – The purpose of this fee is to establish and generate revenues sufficient to install sewer line facilities.

(B) *The amount of the fee.*

Dev Units ¹	Impact Fee Per Unit ¹
DU	\$453.80

¹ Development Units--DU = dwelling unit; KSF = 1,000 gross square feet of building area.

(C) *The beginning and ending balance of the account or fund.*

(D) *The amount of the fees collected and the interest earned.*

Beginning – July 1, 2018	\$17,725.43
Plus: Fees Collected	.00
Interest	.00
Less: Expenditure	(.00)
Refunds	(.00)
Ending – June 30, 2019	\$ 17,725.43

(E) *An identification of each public improvement on which fees were expended and the amount of the expenditures on each improvement, including the total percentage of the cost of the public improvement that was funded with fees.*

No expenditures were made for these public improvements during this fiscal year.

- (F) *An identification of an approximate date by which the construction of the public improvement will commence if the local agency determines that sufficient funds have been collected to complete financing on an incomplete public improvement, as identified in paragraph (2) of subdivision (a) of Section 66001, and the public improvement remains incomplete.*

Wastewater Master Plan was awarded November 2019. Hydraulic analysis with potential future development will identify capacity needs for the collection system.

- (G) *A description of each interfund transfer or loan made from the account or fund, including the public improvement on which the transferred or loaned fees will be expended, and, in the case of an interfund loan, the date on which the loan will be repaid and the rate of interest that the account or fund will receive on the loan.*

No interfund transfers or loans were made during the fiscal year utilizing these funds.

- (H) *The amount of refunds made pursuant to subdivision (e) Section 66001 and any allocation pursuant to subdivision (f) of Section 66001.*

No refunds were made during the fiscal year.

CITY OF BEAUMONT
ANNUAL COMPLIANCE REPORT FOR AB 1600
RECREATIONAL FACILITY FEE
Fiscal Year Ending June 30, 2019

For the purpose of compliance with Government Code Subsection 66006(b)(1), the following information regarding AB 1600 fees is presented:

For each separate account or fund established pursuant to subdivision (a), the local agency shall, within 180 days after the last day of each fiscal year, make available to the public the following information for the fiscal year:

(A) *A brief description of the type of fee in the account or fund.*

Recreational Facility Fee – The purpose of this fee is to finance additional recreation facilities to serve the future development.

Fee is effective January 22, 2019.

(B) *The amount of the fee.*

	Dev Units ¹	Impact Fee Per Unit ^{1 2}
Residential-Single Family	DU	\$721.16
Residential-Multi-Family	DU	\$606.70
Residential-Mobile Home	DU	\$670.80

1 Development Units--DU = dwelling unit; KSF = 1,000 gross square feet of building area.

2 Net Impact Fee (Gross \$715.49 less 1% Administration portion \$7.21).

(C) *The beginning and ending balance of the account or fund.*

(D) *The amount of the fees collected and the interest earned.*

Beginning – July 1, 2018	\$ 264,917.33
Plus: Fees Collected	459,550.51
Interest	0.00
Less: Expenditure	(0.00)
Refunds	(0.00)
Ending – June 30, 2019	\$ 724,467.84

- (E) An identification of each public improvement on which fees were expended and the amount of the expenditures on each improvement, including the total percentage of the cost of the public improvement that was funded with fees.

No direct expenditures were made for these public improvement during this fiscal year.

- (F) *An identification of an approximate date by which the construction of the public improvement will commence if the local agency determines that sufficient funds have been collected to complete financing on an incomplete public improvement, as identified in paragraph (2) of subdivision (a) of Section 66001, and the public improvement remains incomplete.*

Funds will be used towards expansion or additional recreational facilities.

- (G) *A description of each interfund transfer or loan made from the account or fund, including the public improvement on which the transferred or loaned fees will be expended, and, in the case of an interfund loan, the date on which the loan will be repaid and the rate of interest that the account or fund will receive on the loan.*

No interfund transfers or loans were made during the fiscal year utilizing these funds.

- (H) *The amount of refunds made pursuant to subdivision (e) Section 66001 and any allocation pursuant to subdivision (f) of Section 66001.*

No refunds were made during the fiscal year.

CITY OF BEAUMONT
ANNUAL COMPLIANCE REPORT FOR AB 1600
POLICE FACILITY FEE

Fiscal Year Ending June 30, 2019

For the purpose of compliance with Government Code Subsection 66006(b)(1), the following information regarding AB 1600 fees is presented:

For each separate account or fund established pursuant to subdivision (a), the local agency shall, within 180 days after the last day of each fiscal year, make available to the public the following information for the fiscal year:

(A) A brief description of the type of fee in the account or fund.

Police Facility Fee – The purpose of this fee is to finance additional police facilities to serve future development.
Fee is effective January 22, 2019.

(B) The amount of the fee.

	Dev Units ¹	Impact Fee Per Unit ^{1 2}
Residential-Single Family	DU	\$494.92
Residential-Multi-Family	DU	\$416.36
Residential-Mobile Home	DU	\$460.35
Commercial,	KSF	\$109.99
Industrial-Business Park	KSF	\$76.99
Industrial-High-Cube WH	KSF	\$43.99

1 Development Units--DU = dwelling unit; KSF = 1,000 gross square feet of building area.
2 Net Impact Fee (Gross \$491.03 less 1% Administration portion \$4.95).

(C) The beginning and ending balance of the account or fund.

(D) The amount of the fees collected and the interest earned.

Beginning – July 1, 2018	\$190,054,.07
Plus: Fees Collected	447,718.03
Interest	0.00
Less: Expenditure	(0.00)
Refunds	(0.00)
Ending-June 30, 2019	\$637,772,.10

(E) An identification of each public improvement on which fees were expended and the amount of the expenditures on each improvement, including the total percentage of the cost of the public improvement that was funded with fees

No direct expenditures were made for these public improvement during this fiscal year

(F) An identification of an approximate date by which the construction of the public improvement will commence if the local agency determines that sufficient funds have been collected to complete financing on an incomplete public improvement, as identified in paragraph (2) of subdivision (a) of Section 66001, and the public improvement remains incomplete.

Funds will be used towards additional police facilities to serve future development.

(G) A description of each interfund transfer or loan made from the account or fund, including the public improvement on which the transferred or loaned fees will be expended, and, in the case of an interfund loan, the date on which the loan will be repaid and the rate of interest that the account or fund will receive on the loan.

No interfund transfers or loans were made during the fiscal year utilizing these funds.

(H) The amount of refunds made pursuant to subdivision (e) Section 66001 and any allocation pursuant to subdivision (f) of Section 66001.

No refunds were made during the fiscal year.

**CITY OF BEAUMONT
ANNUAL COMPLIANCE REPORT FOR AB 1600
COMMUNITY PARK DEVELOPMENT FEE
Fiscal Year Ending June 30, 2019**

For the purpose of compliance with Government Code Subsection 66006(b)(1), the following information regarding AB 1600 fees is presented:

For each separate account or fund established pursuant to subdivision (a), the local agency shall, within 180 days after the last day of each fiscal year, make available to the public the following information for the fiscal year:

(A) *A brief description of the type of fee in the account or fund.*

Community Park Development Fee – The purpose of this fee is to finance land acquisition and construction of community parks with related amenities.
Fee is effective January 22, 2019.

(B) *The amount of the fee.*

	Dev Units ¹	Impact Fee Per Unit ^{1 2}
Residential-Single Family	DU	\$2,359.35
Residential-Multi-Family	DU	\$1,984.85
Residential-Mobile Home	DU	\$2,194.56

¹ Development Units--DU = dwelling unit; KSF = 1,000 gross square feet of building area.

² Net Impact Fee (Gross \$2,349.57 less 1% Administration portion \$23.59).

(C) *The beginning and ending balance of the account or fund.*

(D) *The amount of the fees collected and the interest earned.*

Beginning – July 1, 2018	\$458,236.63
Plus: Fees Collected	1,788,401.77
Interest	0.00
Less: Expenditure	(0.00)
Refunds	<u>(197,363.88)</u>
Ending - June 30, 2019	\$2,049,274.52

(E) An identification of each public improvement on which fees were expended and the amount of the expenditures on each improvement, including the total percentage of the cost of the public improvement that was funded with fees

No direct expenditures were made for these public improvement during this fiscal year

(F) An identification of each public improvement on which fees were expended and

the amount of the expenditures on each improvement, including the total percentage of the cost of the public improvement that was funded with fees.

No direct expenditures were made for these public improvement during this fiscal year

An identification of an approximate date by which the construction of the public improvement will commence if the local agency determines that sufficient funds have been collected to complete financing on an incomplete public improvement, as identified in paragraph (2) of subdivision (a) of Section 66001, and the public improvement remains incomplete.

Funds will be used towards acquisition of land and construction of community park improvements.

(F) A description of each interfund transfer or loan made from the account or fund, including the public improvement on which the transferred or loaned fees will be expended, and, in the case of an interfund loan, the date on which the loan will be repaid and the rate of interest that the account or fund will receive on the loan.

No interfund transfers or loans were made during the fiscal year utilizing these funds.

(G) The amount of refunds made pursuant to subdivision (e) Section 66001 and any allocation pursuant to subdivision (f) of Section 66001.

Refund to Developer due to Park Credit Agreement.

**CITY OF BEAUMONT
ANNUAL COMPLIANCE REPORT FOR AB 1600
NEIGHBORHOOD PARK DEVELOPMENT FEE
Fiscal Year Ending June 30, 2019**

For the purpose of compliance with Government Code Subsection 66006(b)(1), the following information regarding AB 1600 fees is presented:

For each separate account or fund established pursuant to subdivision (a), the local agency shall, within 180 days after the last day of each fiscal year, make available to the public the following information for the fiscal year:

(A) *A brief description of the type of fee in the account or fund.*

Neighborhood Park Development Fee – The purpose of this fee is to finance land acquisition and construction of neighborhood parks with related amenities.
Fee is effective January 22, 2019.

(B) *The amount of the fee.*

	Dev Units ¹	Impact Fee Per Unit ^{1 2}
Residential-Single Family	DU	\$2,855.21
Residential-Multi-Family	DU	\$2,402.00
Residential-Mobile Home	DU	\$2,655.79

1 Development Units--DU = dwelling unit; KSF = 1,000 gross square feet of building area.

2 Net Impact Fee (Gross \$2,843.37 less 1% Administration portion \$28.55).

(C) *The beginning and ending balance of the account or fund.*

(D) *The amount of the fees collected and the interest earned.*

Beginning – July 1, 2018	\$554,542.45
Plus: Fees Collected	2,164,264.80
Interest	0.00
Less: Expenditure	(0.00)
Refunds	<u>(238,843.08)</u>
Ending – June 30, 2019	\$2,479,964.17

(E) An identification of each public improvement on which fees were expended and the amount of the expenditures on each improvement, including the total percentage of the cost of the public improvement that was funded with fees

No direct expenditures were made for these public improvement during this fiscal year

(F) An identification of each public improvement on which fees were expended and the amount of the expenditures on each improvement, including the total percentage of the cost of the public improvement that was funded with fees.

Funds will be used towards acquisition of land and construction of community park improvements.

An identification of an approximate date by which the construction of the public improvement will commence if the local agency determines that sufficient funds have been collected to complete financing on an incomplete public improvement, as identified in paragraph (2) of subdivision (a) of Section 66001, and the public improvement remains incomplete.

Funds will be used towards acquisition of land and construction of neighborhood park improvements.

- (F) *A description of each interfund transfer or loan made from the account or fund, including the public improvement on which the transferred or loaned fees will be expended, and, in the case of an interfund loan, the date on which the loan will be repaid and the rate of interest that the account or fund will receive on the loan.*

No interfund transfers or loans were made during the fiscal year utilizing these funds.

- (G) *The amount of refunds made pursuant to subdivision (e) Section 66001 and any allocation pursuant to subdivision (f) of Section 66001.*

Refund to Developer due to Park Credit Agreement.



Staff Report

TO: Mayor, and City Council Members
FROM: Nicole Wheelwright, Deputy City Clerk
DATE: January 21, 2020
SUBJECT: Council Appointment to the Economic Development Committee

Background and Analysis:

The Beaumont Economic Development Committee currently has one (1) vacancy on the committee. This seat is the Post Secondary Education Representative. The current holder of this seat on the committee has expressed his interest in consideration of re-appointment. The City has received no other applications for this vacancy. Mr. Von Lawson was recently appointed to the committee on September 3, 2019 by City Council.

Fiscal Impact:

No fiscal impact.

Recommended Action:

Consider re-appointment of Von Lawson to the Economic Development Committee as the Post-Secondary Education Representative.

Attachments:

- A. Von Lawson Interest Correspondence
- B. MSJC Recommendation Letter

Good day Mr. Warsinski,

I hope this email finds you in great spirits.

By way of this email, may I share with you how humbled and honored I am to serve on Beaumont Economic Development Committee. And as a representative for Mt. San Jacinto College and a proud resident of Beaumont, I would welcome the opportunity to continue serving in this capacity.

Thank you for your consideration in this matter.

Have a fantastic day.

Respectfully,
Von



Mt. San Jacinto Community College District
1499 N. State Street, San Jacinto, CA 92583

Board of Trustees
Tom Ashley
Vicki Carpenter
Sherrie Guerrero, Ed.D.
Dorothy McGargill
Ann Motte

August 26, 2019

City Council
City of Beaumont
550 E 6th Street
Beaumont, CA 92223

Dear City Council Members:

On behalf of Mt. San Jacinto College I would like to nominate Mr. Von Lawson, Dean of Career Education for the San Jacinto and San Gorgonio Pass Campuses to The City of Beaumont Economic Development Committee.

Mr. Lawson is not only knowledgeable about economic development, current and future career growth, and expanding opportunities for the citizens of Beaumont, but is also a resident of the San Gorgonio Pass Area.

It is for the reasons outlined above and more, which I am confident in nominating Mr. Lawson to support and participate in the important work done by the Economic Development Committee. I know that he would be a valuable asset and shares the passion needed to fully participate in a meaningful way.

We value the part that we can play in expanding opportunities to the citizens of Beaumont and thank you for the continued opportunities.

If you need anything else, please don't hesitate to contact me or my assistant at the number below.

Thank you,

Roger W. Schultz, Ph.D.
Superintendent/President

RWS/kg



Staff Report

TO: Mayor, and City Council Members
FROM: Nicole Wheelwright, Deputy City Clerk
DATE: January 21, 2020
SUBJECT: Council Appointment to the Finance Audit Committee

Background and Analysis:

The Beaumont Finance and Audit Committee currently has two (2) vacancies on the committee. One seat is the Resident Member Representative and the other is the Resident/Business Owner Representative. The City has received 2 applications, one of which did not meet the criteria of the requirements. The eligible application has been attached for review and consideration for appointment.

Fiscal Impact:

No fiscal impact.

Recommended Action:

Consider the appointment of Mr. Parks to the Finance and Audit Committee.

Attachments:

- A. Application

From: noreply@civicplus.com
Sent: Friday, December 20, 2019 1:04 PM
To: Nicole Wheelwright
Subject: Online Form Submittal: Finance & Audit Committee Appointment 2020

Finance & Audit Committee Appointment 2020

Applications to fill the vacant seats of the City of Beaumont Finance & Audit Committee will be accepted through Tuesday, January 6, 2020 at 5:00 p.m.

First Name	Frank
Last Name	Parks
Primary Phone	
Alternate Phone	<i>Field not completed.</i>
Home Address	Beaumont
Address 2	<i>Field not completed.</i>
Email	
Occupation/Profession	Retires
Employer Name	<i>Field not completed.</i>
Are you 18 year of age or older?	Yes
Do you reside in the City of Beaumont?	Yes
Questions	
Are you aware of any conflicts, financial or otherwise, which could affect your appointment as a Finance & Audit Committee member?	No
If you answer "Yes", please explain	Nione
Qualifications - Briefly state your qualifications, including any education,	MBA, Cal State Long Beach BS Accounting, Syracuse U

skill, or background related
to finance & audit functions

CPA, California

Employed in Accounting and Finance for over 40 years as a
CFO, CPA, VP Finance and other senior positions.
Practiced as a consultant for finance to non profit corporations
for 8 years.

Additional Information

Resume

Field not completed.

Additional Information

Field not completed.

Email not displaying correctly? [View it in your browser.](#)



Staff Report

TO: Mayor, and City Council Members
FROM: Christina Taylor, Community Development Director
DATE: January 21, 2020
SUBJECT: **CDBG Required Change to Funding Allocations for 2020-2021 Program Year**

Background and Analysis:

Each year the City applies for Community Development Block Grant (CDBG) funds for expenditure in the City of Beaumont. The amount estimated for this year for all programs is \$173,900. In previous years, the City has funded approximately \$20,000 in non-profit requests and reserved the remaining funding for City and neighborhood improvement projects.

The proposed application requesting County approval of CDBG projects is divided into two sections: public non-profit programs and public improvement projects. Council approval is to authorize the preparation and submittal of the County of Riverside Community Development Block Grant Program Application to the Riverside County Economic Development Agency.

The City received two applications for public non-profit programs, each requesting funding in the amount of \$20,000. On November 19, 2019, City Council awarded the Boys & Girls Club of the San Geronio Pass and Life Lifters International funding in the amount of \$20,000 each. Staff submitted the applications and award information to CDBG but was informed that the \$40,000 award exceeds the established 15% maximum a City can award non-profit programs.

According to the program administrator for Riverside County CDBG, the funding awarded by Council needs to be modified and resubmitted. Council has a maximum of \$26,085 to award for non-profit programming. This amount can be awarded to one applicant or divided between the two applicants as long as the awards meet the above stated criteria. Additionally, the Riverside County CDBG program requires a minimum \$10,000 award to any program for the County to act as the program administrator.

Fiscal Impact:

Amounts to be funded by CDBG funds plus the cost of staff time to prepare documentation and agreements.

Recommended Action:

Revise CDBG funding award for Fiscal Year 20-21 and authorize staff to submit a revised funding award to the Riverside County EDA CDBG program.

Attachments:

- A. Boys & Girls Club of the San Geronio Pass Application
- B. Life Lifters International Application

COUNTY OF RIVERSIDE
COMMUNITY DEVELOPMENT BLOCK GRANT PROGRAM

Item No.7.

APPLICATION FOR CITY OF Beaumont
2020 - 2021 COOPERATING CITY ALLOCATION

I. GENERAL INFORMATION

Applicant Name: Life Lifters International

Type of Organization: Non-Profit Organization Faith Based Organization
For-Profit Organization Institution of Higher Education
Cooperating City

Address: P.O. Box 6166

City: Riverside Zip Code: 92518

Mailing Address: P.O. Box 6166

City: Riverside Zip Code: 92518

Telephone Number: 760-819-1006 Fax Number: n/a

Executive Director/City Staff: Tracey Holcomb

Telephone Number: 760-819-1006 E-mail: lifeliftersinternational@gmail.com

Program Manager: Monique Lumpkin

Telephone Number: 951-385-1741 E-mail: lli.coo2019@gmail.com

Grant Writer: Sara Cortes de Pavon

Address (if different from above): 3345 Heliotrop St.

Telephone Number: 951-318-1404 E-mail: scortesdepavon@gmail.com

II. ORGANIZATIONAL HISTORY (This is applicable only if you are a non-profit organization)

Date Organization founded: June 15, 2012

Date Organization incorporated as a non-profit organization (Attach Articles of Incorporation and Bylaws): 6/15/12

Federal identification number: 45-5334930

DUNS Number: 068530014

Organization Web Address: www.lifeliftersinternational.org

Does your Organization expend \$750,000 or more a year in federal funds? Y or N

Number of paid staff: 6

Item No.7.

Number of volunteers: 4

Members/Board of Directors (Attach): see attachment

III. PROJECT ACTIVITY

A. Name of Project: Diamonds & Pearls Mentoring Program

B. Specific Location of Project

(Attach Project Map - include street address; if a street address has not been assigned provide APN)

Street or APN:

City: Beaumont

Zip Code: 92223

C. CDBG Funds Requested: \$20,000

(total amount for the project only)

D. Where will the proposed activity occur (be specific as to the geographic boundaries)? If the project involves a new or existing facility, what is the proposed service/benefit area for the facility?

E. In which City (ies)/Communities does the activity occur?

City (ies): City of Beaumont

Community (ies): Female students from the school district
Grades 9-12 and their mothers.

NOTE: EDA will make the final determination of the appropriate service area of all proposals.

F. If this project benefits residents of more than one community or jurisdiction, have requests been submitted to those other entitlement jurisdictions? (i.e., County district(s) 1st, 2nd, 3rd, 4th, and/or 5th, City of Palm Springs, City of Moreno Valley, City of Riverside, etc.)

A CDBG application will be submitted for the same program to the County of Riverside.

G. Check ONLY the applicable category your application represents.

- Public Service
- Homeless Activities
- Real Property Acquisition (Must consult with EDA prior to submitting application)
- Housing
- Rehabilitation/Preservation (please provide picture of structure)
- Public Facilities (construction)
- Infrastructure (i.e. Streets, Sewer, Sidewalk, etc.)
- Other: (provide description) _____

H. Respond to A & B only if this application is for a public service project.

(a) Is this a NEW service provided by your agency? Yes No

(b) If service is not new, will the existing public service activity level be substantially increased or improved? Yes, with more funding we will be able to provide more services to clients.

IV. PROJECT NARRATIVE

A. Provide a detailed Project Description. The description should only address or discuss the specific activities, services, or project that is to be assisted with CDBG funds. If CDBG funds will assist the entire program or activity, then provide a description of the entire program or activity.

The Diamonds & Pearls Mentoring program provides female students, grades 9-12 & mothers with opportunity for mentoring in a small group environment. Our clients meet twice a month, on the first and third Saturday, for 4 hours of programming. Our curriculum is taught by experienced professionals in their respective fields and includes: Restorative Justice, Team Building, Emotional Intelligence, Post Secondary Education, First Generation Experience, College Tours, Vision Boards, Financial Literacy, Resume Building, Mock Interviews, Professional development, CPR/AED/First Aid certification, anti-bullying & suicide prevention training, and Ballroom Dancing

At the end of their program, a graduation is held where the participants friends, family community are invited to.

B. Provide a detailed description of the proposed use of the CDBG funds only (e.g. construction purchase of specific equipment, rent, supplies, utilities, salaries, etc.):
CDBG funds will be used for the following programmatic items:

- Instructor Salaries
- Tutoring- 8 sessions
- Instructor mileage
- General program & class supplies/materials
- Printing
- CPA/book keeper expenses
- Van rental for college tours
- Program shirts for participants- must be worn at each class meeting

C. What are the goals and objectives of the project, service, or activity? How will you measure and evaluate the success of the project to meet these goals and objectives (measures should be qualitative)?

The goal of the Diamonds & Pearls Mentoring Program is to assist participants acquire the attitudes, competencies, professionalism, and leadership skills that will aid in their success both personally and academically. The Teen Compass self assessment will be administered at the beginning and end of the program. This assessment will assist staff in identifying the wellness of each participant in the 8 interconnected areas of Organization, Stress Resilience, Relationships, Rest & Play, Handling Emotions, Spirituality, School & Work, and Care for Body. In a small group context, participants open and share their challenges and successes thereby getting peer support, empowerment to make changes, and building a sisterhood & community. The participating mothers get an inside perspective on how to better approach their daughters, communicate, and reflect on their wellness and needs.

D. Please identify the project milestones using an Estimated Timeline for Project Implementation:

- July 2020: Meet with Beaumont Unified School District (BUSD) staff to identify participants and mail out program information. Prep curriculum, conduct instructor training, receive any applications/intake.
- Aug 2020: Hold evening Parent/Student information sessions as scheduled by BUSD. continue intake.
- Sep 2020: Begin program. Parent & teen orientation. Conduct teen assessments.
- Dec 2020: Conduct grade check.
- Jan 2021: community service project
- April 2021: college tours and ballroom dancing lessons begin.
- June 2021: conduct teen assessment and final grade check. Graduation.

V. PROJECT BENEFIT

Item No.7.

A. Indicate the number of people or households that will directly benefit from your proposal using CDBG funds: *Note: This is based on the expected number of clients to be served if the County funds your project for the requested amount.*

We project to serve 28 individuals from the City of Beaumont. this includes teens and their mothers.

B. Indicate the number of unduplicated clients that will be served (*An unduplicated client is counted only once, no matter how many direct services the client receives during a funding year*):

We project to serve 28 unduplicated clients as participants will all receive the same programming

C. Length of proposed CDBG-funded activities or service (weeks, months, year):

Administrative duties, marketing, promotion, intake and orientation will be conducted in July and August 2020. Program activities/services will be conducted in September 2020 - June 2021.

D. Service will be provided to (check one or more):

- | | |
|---|---|
| <input type="checkbox"/> Men | <input type="checkbox"/> Seniors |
| <input checked="" type="checkbox"/> Women | <input type="checkbox"/> Severely Disabled Adults |
| <input checked="" type="checkbox"/> Children (Range of children's ages : <u>14-18</u>) | <input type="checkbox"/> Migrant Farm Workers |
| <input type="checkbox"/> Homeless (Number of beds at facility : _____) | <input type="checkbox"/> Families |

E. What methods will be used for community involvement to assure that all who might benefit from the project are provided an opportunity to participate?

Life Lifters will continue to work closely with BUSD's Parent Engagement & Expanded Learning Coordinator to identify high school females who could benefit most from this small group mentoring program. Life Lifters will advertise the program through mailers, community newsletters, Peach Jar, and tabling at community events.

Currently out participants in Beaumont are young ladies who have experienced trauma and have poor social, communication, and coping skills. Additionally, the teens have strained relationships at home. We anticipate similar clientele for the 2020-2021 program year.

F. What evidence is there of a long-term commitment to the proposal? Describe how you plan to continue the work (project) after the CDBG funds are expended?

We anticipate to leverage Beaumont CDBG funding with that of the BUSD LCAP funding.

Currently we administer this program for BUSD students with LCAP funds. While this funding is limited, we have been able to provide services on a smaller scale. Life Lifters is dedicated to the commitment we made to our clients to provide optimal services to them in their personal and professional growth. Additionally we are applying for Riverside County CDBG funds and if awarded, we will leverage those monies as well. We also will conduct fundraising, seek grants, and pursue state and local funding to help offset costs.

VI. National Objective

All CDBG-funded activities must meet at least one of the following National Objectives of the CDBG program. Indicate the category of National Objective to be met by your activity.

CATEGORY A: Benefit to low-moderate income persons (must be documented). Please choose either subcategory 1 or 2:

1. Limited Clientele:

The project serves clientele that will provide documentation of their family size, income, and ethnicity. Identify the procedure you currently have in place to document that at least 51% of the clientele you serve are low-moderate income persons.

Currently, Life Lifters utilizes a CDBG intake form which requires all clients to disclose their race/ethnicity, household size and income prior to services being rendered in order to establish program eligibility. Clients are required to provide proof of income for all household members age 18 and over. Staff is trained on calculating household income, which sources of income to include based on Part 5, and understand that at least 51% of our clients cannot exceeds 80% of the established income limits by HUD for their household size.

2. Clientele presumed to be principally low- and moderate-income persons:

The following groups are presumed by HUD to meet this criterion. You will be required to submit certification from the client (s) that they fall into one of the following presumed categories.

Item No.7.

The activity will benefit (check one or more)

- | | |
|---|---|
| <input type="checkbox"/> Abused children | <input type="checkbox"/> Homeless persons |
| <input type="checkbox"/> Battered spouses | <input type="checkbox"/> Illiterate adults |
| <input type="checkbox"/> Elderly persons | <input type="checkbox"/> Persons living with AIDS |
| <input type="checkbox"/> Severely disabled adults | <input type="checkbox"/> Migrant Farm workers |

a. Describe the clientele above to be served by this activity:

N/A

b. Discuss how this project directly benefits low- and moderate- income residents:

N/A

CATEGORY B: Area Benefit - The project or facility serves, or is available to, ALL persons located within an area where at least 51% of the residents are low/moderate-income. (Applicant is welcome to contact a County of Riverside, EDA CDBG Program Manager for Census Information)

2010 Census Tract and Block Group numbers:

(must use 2011-2015 ACS data pursuant to HUD Notice -C&D-19-02)

<https://hud.maps.arcgis.com/apps/webappviewer/index.html?id=ffd0597e8af24f88b501b7e7f326bedd>

N/A

Total population in Census Tract(s) / block group(s): N/A

Total percentage of low-moderate population in Census Tract(s) / block group(s): N/A

CATEGORY C: Activities undertaken to create or retain permanent jobs, at least 51% of which made available to or held by low/moderate-income persons.

Proposed Job Creation/Retention

Total Jobs Expected to Create: N/A
 Total Jobs Expected to Retain: N/A

CATEGORY D: Activities that provide assistance to micro-enterprise owners/developers who are low/moderate-income.

Proposed Assistance to Businesses

New Businesses expected to assist: N/A
 Existing Businesses expected to assist: N/A
 Enter Total Businesses expected to assist: N/A

VII. FINANCIAL INFORMATION

A. Proposed Project Budget

Complete the following annual program budget to begin July 1, 2020. If your proposed CDBG-funded activity will start on a date other than July 1, 2020, please indicate starting date. Provide total Budget information and distribution of CDBG funds in the proposed budget.

The budgeted items are for the specific activity for which you are requesting CDBG funding - NOT for the budget of the "entire" organization or agency. (Note: CDBG funds requested must match amount requested in Project Activity, C above.)

(EXAMPLE: The Valley Senior Center is requesting funding for a new Senior Nutritional Program. The total cost of the program is \$15,000 and \$10,000 in CDBG funds is being requested for operating expenses associated with the proposed activity. The total Activity/Project Budget will include \$5,000 of other non-CDBG funding and \$10,000 in CDBG funds for a Grand Total of \$15,000).

	TOTAL ACTIVITY/ PROJECT BUDGET <small>(Include non-CDBG Funds and CDBG Funds)</small>	CDBG FUNDS REQUESTED-Only
i. Personnel		
A. Salaries & Wages	\$ 10,194	\$ 10,194
B. Fringe Benefits	\$ 0	\$ 0
C. Consultants & Contract Services	\$ 3,706	\$ 3,706
PERSONNEL SUB-TOTAL	\$ 13,900	\$ 13,900

II. Non-Personnel

A. Space Costs	\$ 0	\$ 0	Item No.7.
B. Rental, Lease or Purchase of Equipment	\$ 1,600	\$ 1,600	
C. Consumable Supplies	\$ 0	\$ 0	
D. Travel	\$ 2,500	\$ 2,500	
E. Telephone	\$ 0	\$ 0	
F. Utilities	\$ 0	\$ 0	
G. Other Costs	\$ 2,000	\$ 2,000	
NON-PERSONNEL SUB-TOTAL:	\$ 6,100	\$ 6,100	

III. Other

A. Architectural/Engineering Design	\$ 0	\$ 0
B. Acquisition of Real Property	\$ 0	\$ 0
C. Construction/Rehabilitation	\$ 0	\$ 0
D. Indirect Costs	\$ 0	\$ 0
E. Other	\$ 0	\$ 0
OTHER SUB-TOTAL:	\$ 0	\$ 0
GRAND TOTAL:	\$ 20,000	\$ 20,000

B. Leveraging

List other funding sources and amounts (commitments or applications) which will assist in the implementation of this activity. Current and pending evidence of leveraging commitments/applications must be submitted with application. (Attach)

TYPE	SOURCE	AMOUNT	SOURCE	AMOUNT	SOURCE	AMOUNT	TOTAL
FEDERAL	RIV CO. CDBG	\$20,000					
STATE/LOCAL							
PRIVATE							
OTHER	BUSD	\$7,200					

TOTAL: 27,200

C. What type of long-term financial commitment is there to the proposal? Describe how you plan to continue the work (project) after the CDBG funds are expended?

We anticipate to leverage Beaumont CDBG funding with that of BUSD LCAP funding. Currently we administer this program for BUSD students with that funding. While LCAP funds is

extremely limited, we have been able to provide limited services. Life Lifters is dedicated to the commitment we made our clients to provide optimal services to assist them in their personal and professional growth. Additionally we are applying for Riverside County CDBG funds to leverage this program. We will seek grants, state and local funds & do fundraising.

D. Provide a summary by line item of your organization's previous year's income and expense statement. (Attach)

see attached

E. Does this project benefit residents of more than one community or jurisdiction, have requests been submitted to those other jurisdictions? Yes No

If yes, identify sources and indicate outcome. _____

If no, please explain. program serves BUSD students only.

F. Was this project or activity previously funded with CDBG? Yes No

If yes, when? _____

Is this activity a continuation of a previously funded (CDBG) project? Yes No

If yes, explain: _____

VIII. MANAGEMENT CAPACITY

A. Describe your organization's experience in managing and operating project or activities funded with CDBG or other Federal funds.

Life Lifters is experienced in administering program utilizing CDBG funds since 2015. Our grant writer and instructor has 11 years experience administering the CDBG program at the local level as an entitlement city. Furthermore, our CEO hold a degree in Management with a concentration in Human Resources. In addition to CDBG, Life Lifters has received funds from the State of CA for Violence Intervention & Prevention for the past 1.5yrs.

B. Management Systems

Does your organization have written and adopted management systems (i.e., policies, procedures) including personnel, procurement, property management, record keeping, financial management, etc.?

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Life Lifters has written and adopted systems in place that adheres to procurement, record keeping, financial management, and personnel policies in alignment with 24 CFR Part 200.

C. Capacity

Please provide the names and qualifications of the person(s) that will be primarily responsible for the implementation and completion of the proposed project.

Tracey Holcomb- LLI CEO/President. Holds BS in Management with concentration in HR.

Programs for women and teens since 2012. Trauma informed care certificate in process. Trainer Multi-Craft Core Curriculum Pre-Apprenticeship program instructor for building trades.

Monique Lumpkin- COO. 31 yrs experience in early childhood education and youth development. BS in Family Resource Management with minor in Early childhood education & ethnic studies.

Sara Cortes de Pavon- Bachelor of Social Work, Master in Public Administration with 11 yrs of CDBG administration experience at the local level. 17 yrs of social service programming.

IX. APPLICATION CERTIFICATION

Item No.7.

Undersigned hereby certifies that (check box after reading each statement and digitally sign the document):

- 1. The information contained in the project application is complete and accurate. ✓ *TC*
- 2. The applicant agrees to comply with all Federal and County policies and requirements imposed upon the project or activity funded by the CDBG program. ✓ *TC*
- 3. The applicant acknowledges that the Federal assistance made available through the CDBG program funding will not be used to substantially reduce prior levels of local, (NON-CDBG) financial support for community development activities. ✓ *TC*
- 4. The applicant fully understands that any facility built or equipment purchased with CDBG funds shall be maintained and/or operated for the approved use throughout its economic life, pursuant to CDBG regulation. ✓ *TC*
- 5. If CDBG funds are approved, the applicant acknowledges that sufficient non-CDBG funds are available or will be available to complete the project as described within a reasonable timeframe. ✓ *TC*
- 6. On behalf of the applying organization, I have obtained authorization to submit this application for CDBG funding. (DOCUMENTATION ATTACHED Minute Action and/or written Board Approval signed by the Board President) ✓ *TC*

DATE: October 24, 2019

Signature: *Tracy C. Holcomb*

Print Name/Title
Authorized Representative: Tracy C. Holcomb, CEO

CHECK-LIST:

The following required documents listed below have been attached. Any missing documentation to the application will be cause for the application to be reviewed as INELIGIBLE.

Yes	No	ATTACHMENT
<input checked="" type="checkbox"/>	<input type="checkbox"/>	1. Members/Board of Directors
<input checked="" type="checkbox"/>	<input type="checkbox"/>	2. Articles of Incorporation and Bylaws
<input checked="" type="checkbox"/>	<input type="checkbox"/>	3. Project Activity Map
<input type="checkbox"/>	<input type="checkbox"/>	<i>N/A</i> 4. Project Benefit, Category B, Low Mod Area Maps (Attach if applicable)
<input checked="" type="checkbox"/>	<input type="checkbox"/>	5. Leveraging (Current evidence of commitment)
<input checked="" type="checkbox"/>	<input type="checkbox"/>	6. Income and Expense Statement
<input checked="" type="checkbox"/>	<input type="checkbox"/>	7. Management Capacity (Detailed organizational chart)
<input checked="" type="checkbox"/>	<input type="checkbox"/>	8. Board Written Authorization approving submission of application



Life Lifters International Board Members

Tracey C. Holcomb, CEO

Monique Lumpkin, COO

Ella Cole, CFO

Jessica Muñoz, Secretary

A handwritten signature in black ink, appearing to read "Tracey C. Holcomb". The signature is fluid and cursive, with the first name being the most prominent.

OGDEN UT 84201-0029

In reply refer to: 4077591934
Feb. 09, 2016 LTR 416
45-5334930 000000 00 Item No.7.
00032059
BODC: TE

LIFE LIFTERS INTERNATIONAL
% TRACEY C HOLCOMB
1486 GRABER ST BLDG 323 NO 6166
MARCH AIR RESERVE BASE CA 92518-8008

Employer ID Number: 45-5334930
Form 990 required: YES

Dear Taxpayer:

This is in response to your request dated Jan. 20, 2016, regarding
A NAME CHANGE

We issued you a determination letter in NOVEMBER2013, recognizing
you as tax-exempt under Internal Revenue Code (IRC) Section 501(c)
(3).

Our records also indicate you're not a private foundation as defined
under IRC Section 509(a) because you're described in IRC Sections
509(a)(1) and 170(b)(1)(A)(vi).

Donors can deduct contributions they make to you as provided in IRC
Section 170. You're also qualified to receive tax deductible bequests,
legacies, devises, transfers, or gifts under IRC Sections 2055, 2106,
and 2522.

In the heading of this letter, we indicated whether you must file an
annual information return. If a return is required, you must file Form
990, 990-EZ, 990-N, or 990-PF by the 15th day of the fifth month after
the end of your annual accounting period. IRC Section 6033(j) provides
that, if you don't file a required annual information return or notice
for three consecutive years, your exempt status will be automatically
revoked on the filing due date of the third required return or notice.

For tax forms, instructions, and publications, visit www.irs.gov or
call 1-800-TAX-FORM (1-800-829-3676).

If you have questions, call 1-877-829-5500 between 8 a.m. and 5 p.m.,
local time, Monday through Friday (Alaska and Hawaii follow Pacific
Time).

LIFE LIFTERS INTERNATIONAL
% TRACEY C HOLCOMB
1486 GRABER ST BLDG 323 NO 6166
MARCH AIR RESERVE BASE CA 92518-8008

Sincerely yours,



Jeffrey I. Cooper
Director, EO Rulings & Agreement

NCTO

3487068

A0778 Item No.7.

**Certificate of Amendment
of Articles of Incorporation**

FILED
Secretary of State
State of California

JM

DEC 21 2015

uu

The undersigned certify that:

1. They are the president and the secretary, respectively, of SISTERS GOING DEEPER IN GOD ORGANIZATION, a California corporation.
2. Article One of the Articles of Incorporation of this corporation is amended to read as follows:

The name of the Corporation is Life Lifters International!
3. The foregoing amendment of Articles of Incorporation has been duly approved by the board of directors.
4. The corporation has no members.

We further declare under penalty of perjury under the laws of the State of California that the matters set forth in this certificate are true and correct of our own knowledge.

DATE: 12/14/2015

Clara D. Priester

Clara D. Priester, President

Lillian Hussein

Lillian Hussein, Secretary



I hereby certify that the foregoing transcript of _____ page(s) is a full, true and correct copy of the original record in the custody of the California Secretary of State's office.

DEC 30 2015 *RM*

Date: _____

Alex Padilla
ALEX PADILLA, Secretary of State

BY-LAWS OF

LIFE LIFTERS INTERNATIONAL (LLI)

ARTICLE I

ACTIVITIES

The activities of this Corporation shall be those necessary and appropriate to accomplish the purposes of the Corporation as stated in the Articles of Incorporation.

ARTICLE II

OFFICES

Section 2.1 Principal Office. The principal office of the Corporation shall be at such place in the State of California and Hawaii as the Board of Directors shall from time to time determine. The initial principal office of the Corporation is 26268 Adelina Dr, Menifee, CA 92584.

ARTICLE III

MEMBERS

The Corporation shall have no members.

ARTICLE IV

BOARD OF DIRECTORS

Section 4.1 Number and Qualification of Directors. The initial number of directors of the Corporation shall be as set forth in the Articles of Incorporation. The number of directors may be increased or decreased from time to time by amendment to the By-laws. The number of directors of the Corporation shall not be less than four (4).

Section 4.2 Election. The directors shall be elected at each biennial meeting of the Board of Directors of the Corporation or at any special meeting of the Board of Directors held for that purpose.

Section 4.3 Term of Office. All directors shall hold office for two years.

Section 4.4 Vacancies. Any vacancy occurring in the Board of Directors and any directorship to be filled by reason of any increase in the number of directors may be filled by the affirmative vote of a majority of the remaining directors, though less than a quorum, or by a sole remaining director. A director elected to fill a vacancy shall be elected for the unexpired term of such director’s predecessor in office.

Section 4.5 Removal. Any director may be removed from the Board without cause by the affirmative vote of a majority of the directors in office (President, Chief Financial Officer and Board of Directors) at any meeting called for such purpose. Any vacancy so created may be filled by the Board of Directors.

Section 4.6 Reduction. No reduction of the number of directors shall have the effect of removing any director prior to the expiration of such director’s term of office.

ARTICLE V

MEETINGS OF THE BOARD OF DIRECTORS

Section 5.1 Regular Meetings. Regular meetings of the Board of Directors shall be held, at least annually, at such times and places as the Board of Directors may provide by resolution. No notice other than such resolution need be given.

Section 5.2 Special Meetings. Special meetings of the Board of Directors may be called by or at the request of the President, Chief Operations Officer, or Chief Executive Officer. The person or person authorized to call special meetings of the Board of Directors may fix the place for holding any special meeting of the Board of Directors called by them. Notice of each special meeting shall be given in accordance with Section 5.3 of these By-Laws.

Section 5.3 Notice. The Secretary shall give notice of each meeting of the Board of Directors (for which notice is required) in writing by mailing the same not less than five days before the meeting or by giving notice personally, by telephone or telegraph not less than three days before the meeting, or as otherwise prescribed by the Board of Directors. The failure by the Secretary to give such notice or by any director to receive such notice shall not invalidate the proceedings of any meeting at which a quorum of the directors is present. Notice need not be given to any director who shall, either before or after the meeting, submit a signed waiver or notice or attend such meeting with protesting, prior to or at its commencement, the lack of notice to him or her. Except as otherwise provided by law, the Articles of Incorporation or the By-Laws, a notice or waiver of notice need not state the purposes of such meeting.

Section 5.4 Quorum and Adjournment. A majority of the number of directors fixed pursuant to Section 4.1 of these By-Laws shall constitute a quorum. No action taken, other than the appointment of directors to fill vacancies, shall bind the Corporation unless it shall receive the concurring vote of a majority of the directors present at a meeting at which a quorum is present. In the absence of a quorum, the presiding officer or a majority of the directors' present may adjourn the meeting from time to time without further notice until a quorum is present.

Section 5.5 Telephone Meetings. Subject to the notice requirements in Section 5.3 hereof, members of the Board of Directors or any committee designated thereby may participate in a meeting of the Board or of such committee by means of a conference telephone or similar communications equipment by means of which all persons participating in the meeting can hear each other at the same time. Participation by such means shall constitute presence in person at a meeting.

Section 5.6 Action Without Meeting. Any action required or permitted to be taken at any of the Board of Directors or any committee designated thereby may be taken if all the directors or all of the members of the committee, as the case may be, sign a written consent setting forth the action taken or to be taken at any time before or after the intended effective date of such action. Such consent shall be filed with the minutes or the Board of Directors or committee, as the case may be, and shall have the same effect as a unanimous vote.

Section 5.7 Presumption of Assent. A director of the Corporation who is present at a meeting of the Board of Directors at which action on any corporate matter is taken shall be presumed to have assented to the action taken unless such director's dissent or refusal to vote is entered in the minutes of the meeting or unless the director either files a written dissent to such action with the person acting as the secretary of the meeting before the adjournment thereof or forwards such dissent by certified mail to the Secretary of the Corporation immediately after the adjournment of the meeting. Such right to dissent shall not apply to a director who voted in favor of such action.

Section 5.8 Annual Meetings. Annual meetings will be conducted yearly in a location to be determined by the Board. Board members must attend one Annual Meeting within two years. Board members can attend the Annual Meetings by electronic visual communication.

ARTICLE VI

DUTIES OF THE BOARD OF DIRECTORS

Section 6.1 Duties. It shall be the duty of the Board of Directors to conduct, manage and control the affairs and business of the Corporation and to promulgate and enforce rules and regulations therefore not inconsistent with

law, the Articles of Incorporation or the By-Laws of the Corporation. The Board of Directors is further expected to promote and implement the plans and special instructions of this organization when requested.

6.2 Annual Commitment - All Board members are required to give an Annual Commitment to be paid monthly or as agreed upon by the Board to Life Lifters International. If a Board member is paid for their services by Life Lifters International their Annual Commitment can either be taken from their fees or paid separately.

ARTICLE VII

OFFICERS

Section 7.1 Election and Term of Office. The Board of Directors and Officers will elect successors. Any two or more offices may be held by the same person, provided that the Corporation shall have not fewer than two persons as officers. The term of office for Officer Board positions is two years. The Board has the right to reappoint the same person for their current office to continue for the next two-year term. Should the Board deem it necessary to replace an officer within the two-year term, it shall be said by the majority vote.

Section 7.2 President. The President shall preside at all meetings of the Board of Directors. Unless otherwise determined by the Board of Directors, the President shall have general charge and supervision of the Corporation. The President shall perform such other duties as are incident to the office or are required by the Board of Directors. The President reports to the Chief Executive Director.

Section 7.3 Chief Financial Officer. The Chief Financial Officer will exercise the duties and responsibilities of the Treasurer until the position of Treasurer is filled. In the absence of disability or refusal to act by the CEO, the Chief Financial Officer shall perform all of the duties of the CEO, and when so acting shall have all the powers of and be subject to all the restrictions upon the CEO. The Chief Financial Officer shall have such powers and perform such other duties as from time to time may be prescribed by the CEO, the Board of Directors or the By-Laws.

Section 7.4 Treasurer. The Treasurer should create and maintain systems for ensuring the organization's ongoing solvency and oversee the development of the organization's financial policies. Helpful policies to consider include check signing authority, expense reimbursement, credit card usage, and petty cash policies, if applicable. Budgets. The Treasurer may be responsible for preparing, or facilitating the preparation of an annual budget, as well as regularly monitoring and comparing the actual revenues and expenses incurred against such budget. The development of a budget that supports the organization's goals and drives decision-making is an important part of an organization's success in effectuating its mission. The budget should be reviewed and approved by the board; however, the Treasurer should be prepared to explain and justify the document. The Treasurer will give financial reports to the CEO and CFO only.

Section 7.5 Secretary. The Secretary shall keep the minutes of all meetings of the Board of Directors. The Secretary shall keep or cause to be kept a register showing the names of the directors and officer with their addresses. The Secretary shall give notice in conformity with the By-Laws of all meetings of the Board of Directors. The Secretary shall also perform all other duties assigned by the Board of Directors. The Assistant Secretary or Assistant Secretaries, if elected, shall, in the order designated by the President or the Board of Directors, perform all the duties and exercise all the powers of the Secretary during the absence or disability of the Secretary; or whenever the office is vacant.

Section 7.6 Chief of Operations. The COO is responsible for ensuring that business operations are efficient and effective and that the proper management of resources, distribution of goods and services to customers is conducted. The COO will report to the CEO and President. The COO position is California location only. The Chief of Operations reports to the Chief Executive Director and President.

ARTICLE VIII

AUDITOR

An auditor may be elected by the Board of Directors to serve until a successor is elected. No director or officer of the Corporation shall be eligible to serve as auditor.

ARTICLE IX

DISBURSEMENTS AND CONTRIBUTIONS

Section 9.1 Disbursements. Disbursements of the funds of the Corporation for the purpose for which it is organized shall be made by the Board of Directors in its discretion. All disbursements from this Corporation shall be made only by approval of the majority of the account holders (President, Chief Financial Officer and Executive Director).

Section 9.2 Limitations on Disbursements. The Board of Directors shall not make any disbursements or contributions of the funds or assets of the Corporation to or for the benefit, directly or indirectly, or any director or officer of the Corporation, except for reasonable payments for services actually rendered to the Corporation by such director or officer as an employee of the Corporation.

Section 9.3. Grants and Donations. All proposals for grants or donations will be submitted to the Chief Executive Officer, Chief Financial Officer and Treasurer for approval before approving grants and donations to an organization or person.

Section 9.4 Karen Knodt Memorial Foundation. The purpose of the Karen Knodt Memorial Fund is to assist women throughout Hawaii who encounter the financial struggle of rebuilding their lives post-incarceration. The application process requires submittal of a completed application accompanied by supporting documentation (as requested) for the specific need. Benevolence assistance is given on a case-by-case basis per approval by the Board of Directors of Life Lifters International. For approved requests regarding assistance with rent, utilities, medical care, or legal services, checks will be issued directly to landlords/property owners, utility companies, medical centers/facilities/doctors, or attorneys. Receipts for these checks (used for payment) must be submitted to Life Lifters International.

ARTICLE X

MISCELLANEOUS

Section 10.1 Inspection of Corporate Records. The books of account and minutes of proceedings of the directors shall be open to inspection upon the written demand of any director, at any reasonable time, and for a purpose reasonably related to such director's interests as a director. Such inspection may be made in person or by an agent or attorney, and shall include the right to make copies. Demand for inspection may be made in writing upon the President, the Secretary or Chief Financial Officer of the Corporation. All Board members, employees and customers shall observe all safety rules and regulations within all property owned and/or operated by this Corporation. Failure to observe safety rules and regulations may result in removal from all property owned and/or operated by this Corporation. All Board members, employees, and customers shall be bound by all Codes of Ethics promulgated by this Corporation. Failure to observe these Codes may result in removal from property owned and/or operated by this Corporation or termination of Board membership or employment, whichever is applicable.

Section 10.2 Execution of Instruments

- (1) All checks and other orders for the payment of money, drafts, notes, bonds, acceptances, contracts and all other instruments, except as otherwise provided in these By-Laws, shall be signed by such person or person as shall be provided by general or special resolution of the Board of Directors, and in the absence of any provision in these By-Laws or any such general or special resolution applicable to any such instrument, then such instrument shall be signed by the President, Chief Financial Officer, or by the Chief Executive Officer. Unless authorized by the Board of Directors, no officer, agent or employee or the Corporation shall have any power or authority to bind the Corporation by any contract or engagement or to pledge its credit or to render it liable for any purpose or to any amount.

- (2) The Board of Directors may provide for the execution of checks by the printed, lithographed or engraved facsimile signature or signatures of the person or persons authorized to sign checks (President, Chief Executive Officer and Chief Financial Officer).

Section 10.3 Inspection of By-Laws. The Corporation shall keep in its principal office the original or a copy of the By-Laws as amended, certified by the Secretary, which shall be open to inspection by the directors at all reasonable times during office hours.

ARTICLE X

SEAL

The Corporation may, but need not, have a seal of such form as the Board of Directors may from time to time determine.

ARTICLE XII

AMENDMENTS

The By-Laws will be amended only by the Chief Executive Officer for the Corporation with or without input from the Board of Directors.

CERTIFICATION

I certify that I am the Acting Secretary of the above-named Corporation and that the foregoing By-Laws were adopted as the By-Laws of the Corporation by its President on

1 day of October, 2019.

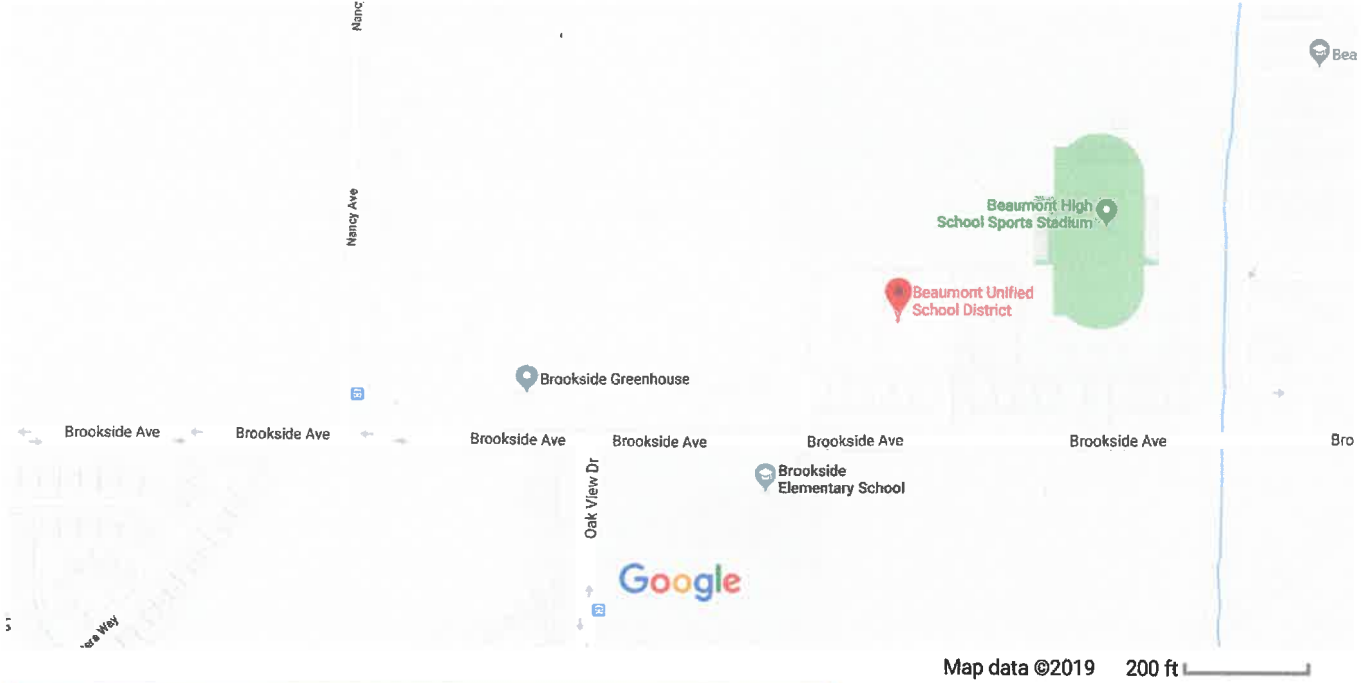


Secretary, Signature

Tracey C. Holcomb

Print Name

Google Maps Beaumont Unified School District



Beaumont Unified School District

3.6 ★ ★ ★ ★ (8)

School administrator

- Directions
- Save
- Nearby
- Send to your phone
- Share

NOV 7 Thu, Nov 7–Sun, Nov 17
The Wizard Of Oz



Diamonds and Pearls Mentoring Program (760) 819-1006, lifeliftersinternational@gmail.com

MISSION

To enable healing, personal growth and self-sustainability by compassionately supporting the educational, professional endeavors and empowerment of our youth through mentoring programs, technology training and workforce development.

OVERVIEW

This program will support and mentor local underprivileged youth girls and their families by harnessing the resources and contributions of many positive role models, professionals, and supporters of all kinds to create a life changing experience that will impact the lives of these young girls for years to come. The mentoring program will include a 10-month training module that concludes with a debutante ball graduation. The program will consist of classes promoting and supporting celibacy, health and wellness, post-secondary education and study skills, financial literacy, creative writing, volunteering, interviewing, appropriate dress, cultural competence, and CPR and first aid. The 10-month training will end with etiquette, ballroom dancing instruction, and a debutante ball graduation.

Its is expected to promote young ladies and their parents from the grade levels of 9th to 11th grade with the hopes of having the following year having a senior cohort to help mentor new participants the following year.

EXPECTATIONS

- ❖ The expectation of service is 12 girls
- ❖ The expectation of Recruitment is 25 girls
- ❖ The expected duration length of program is September 2019 to June 2020
- ❖ The Cost of the program \$7420.00

FLOW OF SELECTION PROCESS

(Dates of these process depends on Beaumont School District's Schedule)

<p>1. Introduction of Program ❖ To include Interest, Sign Up Sheet & Application Given</p>	<p>Beaumont School District</p>	<p>TBA Parent Orientation</p>
<p>2. Participant will be contacted for Interview</p>	<p>Diamonds & Pearls Program</p>	<p>TBA One week after application deadline submission</p>
<p>3. Interview Conducted</p>	<p>Diamonds & Pearls Program</p>	<p>TBA One week after contact has been made</p>
<p>4. Participants Contacted that they were chosen for program</p>	<p>Diamonds & Pearls Program & School Counselors</p>	<p>TBA Two days after interview</p>
<p>5. Parent Orientation after Selection of 14 participants ❖ Signed Contracts of agreement for Entire Program</p>	<p>Diamonds & Pearls Program & Beaumont School District</p>	<p>TBA The following weekend of selection</p>

WORKSHOP OVERVIEW TITLES AND POTENTIAL DATES

Workshop Title	Time	Participant	Potential Dates
Teen Compass & Restorative Circles	3hrs	Students	September 7, 2019 9am-12pm
Post-Secondary Education Study Techniques	3hrs	Student & Parent	September 28, 2019 9am-12pm October 5, 2019 9am-12pm
Cultural Competence	3hrs	Student & Parent	October 26, 2019 9am-12pm
Financial Literacy	6hrs	Student & Parent	November 9, 2019 November 23, 2019 9am-12pm
Sassy & Celibate The Importance of Self Esteem	3hrs	Student & Parent	December 14, 2019 Time: 9am-12pm
How to Write a Resume Email Etiquette	3hrs	Student & Parent	January 11, 2020 9am-12pm
How to Prepare for an Interview How to Dress for Body Type	3hrs	Student & Parent	January 25, 2020 9am-12pm
Vision Boards	4hrs	Student/ Parent Participation is Optional	February 8, 2020 9am-1pm
CPR/First Aid	4hrs	Student \Parent Participation is Optional	February 22, 2020 9am-12pm
Make it a Day	5hrs	Student	March 14, 2020 9am-2pm
Ballroom Etiquette & Dancing	3hrs	Student & Parent	March 28, 2020 9am-12pm
Ballroom Dancing	3hrs	Student	April 11, 2020 9am-12pm
Ballroom Dancing	3hrs	Student	April 25, 2020 9am-12pm
Ballroom Dancing	3hrs	Student	May 9, 2020 9am-12pm
Ballroom Dancing	3hrs	Student	May 23, 2020 9am-12pm
Ballroom Dancing	3hrs	Student	May 30, 2020 9am-12pm

Debutant Ball		Family	June 6, 2020 5pm-9pm
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DESCRIPTIONS OF EACH CLASS

<p><i>Teen Compass & Restorative Justice Circle</i></p> <p>This training is a Teen Wellness Assessment it will help participants become aware of their emotional intelligence and learn about what makes them motivated and how to manage this information. We will also be introducing the Restorative Justice Circle which allows the participants to set the rules and the guidelines of the circle and create a safe environment to express their current state of emotion and or mind during the course of the program. Each workshop begins with a Restorative Circle and End with Journaling.</p>
<p><i>Post-Secondary Education Preparedness & Study Skills</i></p> <p>Participants will learn study techniques and how to develop a positive study habit. They will also be introduced to what is required to continue their education onto post-secondary education whether it be in the trade or professional field.</p>
<p><i>Cultural Competence</i></p> <p>Participants will learn how to identify if they are culturally competent and if not how to get there. They will also get an understanding of how society forms how we view culture.</p>
<p><i>Financial Literacy</i></p> <p>Participants will learn how to manage finances through the banking system, through credit systems and how to prepare a budget.</p>
<p><i>Sassy & Celibate & Satisfied</i></p> <p>This class will focus on teaching the participants the importance of having self-esteem and identifying their value. It will also help the participants to understand that when you understand your value you will not allow anyone to abuse or miss use you. Self Esteem breeds confidence and this is the program goal</p>
<p><i>How to Write a Resume</i></p> <p>Participants will learn the current formats to write resumes and what should be placed in them. They will be taken step by step to produce a usable resume.</p>
<p><i>How to Prepare for an Interview</i></p> <p>Participants will learn how to communicate and confirm an interview, they will be taught the appropriate attire to wear for an interview, they will be prepared for how to greet an</p>

<p>interviewer, they will be informed on the verbiage to answer questions, they will have mock interviews with actual professionals.</p>
<p><i>Vision Boards</i></p> <p>They will be taught of the importance of having a vision for your life and how to cast it visually so that it will help them stay on course and they can make literal tweaks and also mark off their accomplishments. They will also, be taught that vision boards can be created for many areas of their lives and for their professional development as well.</p>
<p><i>CPR/FA</i></p> <p>The participants will become certified with a “Community Rescuer Certification” in Infant, Child & Adult CPR and AED use. They will also learn how to give first aid to anyone in need from Sever bleeding, Hearth attacks to animal or insect bites.</p>
<p><i>Make it A Day</i></p> <p>This is an off-campus event where we take the girls to have a MAC makeup day in preparation for the Ball. They will also have their dresses altered and have breakfast with their Mentors.</p>
<p><i>Ballroom Etiquette & Ballroom Dancing</i></p> <p>The participants will be taught how to eat properly with utensils and napkin placement. They will also be taught the beginning of their ball dance selection. Also, during the ball dancing segment, they will be instructed on proper walking posture.</p>

Life Lifters International
Profit & Loss
May 24 through June 23, 2018

	<u>May 24 - Jun 23, 18</u>
Ordinary Income/Expense	
Income	
Direct Public Support	
Individ, Business Contributions	984.07
Total Direct Public Support	984.07
Dividends	1.39
Program Income	
Annual Commitment	490.00
Basic Steps Ballet Program	400.00
CDBG	700.00
Debutante Ball	822.39
Total Program income	2,412.39
Total Income	3,397.85
Gross Profit	3,397.85
Expense	
Bank Fees	1.00
Donation	
Basic Steps Ballet Program	500.00
Debutante Ball	288.86
Karen Memorial Fund	500.00
Total Donation	1,288.86
Meal and Entertainment	282.49
Operations	
Postage, Mailing Service	138.50
Total Operations	138.50
Other Types of Expenses	
Insurance - Liability, D and O	200.00
Other Types of Expenses - Other	5.54
Total Other Types of Expenses	205.54
Travel and Meetings	
Auto Expense	
Fuel	52.91
Auto Expense - Other	43.00
Total Auto Expense	95.91
Travel	25.00
Total Travel and Meetings	120.91
Total Expense	2,037.30
Net Ordinary Income	1,360.55
Net Income	<u>1,360.55</u>

Life Lifters International
Statement of Cash Flows
May 24 through June 23, 2018

	<u>May 24 - Jun 23, 18</u>
OPERATING ACTIVITIES	
Net Income	1,360.55
Net cash provided by Operating Activities	1,360.55
Net cash increase for period	1,360.55
Cash at beginning of period	8,956.82
Cash at end of period	<u>10,317.37</u>

Life Lifters International
Profit & Loss
 July through December 2018

Item No.7.

Accrual Basis

	Jul - Dec 18
Ordinary Income/Expense	
Income	
Direct Public Support	
Individ, Business Contributions	7,560.00
Total Direct Public Support	7,560.00
Grants	
CDBG	13,681.67
Total Grants	13,681.67
Program Income	
Annual Commitment	1,925.00
Basic Steps Ballet Program	935.00
Debutante Ball	105.00
Women in Crisis	500.00
Total Program Income	3,465.00
Total Income	24,706.67
Gross Profit	24,706.67
Expense	
Bank Fees	15.00
Donation/ Grants	
Backpack Giveaway	5,120.35
Basic Steps Ballet Program	910.06
CDBG	11,445.42
Debutante Ball	613.42
Diamonds & Pearls	470.86
Employment Education	109.51
Karen Memorial Fund	2,064.20
Mentoring Program	18.59
Safety Training	170.36
SWAG	204.31
Women in Crisis	500.00
Donation/ Grants - Other	405.29
Total Donation/ Grants	22,032.37
Meal and Entertainment	
Meeting Meals	84.45
Meal and Entertainment - Other	264.81
Total Meal and Entertainment	349.26
Operations	
Postage, Mailing Service	819.60
Printing and Copying	281.66
Supplies	310.12
Website	207.75
Operations - Other	252.77
Total Operations	1,871.90
Other Types of Expenses	
Insurance - Liability, D and O	202.39
Total Other Types of Expenses	202.39
Professional Fees	
CDBG Pro Fee	700.00
Total Professional Fees	700.00

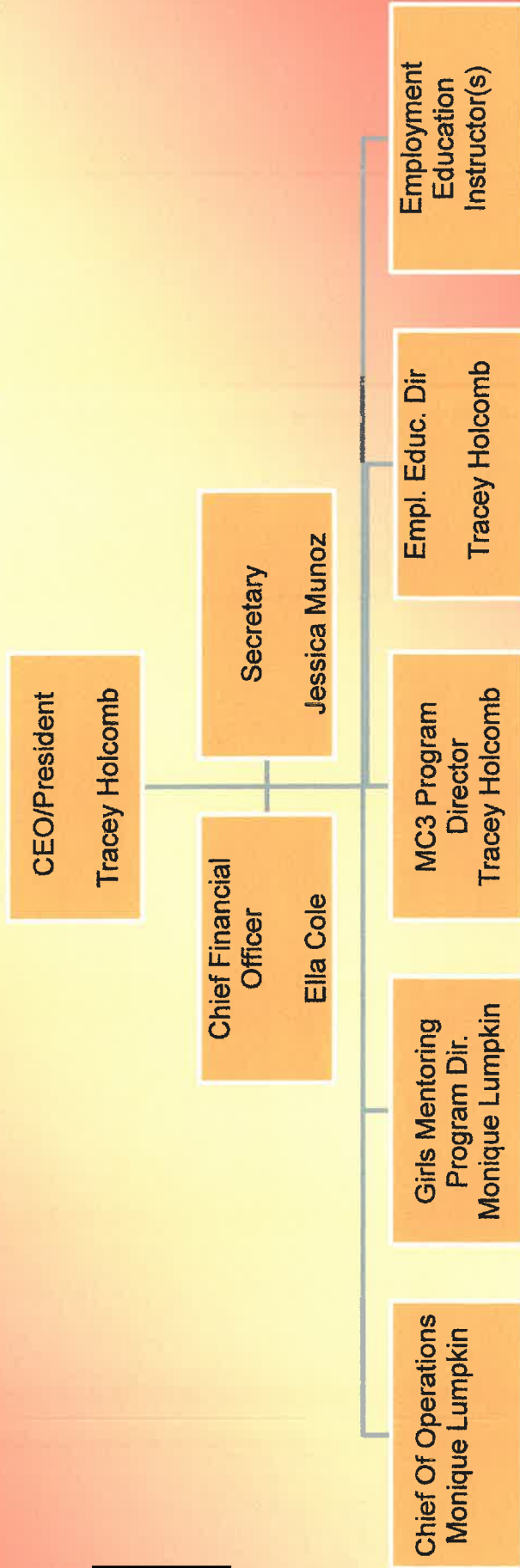
Life Lifters International
Profit & Loss
July through December 2018

Item No.7.

Accrual Basis

	Jul - Dec 18
Travel and Meetings	
Auto Expense	
Fuel	13.37
Auto Expense - Other	315.49
Total Auto Expense	328.86
Hotel	437.60
Travel	831.21
Total Travel and Meetings	1,597.67
Total Expense	26,768.59
Net Ordinary Income	-2,061.92
Other Income/Expense	
Other Income	
Dividends	5.25
Total Other Income	5.25
Other Expense	
Ask Owner	29.16
Total Other Expense	29.16
Net Other Income	-23.91
Net Income	-2,085.83

LLI Organizational Chart





October 24, 2019

Christina Taylor, Community Development Director
City of Beaumont
550 E. 6th Street
Beaumont, CA 92223

Dear Ms. Taylor,

We the Board of Directors of Life Lifters International, give our Chief Executive Officer the authorization and approval to sign the submitted Community Development Block Grant (CDBG) application for fiscal year 2020-2021.

Respectfully submitted,

A handwritten signature in black ink, appearing to read "Tracey C. Holcomb".

Tracey C. Holcomb
Life Lifters International
760-819-1006

COUNTY OF RIVERSIDE
COMMUNITY DEVELOPMENT BLOCK GRANT PROGRAM

Item No.7.

APPLICATION FOR CITY OF BEAUMONT
2020 - 2021 COOPERATING CITY ALLOCATION

I. GENERAL INFORMATION

Applicant Name: BOYS & GIRLS CLUBS OF THE SAN GORGONIO PASS

Type of Organization: Non-Profit Organization Faith Based Organization
For-Profit Organization Institution of Higher Education
Cooperating City

Address: 1015 Carnation Lane (Anna Hause Elementary)/38755 Brookside Ave (Brookside Elementary)

City: BEAUMONT Zip Code: 92223

Mailing Address: PO Box 655

City: Beaumont Zip Code: 92223

Telephone Number: 951-922-3259 Fax Number: 951-922-0009

Executive Director/City Staff: Amy Herr

Telephone Number: (951)922-3259 ext 203 E-mail: jathherr@gmail.com

Program Manager: Megan Grisham

Telephone Number: 951-922-3259 ext 204 E-mail: bgcmeagan@yahoo.com

Grant Writer: Megan Grisham

Address (If different from above): _____

Telephone Number: 951-922-3259 E-mail: bgcmeagan@yahoo.com

II. ORGANIZATIONAL HISTORY (This is applicable only if you are a non-profit organization)

Date Organization founded: 10/13/2005

Date Organization incorporated as a non-profit organization (Attach Articles of Incorporation and Bylaws): 11/04/2005

Federal identification number: 20-3812932

DUNS Number: 004791886

Organization Web Address: WWW.BGCSGPASS.COM

Item No.7.

Does your Organization expend \$750,000 or more a year in federal funds? Y or N

Number of paid staff: 60

Number of volunteers: 17

Members/Board of Directors (Attach): PLEASE SEE ATTACHED DOCUMENT

III. PROJECT ACTIVITY

A. Name of Project: Camp Kids

B. Specific Location of Project
(Attach Project Map - include street address; if a street address has not been assigned provide APN)
Street or APN:

City: Beaumont Zip Code: 92223

C. CDBG Funds Requested: \$20,000 (total amount for the project only)

D. Where will the proposed activity occur (be specific as to the geographic boundaries)? If the project involves a new or existing facility, what is the proposed service/benefit area for the facility?
Brookside Elementary School in Beaumont during summer, Anna Hause Elementary school during Thanksgiving, Winter and Spring Break.

E. In which City (ies)/Communities does the activity occur?
City (ies): BEAUMONT

Community (ies): BEAUMONT

NOTE: EDA will make the final determination of the appropriate service area of all proposals.

F. If this project benefits residents of more than one community or jurisdiction, have requests been submitted to those other entitlement jurisdictions? (i.e., County district(s) 1st, 2nd, 3rd, 4th, and/or 5th, City of Palm Springs, City of Moreno Valley, City of Riverside, etc.)

G. Check ONLY the applicable category your application represents.

- Public Service
- Homeless Activities
- Real Property Acquisition (Must consult with EDA prior to submitting application)
- Housing
- Rehabilitation/Preservation (please provide picture of structure)
- Public Facilities (construction)
- Infrastructure (i.e. Streets, Sewer, Sidewalk, etc.)
- Other: (provide description) _____

H. Respond to A & B only if this application is for a **public service** project.

(a) Is this a NEW service provided by your agency? Yes No

(b) If service is not new, will the existing public service activity level be substantially increased or improved?_
Yes. These funds allow the BGCSGP to run camp programs that allow low income youth to participate.

IV. **PROJECT NARRATIVE**

A. Provide a detailed Project Description. The description should only address or discuss the specific activities, services, or project that is to be assisted with CDBG funds. If CDBG funds will assist the entire program or activity, then provide a description of the entire program or activity.
The city of Beaumont continues to see tremendous growth, with new families and businesses moving in, however there are still many families struggling to make ends meet. While their city continues to blossom around them, these families continue to struggle, making assistance and affordable, high quality youth programming even further out of reach. According to the United States Census American Fact Finder, 22.8% of children in Riverside County and 14.4% of children in Beaumont live below the poverty line. Most youth lose about two months of grade-level equivalency in mathematical computation skills over the

summer months. Low-income youth also lose more than two months in reading achievement, while their middle-class peers make slight gains (Review of Educational Research). According to our NYOI (National Youth Outcomes Initiative) survey, used to gauge outcomes of our local Boys & Girls Clubs of Gorgonio Pass (BGCSGP) youth, our members year after year state that they receive the vast ma

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Now, more than ever, our young people need positive role models in their lives to provide the guidance and supervision necessary for them to become good citizens, despite adversity. The Boys & Girls Clubs of the San Gorgonio Pass stands ready to provide the services and programs that our youth desperately need. The BGCSGP is respectfully requesting a \$20,000 grant to support the Camp Kids program to provide summer, fall, winter and spring break camps to underserved youth in Beaumont. By providing a safe environment with enriching programs, the BGCSGP will help insulate them against the negative influences they are facing. Through our camp program, children will be offered programming in Boys & Girls Club's core program areas: Character & Leadership, the Arts, Health & Life Skills, Education & Technology and Sports & Recreation. Activities will include high-yield academic games, photography, art, cultural enrichment, field trips, computer education, cooking and nutrition, as well as fun, holiday and culture inspired crafts and games. Three programs that will be highlighted are Project Learn, Boys & Girls Clubs of America initiative and plan to make education fun, by ensuring academic activities are hands on, build skills and incorporate youth interest. Character Creators will build a desire to lead, make good choices, resist peer pressure and bullying, give back to the community and demonstrate good teamwork through intentional National programs, as well as locally developed BGCSGP activities. Lastly, we will highlight Healthy Habits, where members learn the foundation of a healthy lifestyle through exercise, cooking, and participating in engaging activities written by our National Organization. The BGCSGP believes that by providing the Camp Kids program, we are able to meet our mission "to inspire and enable all youth, especially those who need us most, to reach their full potential as productive and caring citizens."

B. Provide a detailed description of the proposed use of the CDBG funds only (e.g. construction design, purchase of specific equipment, rent, supplies, utilities, salaries, etc.):

The BGCSGP will continue to offer scholarships and discounts to families in need during out of school time. With the increase in dollars received four grant cycles ago, the BGCSGP was able to implement a scholarship sliding scale that covered 30% to 100% of program cost based on income. Our goal is to make sure no child is turned away from camp based on the inability to pay the fees. Aside from the scholarships awarded, camp price is reduced from regular, in school fees.

As a result of lower fees and scholarships, the funds will mainly be used to offset the cost of salaries for our highly trained and professional staff, so that we may continue providing high quality programming at a low cost. The BGCSGP camps run during the time parents need us most: from 6:30a to 6:00P, Monday through Friday. Staff create impactful program schedules that are hands on, educational and engaging. Boys & Girls Club staff are trained by National Boys & Girls Club officials, attend frequent in house training and attend Region 10 and California Department of Education after school training six or more times per year.

Furthermore, the programs implemented during these out of school breaks continue to maintain the same rigor and quality control as our regular school year program. The BGCSGP will use some of the funds for supplies in order to provide hands on learning opportunities and field trips to museums and other places of learning and significance throughout Southern California.

C. What are the goals and objectives of the project, service, or activity? How will you measure and evaluate the success of the project to meet these goals and objectives (measures should be qualitative)?

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The goals and objectives of the project are to provide programming for Beaumont youth ages 5-12 during out of school time. This funding would allow us the opportunity to provide at-risk youth and working families who need impactful care for their children, the ability to attend camp at a reduced fee. All members will benefit from a competitive price, while those in need of further assistance would be able to receive scholarships. In addition to providing a safe, positive place for young people to grow, Club staff would provide fun, enriching, character building programming geared towards teaching youth to be leaders in their community. Although we offer many high-yield activities each day during Camp, we will hold a strong focus in three categories: Project Learn, a BGC National Initiative based on research showing that youth do much better in school when they spend their non-school hours engaged in fun, but academically beneficial, activities. Project Learn will cover STEM, the Arts, cultural learning, reading and language arts, as well as "Tech Time," where members compete on educational apps during structured time. Character Creators: a local BGC initiative to create strong leaders at a young age, including volunteerism, communication, conflict resolution and self esteem, using both National Curriculum from our SMART (skills, mastery and resistance training) programs, as well as programs developed by our professional staff team. Lastly, we will focus on BGCA's Healthy Habits curriculum, creating members who are knowledgeable about and have the tools to lead a healthy lifestyle, focusing on healthy eating, exercise and a healthy mindset.

The success of the program will be measured by tracking member enrollment, staff observation of participants and the administration of pre and post tests/surveys. Parent surveys will also be conducted at the end of the various program sessions to assess their observations of their children's behaviors, knowledge and participation in activities.

D. Please identify the project milestones using an Estimated Timeline for Project Implementation:

Goals/Objectives

Track CDBG data on new Club members Start Date 07/01/20 Completion Date 01/01/21

Recruit at-risk youth to participate in programs Start Date 07/01/20 Completion Date 04/01/21

Implement Project Learn, Character Creators, and Healthy Habits

Start Date 7/1/20 Completion Date 4/01/21

Utilize pre and post tests Start Date 7/01/20 Completion Date 4/01/21

V. PROJECT BENEFIT

A. Indicate the number of people or households that will directly benefit from your proposal using CDBG funds: *Note: This is based on the expected number of clients to be served if the County funds your project for the requested amount.*

A total of 90 youth will be served through Camp Kids using all funding sources, with 45 of those members being served through CDBG funds.

B. Indicate the number of unduplicated clients that will be served (*An unduplicated client is counted only once, no matter how many direct services the client receives during a funding year*):

45 unduplicated youth will be served using CDBG funds.

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C. Length of proposed CDBG-funded activities or service (weeks, months, year):

The Camp Kids program will run during school breaks, from 7/1/19-4/01/20

D. Service will be provided to (check one or more):

Men

Seniors

Women

Severely Disabled Adults

Children (Range of children's ages : 5-12 years)

Migrant Farm Workers

Homeless (Number of beds at facility : _____)

Families

E. What methods will be used for community involvement to assure that all who might benefit from the project are provided an opportunity to participate?

The BGCSGP will attract low income and at-risk youth to the Club in conjunction with our partners. We will reach them through the schools using teacher and principal and district referrals, parents, the Pass Collaborative, staff referrals and social media. The Camp Kids programs are well known throughout our community and continue to result in high numbers year after year.

F. What evidence is there of a long-term commitment to the proposal? Describe how you plan to continue the work (project) after the CDBG funds are expended?

The BGCSGP has grown from serving a handful of children eleven years ago, to more than 750 daily. There continues to be tremendous need for youth programs in our community. We are committed to serving youth and will continue to serve them once the CDBG funds are expended. We will utilize funds from fundraising events, including our annual Kentucky Derby, and Fall fundraiser Chances & Cheeses. We will continue to seek additional funding sources and grants through our national organization and fundraising events in order to sustain our programs.

VI. National Objective

All CDBG-funded activities must meet at least one of the following National Objectives of the CDBG program. Indicate the category of National Objective to be met by your activity.

CATEGORY A: Benefit to low-moderate income persons (must be documented). Please choose either subcategory 1 or 2:

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1. Limited Clientele:

The project serves clientele that will provide documentation of their family size, income, and ethnicity. Identify the procedure you currently have in place to document that at least 51% of the clientele you serve are low-moderate income persons.

The Boys & Girls Clubs of the San Geronio Pass will document need by using "1," Limited Clientele Method. The BGCSGP will require income verification (pay stubs, assistance paperwork, W2s) at the time of application. Staff will use the County of Riverside's financial guidelines for the CDBG Program (as prescribed through the EDA) and require current CDBG paperwork to be completed at the time of application. This information will be updated at least once per year for all participants.

2. Clientele presumed to be principally low- and moderate-income persons:

The following groups are presumed by HUD to meet this criterion. You will be required to submit a certification from the client (s) that they fall into one of the following presumed categories.

The activity will benefit (check one or more)

- | | |
|---|---|
| <input type="checkbox"/> Abused children | <input type="checkbox"/> Homeless persons |
| <input type="checkbox"/> Battered spouses | <input type="checkbox"/> Illiterate adults |
| <input type="checkbox"/> Elderly persons | <input type="checkbox"/> Persons living with AIDS |
| <input type="checkbox"/> Severely disabled adults | <input type="checkbox"/> Migrant Farm workers |

a. Describe the clientele above to be served by this activity:

n/a

b. Discuss how this project directly benefits low- and moderate- income residents:

CDBG funds would be used to serve Beaumont's most needy youth. Our Brookside and Anna Hause Club camps serve all youth during summer and other school breaks at a low cost rate. In addition, the Club provides scholarships from 30% to 100% to families in need. CDBG funding would help to provide the highly trained, caring staff that are necessary to provide the enriching Boys & Girls Club programs, allowing costs to remain low.

CATEGORY B: Area Benefit - The project or facility serves, or is available to, ALL persons located within an area where at least 51% of the residents are low/moderate-income. (Applicant is welcome to contact a County of Riverside, EDA CDBG Program Manager for Census Information)

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2010 Census Tract and Block Group numbers:

(must use 2011-2015 ACS data pursuant to HUD Notice -C&D-19-02)

<https://hud.maps.arcgis.com/apps/webappviewer/index.html?id=ffd0597e8af24f88b501b7e7f326bedd>

Total population in Census Tract(s) / block group(s): _____

Total percentage of low-moderate population in Census Tract(s) / block group(s): _____

CATEGORY C: Activities undertaken to create or retain permanent jobs, at least 51% of which will be made available to or held by low/moderate-income persons.

Proposed Job Creation/Retention

Total Jobs Expected to Create: _____

Total Jobs Expected to Retain: _____

CATEGORY D: Activities that provide assistance to micro-enterprise owners/developers who are low/moderate-income.

Proposed Assistance to Businesses

New Businesses expected to assist: _____

Existing Businesses expected to assist: _____

Enter Total Businesses expected to assist: _____

VII. FINANCIAL INFORMATION

A. Proposed Project Budget

Complete the following annual program budget to begin July 1, 2020. If your proposed CDBG-funded activity will start on a date other than July 1, 2020, please indicate starting date. Provide total Budget information and distribution of CDBG funds in the proposed budget.

The budgeted items are for the specific activity for which you are requesting CDBG funding - NOT for the budget of the "entire" organization or agency. (Note: CDBG funds requested must match amount requested in Project Activity, C above.)

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(EXAMPLE: The Valley Senior Center is requesting funding for a new Senior Nutritional Program. The total cost of the program is \$15,000 and \$10,000 in CDBG funds is being requested for operating expenses associated with the proposed activity. The total Activity/Project Budget will include \$5,000 of other non-CDBG funding and \$10,000 in CDBG funds for a Grand Total of \$15,000).

	TOTAL ACTIVITY/ PROJECT BUDGET <small>(Include non-CDBG Funds and CDBG Funds)</small>	CDBG FUNDS REQUESTED-Only
I. Personnel		
A. Salaries & Wages	\$ <u>82,730</u>	\$ <u>17,000</u>
B. Fringe Benefits	\$ <u>8,959</u>	\$ _____
C. Consultants & Contract Services	\$ _____	\$ _____
PERSONNEL SUB-TOTAL	\$ <u>91,686</u>	\$ <u>17,000</u>
II. Non-Personnel		
A. Space Costs	\$ _____	\$ _____
B. Rental, Lease or Purchase of Equipment	\$ _____	\$ _____
C. Consumable Supplies	\$ <u>8,000</u>	\$ <u>1,000</u>
D. Travel	\$ <u>7,000</u>	\$ <u>2,000</u>
E. Telephone	\$ <u>400</u>	\$ _____
F. Utilities	\$ _____	\$ _____
G. Other Costs	\$ _____	\$ _____
NON-PERSONNEL SUB-TOTAL:	\$ <u>15,400</u>	\$ <u>3,000</u>
III. Other		
A. Architectural/Engineering Design	\$ _____	\$ _____
B. Acquisition of Real Property	\$ _____	\$ _____
C. Construction/Rehabilitation	\$ _____	\$ _____
D. Indirect Costs	\$ <u>2,700</u>	\$ _____
E. Other	\$ _____	\$ _____
OTHER SUB-TOTAL:	\$ <u>2,700</u>	\$ _____
GRAND TOTAL:	\$ <u>109,786</u>	\$ <u>20,000</u>

B. Leveraging

List other funding sources and amounts (commitments or applications) which will assist in the implementation of this activity. Current and pending evidence of leveraging commitments/applications must be submitted with application. (Attach)

TYPE	SOURCE	AMOUNT	SOURCE	AMOUNT	SOURCE	AMOUNT	TOTAL
FEDERAL	OJP	\$10,000					Item No.7.
STATE/LOCAL	Los Angeles County Summer Grant	\$5,000	Asset Forfeiture	\$5,000			\$10,000
PRIVATE	United Way	\$8,000	Laura May Stewart Foundation	\$6,000	Bank of America	\$5,000	\$19,000
OTHER	Positive Club (BGCA)	\$2,500	Coca-Cola Power Hour(BGCA)	\$10,000	Fees from other sources	\$40,000	52,500

TOTAL: 91,500

C. What type of long-term financial commitment is there to the proposal? Describe how you plan to continue the work (project) after the CDBG funds are expended?

The BGCSGP has grown from serving a handful of children 13 years ago, to more than 750 daily. There continues to be tremendous need for youth programs in the Beaumont community that focuses on the whole child. We are committed to serving youth and will continue to serve them once CDBG funds are expended. We will utilize funds from fundraising events including our annual Horses & Hattitude Kentucky Derby and Chances & Cheeses fall fundraiser. We will also continue to seek grants from both the National Organization, as well as local, state and federal grants.

D. Provide a summary by line item of your organization's previous year's income and expense statement. (Attach)

Please see attachment

E. Does this project benefit residents of more than one community or jurisdiction, have requests been submitted to those other jurisdictions? Yes No

If yes, identify sources and indicate outcome. _____

If no, please explain. We will be serving youth in the Beaumont community/district. We will simultaneously apply for county dollars for the Camp Kids program.

F. Was this project or activity previously funded with CDBG? Yes No

If yes, when? The Camp Kids project has been funded for the 2019-20 year, the 2018-19 year, as well as the 2016-17 year. All years had a successful implementation.

Is this activity a continuation of a previously funded (CDBG) project? Yes No

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If yes, explain: We will continue the Camp Kids programming for the upcoming school breaks.

VIII. MANAGEMENT CAPACITY

A. Describe your organization's experience in managing and operating project or activities funded with CDBG or other Federal funds.

The BGCSGP has a long history of successfully implementing projects funded with both CDBG funds and the Office of Juvenile Justice (Federal) funds. We have received CDBG funds for the past eight years for several agency programs.

B. Management Systems

Does your organization have written and adopted management systems (i.e., policies and procedures) including personnel, procurement, property management, record keeping, financial management, etc.?

The Boys & Girls Clubs of the San Geronio Pass has a strong organizational infrastructure to support the organization's day to day operations. There are written policies and procedures in place for all organizational functions. The organization employs a full-time CEO and all agency finances are reviewed monthly by the Board of Directors. The organization is audited annually. All staff are background checked, drug and TB tested. Program staff must pass the district aid test or possess a degree.

C. Capacity

Please provide the names and qualifications of the person(s) that will be primarily responsible for the implementation and completion of the proposed project.

Name: Amy Herr, CEO

Qualifications: Amy has been with the organization since its inception 13 years ago. She has an extensive background in grant and fund management, budgeting, policies and procedures.

Name: Megan Grisham, Director of Operations

Qualifications: Megan has been with the BGCSGP for 10 years and has experience in grant writing, grant reporting and grant management. Megan holds a degree in business management. She has also worked directly in programs, which enables her to effectively analyze programmatic success.

IX. APPLICATION CERTIFICATION

Item No.7.

Undersigned hereby certifies that (check box after reading each statement and digitally sign the document):

1. The information contained in the project application is complete and accurate. X
2. The applicant agrees to comply with all Federal and County policies and requirements imposed upon the project or activity funded by the CDBG program. X
3. The applicant acknowledges that the Federal assistance made available through the CDBG program funding will not be used to substantially reduce prior levels of local, (NON-CDBG) financial support for community development activities. X
4. The applicant fully understands that any facility built or equipment purchased with CDBG funds shall be maintained and/or operated for the approved use throughout its economic life, pursuant to CDBG regulation. X
5. If CDBG funds are approved, the applicant acknowledges that sufficient non-CDBG funds are available or will be available to complete the project as described within a reasonable timeframe. X
6. On behalf of the applying organization, I have obtained authorization to submit this application for CDBG funding. (DOCUMENTATION ATTACHED Minute Action and/or written Board Approval signed by the Board President) X

DATE: 10-20-19

Signature: 

Print Name/Title
Authorized Representative: Megan Grisham, Director of Operations

CHECK-LIST:

The following required documents listed below have been attached. Any missing documentation to the application will be cause for the application to be reviewed as INELIGIBLE.

Yes	No	ATTACHMENT
<input checked="" type="checkbox"/>	<input type="checkbox"/>	1. Members/Board of Directors
<input checked="" type="checkbox"/>	<input type="checkbox"/>	2. Articles of Incorporation and Bylaws
<input checked="" type="checkbox"/>	<input type="checkbox"/>	3. Project Activity Map
<input checked="" type="checkbox"/>	<input type="checkbox"/>	4. Project Benefit, Category B, Low Mod Area Maps (Attach if applicable)
<input checked="" type="checkbox"/>	<input type="checkbox"/>	5. Leveraging (Current evidence of commitment)
<input checked="" type="checkbox"/>	<input type="checkbox"/>	6. Income and Expense Statement
<input checked="" type="checkbox"/>	<input type="checkbox"/>	7. Management Capacity (Detailed organizational chart)
<input checked="" type="checkbox"/>	<input type="checkbox"/>	8. Board Written Authorization approving submission of application



BOARD OF DIRECTORS, 2019

Ali Ahmed, General Manager, Diamond Hills Chevrolet Buick GMC

Johana Carpio, Realtor

Tammy Carter, Local Business Owner

Linda Hanley, VP/Financial Services Officer, Bank of Hemet

Phil Hutchins, Vice President of Small Business Accounts, Bank of America

Linda Molina, Local Community Member

Clara Vera, Waste Management

State of California
Secretary of State



∞

I, BRUCE McPHERSON, Secretary of State of the State of California, hereby certify:

That the attached transcript of 1 page(s) has been compared with the record on file in this office, of which it purports to be a copy, and that it is full, true and correct.



IN WITNESS WHEREOF, I execute this certificate and affix the Great Seal of the State of California this day of

NOV 04 2005

BRUCE McPHERSON
Secretary of State

OCT 13 2005

ARTICLES OF INCORPORATION

I. The name of this corporation is *Boys & Girls Clubs of the San Geronio Pass*

II A. This corporation is a nonprofit **PUBLIC BENEFIT CORPORATION** and is not organized for the private gain of any person. It is organized under the Nonprofit Public Benefit Corporation Law for:

- public purposes or
- charitable purposes or
- public and charitable purposes.

II B. The specific purpose of this corporation is to inspire and enable all youth to realize their full potential as productive, responsible, and caring citizens by providing stimulating and challenging programs through interaction with dedicated caring people.

III The name and address in the State of California of this corporation's initial agent for service of process is:

Name Barbara Hanna
 Address 4678 W. Hoffer St
 City Banning
 State CA Zip 92220

IV

A. This corporation is organized and operated exclusively for charitable purposes within the meaning of Section 501(c)(3), Internal Revenue Code.

B. No substantial part of the activities of this corporation shall consist of carrying on propaganda, or otherwise attempting to influence legislation, and the corporation shall not participate or intervene in any political campaign (including the publishing or distribution of statements) on behalf of any candidate for public office.

V

The property of this corporation is irrevocably dedicated to charitable purposes and no part of the net income or assets of this corporation shall ever inure to the benefit of any director, officer or member thereof or to the benefit of any private person. Upon the dissolution or winding up of the corporation, its assets remaining after payment, or provision for payment, of all debts and liabilities of this corporation shall be distributed to a nonprofit fund, foundation or corporation which is organized and operated exclusively for charitable purposes and which has established its tax exempt status under Section 501(c)(3), Internal Revenue Code.

Barbara Hanna

(Signature of Incorporator)

Barbara Hanna



**AMENDED AND RESTATED
BYLAWS**

of

**Boys & Girls Clubs of the San
Gorgonio Pass**

a California nonprofit public benefit corporation

1. ARTICLE I. NAME AND OFFICE

1.1. Name. The name of the Corporation (the “Corporation”) shall be the “BOYS AND GIRLS CLUBS OF THE SAN GORGONIO PASS” (whose individual clubs may be referred to herein individually, as a “Club” or collectively as the “Clubs”).

1.2. Office.

A. The principal executive office of the Corporation for the transaction of business shall be located at 50 S. 1st St., City of Banning, County of Riverside, and State of California.

B. The Board of Directors (which may also be referred to herein as the “Governing Board”) may at any time establish branch or subordinate offices at any place or places where the Corporation is qualified to do business.

2. ARTICLE II. PURPOSE AND LIMITATIONS

2.1. Purpose.

A. Organized in 2005 as a nonprofit public benefit Corporation, the specific and primary purpose of the Corporation is to operate and conduct clubhouses for the education, recreation and enrichment of the youth of the San Gorgonio Pass.

B. To meet at all times the Requirements for Membership of the Boys & Girls Clubs of America, incorporated under federal law.

2.2. Limitations. The Corporation is formed solely and exclusively for nonprofit purposes, and not for monetary gain or profit, and no monetary gain or profit shall ever inure from its business to any Director or member of the Corporation. Earnings, if any, shall be used exclusively for the purpose for which the Corporation is formed.

3. ARTICLE III. MISSION

3.1. Mission. The mission of the Boys and Girls Clubs of the San Gorgonio Pass is to inspire and enable all youth to realize their full potential as productive, responsible, and caring citizens.

4. ARTICLE IV. MEMBERSHIP

4.1. Membership. There shall be no voting “members” of the Corporation and all voting and other rights ordinarily vested in a corporate membership shall be vested in the Board of Directors, in accordance with the California Nonprofit Public Benefit Corporation Law. Non-voting youth and other club memberships may be created granting privileges that are subject to terms and conditions as specified by the Board of Directors.

5. ARTICLE V. ELECTION: BOARD OF DIRECTORS

5.1. Nominations.

- A. The Nominating Committee shall select qualified candidates for election to the Board of Directors, as prescribed in these By-Laws, Section 6.2 and 6.3 and Article X, Section 10.1(d)(ii). In October of each year, the Nominating Committee will contact each Board member whose term expires on December 31 of that year and inquire as to whether or not those members wish to continue to serve on the Board.
- B. The Nominating Committee shall make its report at the regularly scheduled November Board meeting of each calendar year. At that time, any Director present may nominate additional persons for nomination to the Board and may speak to the issue of any name in nomination. Notice of the Board Member election meeting will be provided to all Board members 7 days prior to the meeting. Notice will include the slate of candidates.
- C. The election of Directors is an action item on the agenda of the regular meeting held in November of each calendar year.

5.2. Election.

- A. The election of Directors will be conducted by secret ballot at the regularly scheduled November Board meeting. A Director is permitted to submit a written statement regarding his/her vote, which shall be added as an exhibit to the minutes. Secret ballots, with a provision for write-in candidates, shall be available for inspection, in order to comply with fundamental fairness rules inherent in the law.
- B. Before adjournment of the election meeting of the Board of Directors, the members of the Nominating Committee will confidentially tabulate the ballots and report the results, in random order, to the Board.

C. Members of the Nominating Committee will contact the approved candidates for the Board starting with the candidate who received the most votes to the candidate who received the least votes until all seats are filled.

5.3. Seating of Directors. All elected Directors shall be seated at the Janury meeting of the Board of Directors and shall be participating members as of January 1. Retiring Directors shall continue to serve until December 31.

6. ARTICLE VI. BOARD OF DIRECTORS

6.1. Powers.

A. General corporate powers. The business and affairs of the Corporation shall be managed, and all corporate powers shall be exercised, by or under the direction of the Board of Directors.

B. Specific powers. Without prejudice to these general powers, the Directors shall have the power to:

- (1) Select and remove all Directors, officers, agents and employees of the Corporation; prescribe any powers and duties for them that are consistent with the law, Articles of InCorporation, and these By-Laws; and fix their compensation.
- (2) Change the principal executive office or the principal business office in the State of California from one location to another; cause the Corporation to be qualified to do business in any other state, territory, dependency or country and conduct business within or outside the State of California, for holding any Directors' meeting or meetings.
- (3) Adopt, make and use a corporate seal and alter the form of the seal.
- (4) Borrow money and incur indebtedness on behalf of the Corporation and cause to be executed and delivered for the Corporation's purposes, in the corporate name, promissory notes, bonds, debentures, deeds of trust, mortgage, pledges, hypothecations, and other evidences of debt and securities.

6.2. Number and Qualification.

A. The authorized number of Directors at this time shall be not less than **seven (7) or more than twenty-five (25)**. The exact number of

authorized Directors shall be fixed, within the limits specified, by act of the Board. Directors need not be residents of the San Gorgonio Pass and may be any natural person eighteen years of age or older, of good character, and dedicated to the purpose of the Corporation.

- B. Voting power. All voting power in the Corporation shall be vested in the Board of Directors, each Director to have one vote.

6.3. Election and Term of Office.

- A. As long as a quorum is present, Directors may be elected at the May Board meeting, elected to fill a Board vacancy at any time during the year, or elected onto the Board as an additional member at any time during the year, provided the Board size complies with Section 6.2.
- B. Unless sooner removed, Directors shall serve for a two (2) year term, with all terms ending on December 31 of the applicable year. Persons elected as Director may be nominated for re-election as a Director for an unlimited number of consecutive terms.
- C. For Directors elected at the May board meeting, who are filling a vacancy created by another board member's expiring term, their terms shall begin on the July 1 of that year, and expire on June 30 two (2) years later.
- D. If a Director is elected for an initial term at any time to fill a current or upcoming Board vacancy, their term shall begin no sooner than the month following the vacating Board members last attended meeting, and shall end on the date the vacating Board member's term was to end. For Directors elected during the remainder of the year, their initial terms will be prorated either as shorter or longer than two years, and their subsequent terms, if any, shall run for two (2) years as stated above.
- E. If a Director is elected as an additional Board member, their term shall begin on the date they are elected to the Board. If the new additional Director is elected between August and December of any year, their term shall begin on the date elected and end on June 30 of the 2nd year (thus the initial term shall be between 19 and 23 months). If the new additional Director is elected between January and June of any year, their term shall begin on the date elected and end on June 30 of the 2nd year (thus the initial term shall be between 25 and 29 months).

6.4. Assessments. The Board of Directors may impose, from time to time, an amount which shall constitute an assessment against voting Directors to fund the general operation of the Board. The assessment shall be voluntary and in no way affect the ability of the Director to serve the Board.

6.5. Vacancies.

- A. Filling a Vacancy. The initial term of a Board member elected to fill a current or upcoming Board vacancy shall be as stated in Section 6.3 above.
- B. Events causing vacancies. A vacancy or vacancies shall be deemed to exist in case of the death, incapacity, resignation or removal of any Director, or

(i) the minimum authorized number of Directors is increased, or (ii) if the members fail at any annual or special meeting of the Board at which any Director or Directors are elected, to elect the full authorized number of Directors, (iii) if a Director is absent three scheduled Board meetings within a one year term, he or she shall be eligible for removal. The removal of the Director who has had three absences may appeal to the Board to determine good cause and, should the absences be excused, the Director will be reinstated to continue his/her term. If determined unexcused, the removal will become effective and the Board shall have the power to elect a successor to take office at such time as the removal shall become effective.
- C. Resignations. A vacancy caused by resignation shall become effective upon giving written notice to the Board, unless the notice specifies a later time for the resignation to become effective.

6.6. Removal.

- A. Events causing removal. A Director shall be removed on the occurrence of the following: (i) the declaration by resolution of the Board of removing a Director who has been declared of unsound mind by an order of the court or convicted of a felony or has been found by final order of judgment of any court to have breached a duty under California law, or (ii) the vote of a majority of the Directors to remove a Director.
- B. No vacancy on reduction of number of Directors. No reduction of the authorized number of Directors shall have the effect of removing any Director before that Director's term of office expires.
- C. Interested Persons. No more than forty-nine percent (49%) of persons serving on the Board may be "interested persons". An interested person is (i) any person compensated by the Corporation for services rendered to it within the previous twelve months, whether as a full-time or part-time employee, independent contractor, or otherwise (ii) any mother, father, brother, sister, son, daughter, ancestor, descendent, spouse, brother-in-law,

sister-in-law, son-in-law, daughter-in-law, mother-in-law, or father-in-law of such a person. However, any violation of this paragraph shall not affect the validity or enforceability of transactions entered into by the Corporation.

- D. Self-Dealing Transactions. No Director of the Corporation nor any other Corporation, firm, association, or other entity in which one or more of the Corporation’s Directors are Directors or have a material financial interest shall be interested, directly or indirectly, in any contract or transaction so long as the material financial interest is fully disclosed in good faith to the Board of Directors at the meeting in which the transaction is authorized.

This Section does not apply to a transaction that is part of an educational or charitable program of the Corporation if it (i) is approved or authorized by the Corporation in good faith and without unjustified favoritism and (ii) results in a benefit to one or more Directors or their families because they are in the class of persons intended to be benefited by the educational or charitable program of the Corporation.

7. ARTICLE VII. MEETINGS

7.1. Place of Meetings and Meetings by Telephone. All meetings of the Board of Directors shall be held at the principal executive office of the Corporation, or at any other place within or outside the State of California as may be designated at any time by resolution of the Board or by written consent of all voting members of the Board. If consents are given, they shall be filed with the minutes of the meeting. Any meeting may be held by conference telephone or similar communication equipment, so long as all Directors participating in the meeting can hear one another, and all such Directors shall be deemed to be present, in person, at such meeting.

7.2. Annual Meeting/Organizational Meeting.

- A. The annual meeting of the Board of Directors of the Corporation shall be held during the month of December of each calendar year at the place designated in Section 7.01. The annual meeting will be to handle financial matters, committee reports, the election of officers of the Corporation and the transaction of other business.
- B. Immediately following each annual meeting of the Board of Directors, the Board shall hold a regular meeting for the purpose of organization.

7.3. Regular Meetings. Regular meetings of the Board of Directors shall be held monthly, which includes the meetings outlined in Section 7.02, during the

calendar year at the location stated in Section 7.01. The Board shall fix a date and time for all regular meetings and communicate such date and time to the members of the Board. Further notice of regular meetings, if established, shall not be required. If the day adopted for regular meetings falls on a legal holiday, the meeting shall be rescheduled with proper notice as prescribed in these By-Laws.

7.4. Special Meetings. Special meetings of the Board of Directors may be called for any purpose, or purposes, by the Board President/Chief Volunteer Officer, any Vice President, Secretary, Treasurer, or any two Directors.

7.5. Notice of Meetings.

A. Unless not required under provisions of these By-Laws, notice of time and place of meetings shall be given to each Director by one of the following methods: (i) by personal delivery or written notice; (ii) by first class mail, postage prepaid; (iii) by telephone or electronic communication, either directly to the Director or to a person at the Director's office who would reasonably be expected to communicate such notice promptly to the Director; or (iv) by telegram, charges prepaid. All such notices shall be given or sent to the Director's address, telephone or e-mail address as shown on the records of the Corporation.

B. Notices sent by first class mail shall be deposited into a United States mailbox at least four days before the time set for the meeting. Notices must be given by personal delivery, telephone, e-mail, or given to the telegraph company at least forty-eight (48) hours before the time set for the meeting.

C. The notices shall state the time and place for the meeting. However, it need not specify the purpose of meeting, or the place of meeting, if it is to be held at the principal executive office of the Corporation.

7.6. Quorum. One-half of the current number of Directors shall constitute a quorum for the transaction of any business except adjournment as provided in Section 7.08. Every act or decision done or made by a majority of the Directors present at a meeting duly held at which a quorum is present shall be regarded as an act of the Board of Directors, subject to other provisions of the By-Laws and to the provisions of the California Nonprofit Corporation Law; (i) especially those provisions in which a Director has direct or indirect material financial interest; (ii) appoint committees; and (iii) indemnification of Directors. A meeting at which a quorum is initially present may continue to transact business, notwithstanding the withdrawal of Directors, if any action taken is approved by at least a majority of the required quorum for that meeting.

- 7.7. Waiver of Notice. The transaction of any meeting of the Board of Directors, however called and noticed or wherever held, shall be valid as though taken at a meeting duly held after regular call and notice if (i) a quorum is present, and (ii) either before or after the meeting, each of the Directors not present signs a written waiver of notice, a consent to hold the meeting or an approval of the minutes. The waiver of notice or consent need not specify the purpose of the meeting. Notice of a meeting shall also be deemed given to any Director who attends the meeting without protesting before or at its commencement about the lack of adequate notice.
- 7.8. Adjournment. A majority of the Directors present, whether or not constituting a quorum, may adjourn any meeting to another time and place.
- 7.9. Notice of Cancellation. Notice of the time and place of holding a cancelled or rescheduled meeting need not be given unless the meeting is rescheduled for more than 24 hours, in which case personal notice of the time and place shall be given before the time of the cancelled meeting to the Directors who were not present at the time of cancellation.
- 7.10. Action Without Meeting. Any action required or permitted to be taken by the Board of Directors may be taken without a meeting, if all Directors of the Board, individually or collectively, consent in writing to that action. Such action by written consent shall have the same force and effect as a unanimous vote of the Board of Directors. Such written consent or consents shall be filed with the minutes of the proceedings of the Board.
- 7.11. Compensation of Directors and Committee Members. Directors and members of committees shall not receive any compensation for their duties as Directors or members of committees.
- 7.12. Confidentiality. Any confidential information pertaining to employee matters, member information, legal issues, strategic decisions and general business operations obtained while serving the Corporation, and in the course of discharging their duties, Directors, officers and personnel directly serving the Corporation are bound by an "Oath of Confidentiality". Other confidential information, not presently foreseeable, may also be discussed while in service to the Board. Held to the "Oath of Confidentiality", Directors, officers and personnel serving the Corporation shall not misuse, misappropriate or disclose any such confidential information directly or indirectly to any other person, or use the information in any way, either during the term of their service or at any time thereafter, except as is required in the course of performing their duties or unless

otherwise required by law. All records, files, communications or other records related to the Clubs shall remain exclusively the property of the Clubs and shall not be removed unless necessary in the performance of one’s duties, and must be returned to the Clubs in the event the subject individual is no longer a Director, officer or personnel serving the Corporation.

8. ARTICLE VIII. OFFICERS

8.1. Officers. The officers of the Corporation shall be Board President/Chief Volunteer Officer, hereinafter referred to as the President, Vice President, Secretary, Treasurer and such other officers, as the Board of Directors shall appoint. Each officer of the Corporation must be a member of the Board of Directors one year prior to election as an officer, and shall become a member of the Executive Committee of the Board of Directors.

8.2. Nominations. The Nominating Committee shall select its recommended slate of Officers from the body of continuing Directors and present its report at the regularly scheduled May Board meeting of each calendar year. At the same meeting, any Director present may place names in nomination and may speak to the issue of any name in nomination. No nomination of a candidate for a position as an Officer will be accepted unless the candidate first agrees to fulfill the responsibility as an Officer if elected. As provided in Article V, Nominations, Section 5.1(b), the Secretary shall immediately forward to each Director with the notice of meeting, a report listing the candidates nominated for each of the elected offices.

8.3. Election. The Board of Directors shall elect all officers of the Corporation for a term of two years, or until their successors shall be qualified and elected. The election shall occur as follows:

A. The election of officers will be held at the regularly scheduled December meeting of the Board of Directors. As provided in Article V, Election, Section 5.02(b), the election of officers shall be conducted by secret ballot. Should only one candidate be nominated for each elected office and no nominations are made from the floor, the secret ballot may be dispensed with and the motion to accept the presented slate of officers can be voted on. Officers shall be elected by a majority vote of the Directors present.

B. The election of officers is an action item on the regularly scheduled December agenda. At the organizational meeting any Director present may place names in nomination and may speak to the issue of any name in nomination. No nomination of a candidate for a position as an officer will be accepted unless the candidate first agrees to fulfill the responsibility as an officer if elected.

- 8.4. Seating of Officers. Elected officers of the Board of Directors shall assume responsibility of their respective office January 1. Retiring officers shall continue to serve until December 31.
- 8.5. Removal and Resignation. Being first elected Directors, all elected officers of the Board of Directors are bound by the provisions of these By-Laws, Article VI, Resignation, Section 6.5 (b) and Removal, Section 6.6 (a).
- 8.6. Vacancies. A vacancy in any office because of the death, resignation, removal, disqualification, or any other cause, shall be filled by the Board of Directors.
- 8.7. President/Chief Volunteer Officer (CVO). The President shall be the Chief Volunteer Officer of the Corporation and shall, subject to the control of the Board of Directors, generally supervise, direct, and control the business and the officers of the Corporation. In addition, the President/CVO shall have the following powers and responsibilities:
 - A. Preside at all meetings of the Board of Directors and the Executive Committee.
 - B. Supervise the Executive Director/Chief Professional Officer of the Corporation in the day-to-day operation of the Clubs in a manner consistent with the wishes of the Board of Directors.
 - C. Appoint all committee chairpersons and four Directors to the Nominating Committee with approval of the Board of Directors, and coordinate and manage the efforts of all committees with exception of the Nominating Committee.
 - D. Represent the Corporation in any communication with other Corporations, entities or the public in general.
- 8.8. Vice President. In the absence of the President/Chief Volunteer Officer, the Vice President shall perform all the duties of the President, and when so acting shall have all the power of, and be subject to all the restrictions upon the President. The Vice President shall have such other powers and perform such other duties as may be prescribed for the office respectively by these By- Laws, Board of Directors or the President.

8.9. Secretary.

- A. The Secretary shall keep and maintain, or cause to be kept and maintained, the book of minutes at the principal office or such other place as the Board of Directors may order, of all meetings of the Directors, with the time and place of holding, whether regular or special, and if special how authorized, the notice thereof given, the names of those present at the meeting on signed attendance sheet, and the proceedings thereof.
- B. The Secretary shall give, or cause to be given, notice of all the meetings of the Board of Directors required by these By-Laws or by law to be given, and shall keep the seal of the Corporation in safe custody, and handle all incoming or outgoing correspondence of the Board of Directors.
- C. The Secretary shall have such other powers and perform such other duties as may be prescribed for the office respectively by these By-Laws, Board of Directors or the Chairman.

8.10. Treasurer.

- A. The Treasurer shall keep and maintain, or cause to be kept and maintained, adequate and correct amounts of the properties and business transactions of the Corporation including, but not limited to, accounts of its assets, liabilities, receipts, disbursements, gains, losses, capital and surplus. The books and records of the Corporation shall be maintained at the principal office, and are at all times open to inspection by any Director at any reasonable time, see Article XVI, Fiscal Matters, Section 16.6.
- B. The Treasurer shall deposit, or cause to be deposited, all money and other valuables in the name and to the credit of the Corporation with such depositories as may be ordered by the Board of Directors.
- C. The Treasurer shall disburse, or cause to be disbursed, funds of the Corporation as may be ordered by the Board of Directors, taking proper vouchers for such disbursements.
- D. The Treasurer shall render to the President and the Board of Directors at the regular meetings of the Board, or when they request it, an accounting of all the transactions as Treasurer and of the financial condition of the Corporation.

E. The Treasurer shall have such other powers and perform such other duties as may be prescribed for the office respectively by these By-Laws, Board of Directors or President.

8.11. Immediate Past President. The Immediate Past President shall serve on the Executive Committee and shall perform such other duties as may be prescribed for the office respectively by these By-Laws, Board of Directors or President. The Immediate Past President shall serve until the subsequent successor’s term of office expires and his/her successor is elected.

9. ARTICLE IX. EXECUTIVE COMMITTEE

9.1. Number and Tenure.

A. The Executive Committee shall consist of the following elected officers:

- (1) President/Chief Volunteer Officer;
- (2) Vice President
- (3) Secretary;
- (4) Treasurer; and
- (5) Immediate Past President.

B. The term of the Executive Committee shall be two years unless elected by the Board to fill a vacancy.

9.2. Duties and Responsibilities.

A. The Executive Committee shall exercise the authority of the Board of Directors in management of the Corporation in connection with ordinary business to be carried on between meetings of the Board of Directors, which include, but are not limited to, reports and recommendations.

B. The Executive Committee evaluates each Board Member annually to qualify them for continuing to serve on the Board. The Executive Committee will make the appropriate recommendations to the Board of Directors. The Board of Directors shall determine the removal of Board Members as prescribed in Article VI, Board of Directors, Section 6.6 (a) (ii).

C. The Executive Committee shall not have the authority of the Board of Directors with regard to the following:

- (1) Hiring, terminating, or fixing compensation of the President/Chief Professional Officer;
- (2) Approval of the annual budget;
- (3) Approval of expenditures exceeding the annual budget by more than three percent (3%) per individual meeting with a cumulative maximum of ten percent (10%) per fiscal year;
- (4) Amend or repeal corporate By-Laws or adopt new By-Laws;
- (5) Election, appointment, or termination of directors or officers;
- (6) Fill vacancies on the Board or any committee of the Board;
- (7) Amend or repeal any resolution of the Board that by its express terms are not so amendable or repealable;
- (8) Create any other committees of the Board;
- (9) Elimination of any program authorized by the Directors;
- (10) Elimination of any fundraising drive or event authorized by the Directors;
- (11) Take any final action on any matter that, under the California Nonprofit Public Benefit Corporation Law, also requires approval of the members or approval of a majority of the members;
- (12) Approve any contract or transaction to which the Corporation is a party and in which one or more of its Directors has a material financial interest, except as special approval is provided in the Corporation Codes Section 5233(d)(3).

9.3. Quorum. A simple majority shall constitute a quorum for the transaction of business of the Executive Committee.

9.4. Meetings. Meetings shall be held monthly. They shall be posted and conducted in a manner consistent with Article VII, Sections 7.1, 7.3, 7.6, 7.8 and 7.9.

10. ARTICLE X. COMMITTEES

10.1. Committees. The Board of Directors may, by resolution and adopted by a majority of the Board at the annual organizational meeting, designate one or more standing committees each of which shall consist of two or more Directors. To the extent provided in said resolution, the committees named shall have and exercise the authority of the Board of Directors in the management of the Corporation. Further, the designation of such committees and the delegation thereto of authority shall not operate to relieve the Board of Directors, or any individual Director of any responsibility imposed upon it or him/her by these By-Laws or by law.

- A. The President of the Board shall appoint all committee chairpersons subject to approval of the Board.
- B. All committees shall serve at the pleasure of the Board. No committee shall adopt By-Laws or maintain funds of its own. All committees may have a separate mission statement approved by the Board. Persons appointed in charge of committees shall be recognized as “Chairperson” and by no other title.
- C. The Board of Directors shall authorize and define the specific powers and duties of all standing committees in accordance with the Strategic Plan.
- D. Standing Committees may include, but are not limited to:
 - (1) Board Development Committee. The duties and responsibilities of the Board Development Committee are not limited to but shall include: being responsible for the identification, recruitment, , orientation, ongoing education, and recognition of Board members. The board development process will be systematic and provide clearly defined steps to achieve optimum results. Further, the Board Development Committee is responsible for awards and recognition for Board members, including nominations for the Boys & Girls Clubs of America Service Recognition Awards, as well as other awards appropriate for local presentation.
 - (2) Nominating Committee. The duties and responsibilities of the Nominating Committee are limited to overseeing the nominations and conducting the elections of the Board of Directors and the Officers. At the regularly scheduled Board meeting in March, the Chairman shall appoint four Directors to

serve as the Nominating Committee.

- (3) Budget and Finance Committee. The duties and responsibilities of the Budget and Finance Committee are not limited to but shall include: working with the President/Chief Professional Officer and Treasurer in preparing the annual budget for approval by the Board of Directors; reviews monthly financial statements and presents quarterly Finance report to the Board for approval. Establish policies and procedures for all financial management functions, ensuring appropriate controls and compliance with generally accepted accounting practices.

Resource Development Committee: The duties and responsibilities of the Resource Development Committee are to develop a comprehensive RD plan that would include: diverse, on-going and high yield income streams; establish and implement well-planned and aggressively promoted planned giving programs, including IJTO; and support and actively participate in ad hoc committees formed for annual fundraising events. The committee shall also be responsible for developing and implementing a donor cultivation process.

- (4) Marketing Committee. The duties and responsibilities of the Marketing Committee are not limited to but shall include: developing and carrying out a year-round marketing program that interprets the activities, purpose and needs of the Boys & Girls Clubs and makes use of available media speakers, exhibits, press, radio and television. It cultivates the interest and support of all local newspapers, radio and television stations, invites their representatives to public events of the Boys and Girls Clubs and supplies news items and articles to magazines and other publications. The Committee works with the Chief Professional Officer and the development and marketing staff in preparing news releases, the annual report, pamphlets, flyers and other publicity material. Working with the Executive Director/Chief Professional Officer, the committee shall periodically evaluate the effectiveness of all promotional materials offered by the Corporation and make recommendations to the Board of Directors on their effectiveness. The Committee annually handles the localization and placement of public service television, radio and print ads provided by Boys & Girls Clubs of America. The Committee determines the Corporation's primary media spokesperson in conjunction with the Club's Crisis Management Plan and acquaints Board members with their own personal public

relations responsibilities, obtains biographical information on all Board members from the Board Development Committee, and utilizes the new value of activities performed by Board and staff members. It conducts an annual public relations forum for Board members.

(6) Auxiliary Boards. The duties and responsibilities of any Auxiliary Board (as defined in Article XI below) are to assist the President and staff in making policy-related decisions by recommending certain courses of action for the Club that they are associated with. Specifically, each Auxiliary Board Member should recommend objectives for its Club. The recommended objectives should be consistent with those of the Corporation and should be based on the resources and needs in the specific Club’s community. The Auxiliary Board should also assist the President in the periodic evaluation of its Club in relation to stated objectives. Furthermore, the Auxiliary Board is responsible for identifying and securing community resources to help carry out activities and services. Notwithstanding the duties and responsibilities of the Auxiliary Board, as set forth in this Section, the management of any Club is the responsibility of the President, acting under the direction of the Governing Board. The Auxiliary Board shall have no management rights or responsibilities. Each Auxiliary Board Member shall be required to serve on at least one fund raising committee. Each Auxiliary Board Member may also serve on a standing committee or committees.

E. In the event that any committee is deemed inactive or suspended, the Executive Committee will assume the duties and responsibilities of that respective committee.

10.2. Other Committees. Other committees not having and exercising the authority of the Board of Directors in the management of the Corporation may be designated by a resolution adopted by a majority of the Directors at which a quorum is present. Except as otherwise provided in such resolution, the Chairman of the Corporation shall appoint as many members as are deemed appropriate.

10.3. Meetings and Action of Committees. Meetings and action of committees shall be governed by, and held and taken in accordance with, the provisions of Article VII, Meetings, Section 7.03 of these By-Laws, concerning meetings of Directors, with such changes in the context of those By-Laws as are necessary to substitute the committee and its members for the Board of Directors and its members, except that the time for meetings of Committees may be determined either by resolution of the Board of Directors or by resolution of the committee. Meetings of committees may also be called by resolution of the Board of Directors.

Minutes shall be kept of each meeting of any committee and shall be filed with the corporate records. The Board of Directors may adopt rules for the government of any committee not inconsistent with the provisions of these By-Laws.

- 10.4. Term of Office. Each member of a committee shall continue as such until the next annual meeting of the Board of Directors, and/or until his/her successor is appointed, unless such member shall cease to qualify as a member thereof.
- 10.5. Vacancies. Vacancies in the membership of any committee may be filled by appointments made in the same manner as provided in the case of the original appointment.
- 10.6. Quorum. Unless otherwise provided in the resolution of the Board of Directors designating a committee, a majority of the whole committee shall constitute a quorum and the act of a majority of the members present at a meeting at which a quorum is present shall be the act of the committee.

11. ARTICLE XI. AUXILIARY BOARDS

11.1. Auxiliary Boards (which may also be referred to herein individually as a “Community Board” or collectively, the “Community Boards”). The Board of Directors may from time to time elect to form an Auxiliary Board for any of the Clubs. Any Auxiliary Board formed by the Board of Directors shall function as a standing committee, as set forth in Section 10.1.D above, but members of an Auxiliary Board are not members of the Board of Directors, shall have no voting authority and shall not be considered a subdivision of the Board of Directors. Any Auxiliary Board formed by the Board of Directors shall serve at the pleasure of the Board of Directors and shall have no authority or responsibility to manage the business, property and affairs of the Corporation.

12. ARTICLE XII. ADVISORY COUNCIL

12.1. Advisory Council. The Board of Directors may create Advisory Council. The Advisory Council shall be composed of persons who are scholars and experts in the fields of interest to the Corporation or whose expertise and support may otherwise further or have furthered the work of the Corporation. The specific functions of the Council shall be as established by resolution of the Board of Directors. Persons serving on the Advisory Council may also serve on Board committees and attend Board of Directors meetings. The appointment of Advisory Council members, and the term of such appointment, shall be as determined by the Board of Directors.

13. ARTICLE XIII. PRESIDENT/CEO/CPO

13.1. Employment. The Board of Directors shall employ an Executive Director/Chief Professional Officer of the Corporation, fix compensation and prescribe the terms of employment.

A. In January of each calendar year, the President/Chief Volunteer Officer and all other elected officers holding office at year-end shall meet with the “President” for an annual review and evaluation of his/her performance.

B. The Executive Director’s review and recommendations, with respect to continued employment and salary increases, shall be presented to the Board of Directors at their next regular meeting.

13.2. Duties and Responsibilities. In accordance with the elements of competence established for Boys and Girls Club executive, the Executive Director/Chief Professional Officer is responsible for overseeing strategic planning and operation of the Clubs, in support of organizational mission and goals as set forth by the Board of Directors of the Corporation. The Executive

Executive Director/Chief Professional Officer provides leadership, direction and support to the Board of Directors in developing organizational goals, attaining/allocating resources, and establishing policies. He/She also provides leadership and direction to staff management in carrying out the key roles assigned to them. The Executive Director/Chief Professional Officer reports directly to the Board of Directors and shall be ex-officio member of all committees.

14. ARTICLE IVX. INDEMNIFICATION OF DIRECTORS, OFFICERS, EMPLOYEES, AND OTHER AGENTS

14.1. Proceedings. To the fullest extent permitted by law, the Corporation shall indemnify its directors, officers, employees, and other persons formerly occupying any such positions, against all expenses, judgments, fines, settlements, and other amounts actually and reasonably incurred by them in connection with any “proceeding” as that term is used in that section, and including an action by or in the right of the Corporation, by reason of the fact that the person is or was a person described in that section. “Expenses” as used in this By-law, shall have the same meaning as in that section of the Corporation Code.

14.2. Board Authorization. On written request to the Board by any person seeking indemnification under Corporations Code section 5238(b) or section 5238(c), the Board shall promptly decide under Corporation Code section 5238(e) whether the applicable standard of conduct set forth in Corporation Code section 5238(b) or section 5238(c) has been met and, if so, the Board shall authorize indemnification. If the Board cannot authorize indemnification, because the number of Directors

who are parties to the proceeding with respect to which indemnification is sought prevents the formation of a quorum of Directors who are not parties to that proceeding, the Board shall promptly call a meeting of members. At that meeting, the members shall determine under Corporations Code section 5238(e) whether the applicable standard of conduct has been met and, if so, the members present at the meeting in person or by proxy shall authorize indemnification.

- 14.3. Advancement of Expenses. To the fullest extent permitted by law and except as otherwise determined by the Board in a specific instance, expenses incurred by a person, seeking indemnification under these By-laws in defending any proceeding, shall be advanced by the Corporation before final disposition of the proceeding. On receipt by the Corporation of an undertaking by or on behalf of that person the advance will be repaid unless it is ultimately found that the person is entitled to be indemnified by the Corporation for those expenses.

15. ARTICLE XV. FISCAL MATTERS

- 15.1. Contracts or Contract Agreements.

The Board of Directors, except as in these By-Laws as otherwise provided, may authorize any officer or officers, agent or agents, to enter into any contract or execute any instrument in the name and on behalf of the Corporation, and such authority may be general or confined to specific instances; and unless so authorized by the Board of Directors, no officer, agent or employee shall have any power or authority to bind the Corporation by any contract or engagement or to pledge its credit or to render it liable for any purpose or to any amount.

- 15.2. Purchases of \$5,000 or More. The President/Chief Professional Officer, on purchases of \$5,000 or more, shall secure a minimum of three (3) bids. The President/Chief Professional Officer may select the acceptable bid on purchases up to \$5,000, unless previously approved in the annual budget, or a special activities budget. For purchases in excess of \$5,000, the Board of Directors shall select the acceptable bid.

- 15.3. Payment by Check or Draft.

- A. All checks, drafts or other orders for payment of money, note or other evidence of indebtedness, issued in the name or payable to the Corporation, shall be signed or endorsed by such person or persons and in such manner as, from time to time, shall be determined by resolution of the Board of Directors.

- B. Disbursement of funds exceeding \$5,000 shall be made by check with two signatures required: that of the President/Chief Professional Officer, and/or the Director of Operations, and/or one (1) member of the Executive Committee or by two (2) members of the Executive Committee.
- 15.4. Deposits. All funds of the Corporation shall be deposited from time to time to the credit of the Corporation in such banks, trust companies, or other depositories as the Board of Directors may select.
- 15.5. Gifts. The Board of Directors may accept on behalf of the Corporation any contribution, gift, bequest, or device for the general purposes or for any special purpose of the Corporation.
- 15.6. Books, Records and Inspection Rights. The Corporation shall keep at the principal office correct and complete books and records of accounting, minutes of the proceedings of its Board of Directors and Committees having any authority of the Board of Directors, a copy of the By-Laws as amended or otherwise altered to date, and a record giving the names and addresses of the Directors entitled to vote. A Director or his agent or attorney may inspect all books and records of the Corporation for any proper purpose at any reasonable time.
- 15.7. Fiscal Year. The fiscal year of the Corporation shall be the calendar year ending December 31.
- 15.8. Annual Report. The annual report referred to in the California Nonprofit Corporation Law is expressly dispensed with, but nothing in these By-Laws shall be interpreted as prohibiting the Board of Directors from issuing such annual or periodic reports to any person, as the Board considers appropriate. However, within 120 days of the close of its fiscal year, the Corporation shall provide to the Directors a report containing the following information in reasonable detail:
- A. The assets and liabilities, including the trust funds of the Corporation as of the end of the fiscal year.
 - B. The principal changes in assets and liabilities, including trust funds, during the fiscal year.
 - C. The revenue or receipts of the Corporation, both unrestricted and restricted to particular purposes, for the fiscal year.
 - D. The expenses or disbursements of the Corporation, for both general and restricted purposes, during the fiscal year.
 - E. Any information required by California Corporations Code Section 6322.

16. ARTICLE XVII. GENERAL PROVISIONS

17.1. Non-Partisan Activities.

- A. This Corporation has been formed under the California Nonprofit Public Benefit Corporation Law for public benefit purpose described in Article II, Purpose, Section 2.1 (a), (b) and 2.2, and it shall be nonprofit and nonpartisan. No part of the activities of the Corporation shall consist of the publication or dissemination of material with the purpose of attempting to influence legislation, and the Corporation shall not participate or intervene in any political campaign on behalf of any candidate for public office or for or against any cause or measure being submitted to the people for vote.
- B. The Corporation shall not engage in any activities or exercise any powers that are not in furtherance of the purpose described above.

16.2. Parliamentary Procedure. Proceedings of the Corporation meetings shall be governed and conducted in accordance with the latest edition of Roberts Rules of Order, except as otherwise provided herein.

16.3. Amendments. These By-Laws may be amended and restated or repealed and new By-Laws adopted by the vote or written consent of a majority of the voting Directors at any regular or special meeting at which a quorum is present.

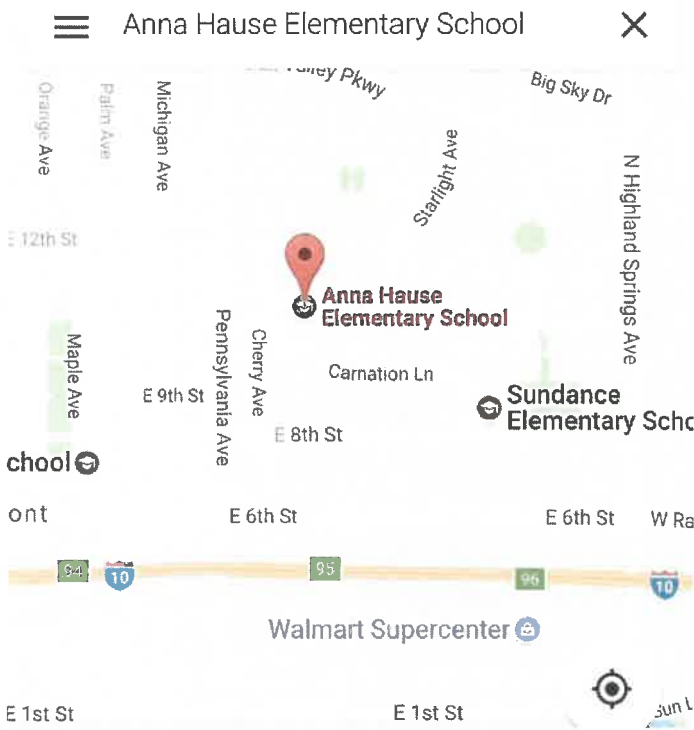
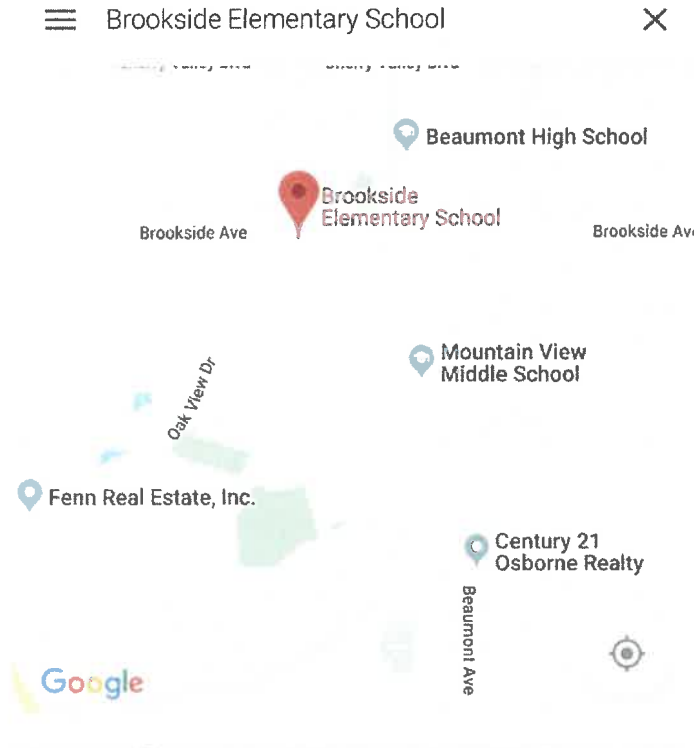
16.4. Dedication of Assets. The properties and assets of this nonprofit Corporation are irrevocably dedicated to charitable purposes. No part of the net earnings, properties or assets of the Corporation, on dissolution or otherwise, shall inure to the benefit of any private person or individual or any member or Director of the Corporation. On liquidation or dissolution, all properties and assets and obligations shall be distributed and paid over to the Boys & Girls Clubs of America. If for any reason, the Boys & Girls Clubs of America should not accept all property and assets and obligations, the Board of Directors of the Corporation may select such other nonprofit charitable Corporation or Corporations as shall at that time qualify as a tax-exempt organization under Section 501(c) (3) of the Internal Revenue Code of 1954, as amended, or corresponding provisions of any subsequent federal tax laws so that the business properties and assets of the Corporation shall in such event be used for and devoted to the purpose of providing Boys & Girls Clubs of the San Gorgonio Pass activities.

CERTIFICATE OF SECRETARY

I, Katryn Robinson, hereby certify that I am the Secretary of Boys and Girls Clubs of the San Gorgonio Pass and the above Bylaws are the Bylaws of the Corporation adopted by the Board of Directors on April 19th, 2013.

Executed on April 19th, 2013, at Banning, California.

Katryn Robinson, Secretary





**BOYS & GIRLS CLUBS
OF AMERICA**

LETTER OF AGREEMENT

February 6, 2019

Amy Herr
Chief Executive Officer
Boys & Girls Clubs of the San Gorgonio Pass
240 W Ramsey St
Banning, CA 92220-4821

SUBJECT: Mentoring Youth At-Risk # OJP 2018-43469

Dear Ms. Herr:

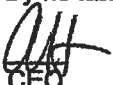

I am pleased to inform you that the **Boys & Girls Clubs of the San Gorgonio Pass** (your organization), DUNS number 004791886, has been selected by Boys & Girls Clubs of America (BGCA) to participate in the federally funded project, **Mentoring at Boys & Girls Clubs (OJP 2018)**, funded through the Office of Juvenile Justice and Delinquency Prevention (OJJDP), Office of Justice Programs (OJP), U.S. Department of Justice (DOJ). [(OJJDP FY 2018 Mentoring Opportunities for Youth Initiative; Office of Justice Programs Award Number 2018-JU-FX-0013 awarded September 29, 2018 for \$24.5 million; CFDA #16.726; federal fiscal year 2018)].

Your organization will receive this mentoring grant in the amount of up to \$10,000 to be used for allowable expenses associated with this initiative. Please note that indirect costs may be charged to OJP 2018 grants. You may elect to charge indirect costs at your organization's current negotiated indirect cost rate. If your organization has never had a negotiated indirect cost rate, you may elect to charge a de minimis rate of 10% of modified total direct costs which may be used indefinitely. While indirect costs are allowable, organizations are not required to charge indirect costs to OJP 2018 grants. It is important to note that the methodology chosen for indirect costs must be used consistently for all federal awards.

All grant funds must be appropriately expended or obligated between February 1, 2019 and December 31, 2019. I encourage you to use this grant to secure matching funds from local sources.



Grant Requirements

By no later than December 31, 2019 (and earlier if specifically noted herein), your organization will:

- 


1. **Mentorships:** Match at least 13 youth with an appropriate mentor at the following Club site: **Boys & Girls Club of the San Gorgonio Pass**. Mentors may be volunteers, professional staff or peers. Each mentor may be assigned more than one mentee. These mentorships cannot be attributed to any other grant or restricted funding source. For future reference and to provide a sufficient audit trail, appropriate records must be maintained documenting the grant-related mentorships, including case management files. Additional information may be found on the BGCA Federal Grants Department webpage.

Mentors must be appropriately screened and have successfully passed all required background checks per BGCA Membership Requirements. All mentoring activities and interactions should be site-based to take place at the Boys & Girls Club.

- 


2. **Evidence-Based Program:** Ensure that all youth mentored complete a full program cycle of an approved evidence-based program as outlined in the applicable program materials. (BGCA's Project Learn and SMART Leaders programs currently qualify as OJJDP-approved evidence-based programs. The Positive Action program is also



OFFICE OF
THE DISTRICT ATTORNEY
COUNTY OF RIVERSIDE
3960 ORANGE STREET
RIVERSIDE, CALIFORNIA 92501-3643

Item No.7.

MICHAEL A. HESTRIN
DISTRICT ATTORNEY

December 5, 2018

Megan Grisham
Boys & Girls Clubs of the San Geronio Pass
PO Box 655
Beaumont, CA 92223

Subject: Riverside County Asset Forfeiture Special Fund Request

Dear Ms. Grisham:

The Riverside County Asset Forfeiture Special Fund Committee met and considered your request. The Committee is pleased to enclose a check in the amount of \$5,000.00 for your SMART Youth program.

The funds awarded were acquired through the Asset Forfeiture Program. Through asset forfeiture funding, it is our mission to support the development and continuation of positive intervention programs for high-risk elementary and secondary school age students. By statute, these funds are to be used for the sole purpose of funding programs designed to combat drug abuse and divert gang activity.

As a result of the passage of SB 443, which was signed by Governor Brown on September 29, 2016 and went into effect on January 1, 2017, new limits have been placed on California civil narcotic asset forfeiture. This has decreased the total amount of money that is forfeited to the state and, consequently, has also decreased the amount that is deposited into the Asset Forfeiture Special Fund. Therefore, distributions are lower this year than they have been in recent years.

On behalf of the committee, we appreciate the commitment to community service demonstrated by your organization. It is hoped that the enclosed resources will assist your organization in continuing to provide its invaluable services to the citizens of Riverside County.

Thank you for your request and we wish your organization every success.

AF Special Fund Committee:

Michael Hestrin, District Attorney
Stanley Sniff, Sheriff
Mark Hake, Chief Probation Officer
Sergio Diaz, Chief of Police, City of Riverside

Very truly yours,

MICHAEL A. HESTRIN
District Attorney

MAH:lt
Enclosure



LOS ANGELES BOYS & GIRLS CLUB

MEMORANDUM OF UNDERSTANDING

This memorandum of understanding is entered into between the Los Angeles Boys & Girls Club (LABGC) and Boys + Girls Clubs of the San Geronimo Pass for the benefit of youth in the local community for the summer of 2019.

Los Angeles Boys & Girls Club will:

- Facilitate funding for summer enrichment services for summer 2019 at the below rate for each group of 30 youth with complete files submitted and approved:
 - \$300/week for each non-credentialed instructor;
- Provide orientation and sample files to help ensure all required registration documents are funding compliant;
- Provide online platform for instructors to upload required work samples, such as Google Drive;
- Provide technical support & assistance as needed;
- Review all files for completeness and accuracy;
- Submit billing to main funder;
- Pass through reimbursement funds at above rate, following the audit and approval of all submitted files;

Subcontractor Boys + Girls Clubs of the San Geronimo Pass will:

- Provide enrichment services for the summer;
- Ensure all instructors have cleared full background checks; in compliance with Boys & Girls Club standards;
- Provide instructional space and materials needed;
- Ensure compliance with the following funding requirements:
 - A file containing registration paperwork for each child with
 1. Registration forms;
 2. Report card or other acceptable form of DOB verification;
 3. Bill with current address;
 - Provide one (1) work sample for each student per week for a minimum of (6) samples
- Ensure instructors comply with safety regulations including no 1:1 interactions with youth;
- Provide assistance to and supervision of instructors as needed;
- Submit complete files to Los Angeles Boys & Girls Club.

[Signature]
Executive Director/CPO

6-1-19
Date

Juana Lambert, Executive Director
Los Angeles Boys & Girls Club

Date



**BOYS & GIRLS CLUBS
OF AMERICA**

LETTER OF AGREEMENT

May 25, 2018

Amy Herr
Chief Executive Officer
Boys & Girls Clubs of the San Geronio Pass (Org GID #27328)
240 W Ramsey St
Banning, CA 92220-4821

Subject: 2018 Planet Fitness Positive Club Climate Grant LOA (LOA #FO127227)

Dear Amy:

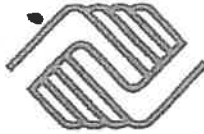
I am pleased to inform you that Boys & Girls Clubs of the San Geronio Pass has been selected by Boys & Girls Clubs of America (BGCA) to receive \$2,500 in order to provide professional development trainings to better equip staff to focus on creating a High Quality Club Experience, one that is particularly emotionally safe. This opportunity is made possible through Planet Fitness. The grant period is May 31, 2018 to December 31, 2018. This Letter of Agreement (LOA), once signed, will signify your acceptance of the partnership and your agreement to fulfill the grant requirements.

The signed LOA must be submitted to BGCA no later than June 4, 2018. Please do not make any changes to the LOA without first consulting your BGCA contact Morgan Mabry, Director, Youth Development Programs, mmabry@bgca.org, 404-487-5434. This LOA, delivered via email, is your official award document. Hard copy documents, including the LOA, will not be mailed to grant recipients.

Boys & Girls Clubs of the San Geronio Pass agrees to the following requirements:

Program Requirements

1. August 2018: All front-line staff participate in the prerequisite web-based Distance Learning Course entitled "Emotions Matter".
2. September 2018: All front-line staff participate in a web-based Learning Coach Module training entitled "Creating Collaboratives", facilitated by your organization's Certified Learning Coach on Positive Club Climate and receive resources to share with their Club.



BOYS & GIRLS CLUBS
OF THE SAN GORGONIO PASS

January 26, 2018

Jan Wages, Program Manager
Laura May Stewart Foundation
PO Box 235
Banning, CA 92220

Dear Jan and Laura May Stewart Committee Members,

First, let me take this opportunity to thank you for the generous support you have provided our organization and our youth members over the past many years. The impact of these dollars has been great and this year, it has allowed our members the opportunity to venture into the art of music. As you know, this past year, we made a different type of request because we have a new home and new programs.

In May of 2016, the Boys & Girls Clubs of the San Gorgonio Pass entered into a new and exciting venture, the purchase of our first stand alone, traditional clubhouse (Teen Center) building. The building is located at 240 W. Ramsey in Banning. Our Teen Director, Shane Arch is a professional musician and has been working with the members on writing, recording and editing their own original music.

In order to allow our kids exposure to a higher end program, the sound room and necessary equipment have been purchased with the generous grant from the Laura May Stewart Foundation. We have attached the receipts from the purchase from Vocalbooth.com and Guitar Center.

We would love to have the committee come down to the clubhouse so the kids can show you what they are learning.

On behalf of the Board of Directors of the Boys & Girls Clubs of the San Gorgonio Pass, I would like to thank you for the \$6,000 grant and for providing our members with such a wonderful opportunity.

Sincerely,

Amy Herr, CEO

P.O. Box 655
Beaumont, CA 92223

Subject: Fwd: Bank of America Inland Empire Grant Notification

From: bgcmegan@yahoo.com

To: bgcmegan@yahoo.com

Date: Monday, September 24, 2018 02:19:55 PM PDT

Sent from my iPhone

Begin forwarded message:

From: "Paredes, Cathy" <c.paredes@bankofamerica.com>
 Date: May 16, 2017 at 12:00:38 PM PDT
 To: "bgcmegan@yahoo.com" <bgcmegan@yahoo.com>, "jathherr@gmail.com" <jathherr@gmail.com>
 Cc: "Arguello, Alfred J" <alfred.j.arguello@bankofamerica.com>, "Johnson, Olivia (LAN-WSW)" <OJohnson@webershandwick.com>
 Subject: Bank of America Inland Empire Grant Notification

On behalf of Al Argüello, Bank of America Inland Empire Market President, it is our pleasure to inform you that the Bank of America Charitable Foundation has approved a grant to BOYS & GIRLS CLUBS OF THE SAN GORGONIO PASS in the amount of \$5,000 for the purposes outlined in your recent proposal. We would like to schedule check presentations with all of our nonprofit partners in the Inland Empire the week of June 5-9. *On Wednesday, June 7 at 2:00 pm at the Beaumont Financial Center at 1672 E 2ND ST, we will be awarding all of our partners from your area. Please confirm that someone can attend that award presentation.*

We'd also love to work with you in promoting this grant and our partnership with your organization. Our public relations team Weber Shandwick will connect with your organization to discuss possible media opportunities, including social media outreach. I've copied them on this message. Please connect us with the right member of your team to discuss media. Our public relations team, Weber Shandwick, is copied on this message and will connect with your organization separately to provide social media guidance and discuss publicizing the announcement. I've also included a copy of our logo and an agreement for you to sign and return to me.

We're very proud to partner with outstanding organizations like yours to help make Inland Empire a better place. We thank you for the tireless work you perform to provide opportunity and improve the quality of life in our community.

Regards,

United Way 2018

Awarded: \$8,000 for Goals for Graduation program

LOA was received by United Way, but was not sent back to BGCSGP

Representatives forgot to bring signed LOAs and never sent back out. Reporting remained the same as past years



CONGRATULATIONS! Can we meet?

December 15, 2017 at 2:55 PM

Found in Inbox

Dear Friend,
Congratulations!

We had sent a letter referencing your Community Impact Grant Application approval notice and funding amount. It was sent with a "return receipt" signature required. *It seems that some of you are not as yet in receipt of the letter*, so I am sending this for 2 reasons. The first - Congratulations... but the second (short notice, I know):

Do you have any time on Tuesday the 19th of December? We would like to come by and present you with a check, and as well, to thank you for the work you are going to do in your communities. I would appreciate it if you could respond by letting me know if:

1. You and your team will or will not be available
2. If available, what timeframe would be convenient... *(& please let me know if you received the letter of intent to fund.)*

Thank you for your time and flexibility. Do not hesitate to connect with me by Monday morning via returned email response.

****Most important... Don't worry about the signature page of the Intent to Fund Letter... as we will supply copies for you on our arrival.****

Boys & Girls Clubs of the San Gorgonio Pass, Inc.
Statement of Financial Income and Expense
July 2018 through June 2019

	<u>Jul '18 - Jun 19</u>
Ordinary Income/Expense	
Income	
42000 · PROGRAM FEES	
42100 · Youth Member Dues	5,580.00
42200 · Day Camp	
42203 · Day Camp-Multiple Camps	9,483.00
42215 · Day Camp Summer-Bmnt	35,123.66
Total 42200 · Day Camp	<u>44,606.66</u>
42700 · PROGRAM INCOME	588,329.65
Total 42000 · PROGRAM FEES	<u>638,516.31</u>
43400 · FUND RAISERS	
43425 · Horses & Hattitudes-income	
43425a · H&H Event Tickets	4,360.00
43425b · H&H Sponsorships	8,100.00
43425c · H&H Funny Money	20.00
43425d · H&H Donations	149.00
43425e · H&H-In Kind Income	1,927.27
43425f · H&H Raffle Tickets	2,813.00
Total 43425 · Horses & Hattitudes-income	<u>17,369.27</u>
43430 · Chances & Cheeses-Income	
43430a · C&C Event Tickets	2,460.00
43430b · C&C Sponsorships	2,850.00
43430d · C&C Donations	2.00
43430e · C&C In Kind income	1,445.62
43430f · C&C Raffle Tickets	1,365.00
43430g · C&C drink tickets	232.00
Total 43430 · Chances & Cheeses-Income	<u>8,354.62</u>
Total 43400 · FUND RAISERS	<u>25,723.89</u>
44800 · CONTRIBUTIONS	
44840 · Corporation Support	44,869.31
44850 · Individuals & Giving Campaigns	9,369.95
44851 · AmazonSmile Campaign	177.49
44860 · Scholarship Funds	44,572.00
44870 · Grants - Foundations	
44801 · Laura May Stewart	6,000.00
44804 · Bank of America	
44804b · Bank of America-Goals for Gradu	5,000.00
Total 44804 · Bank of America	<u>5,000.00</u>
44836 · United Way	
44836a · United Way Goals For Graduation	8,168.68
Total 44836 · United Way	<u>8,168.68</u>
44873 · Grant-BGCA	10,000.00
Total 44870 · Grants - Foundations	<u>29,168.68</u>
44880 · Grants - Government	
44820 · CDBG Grant	
44883 · City CDBG Beaumont	20,000.00
44884 · County CDBG	5,000.00
Total 44820 · CDBG Grant	<u>25,000.00</u>
44830 · OJP	10,000.00
44881 · ASES Prop 49	639,528.94
44880 · Grants - Government - Other	5,000.00

Boys & Girls Clubs of the San Gorgonio Pass, Inc.
Statement of Financial Income and Expense
July 2018 through June 2019

	<u>Jul '18 - Jun 19</u>
Total 44880 - Grants - Government	679,528.94
Total 44800 - CONTRIBUTIONS	807,686.37
47500 - In Kind Income	
47501 - In Kind Inc-Office	636.19
47502 - In Kind Inc-Program	76,742.13
Total 47500 - In Kind Income	77,378.32
Total Income	1,549,304.89
Gross Profit	1,549,304.89
Expense	
60000 - PAYROLL EXPENSES	
60010 - Admin Wages	
60011 - Admin Wages Exec.Dir.	82,078.56
60017 - Admin Wages Bookkeeper	33,254.14
60019 - Admin Wages Office Clerk	669.50
Total 60010 - Admin Wages	116,002.20
60020 - Program Wages	
60020a - Program Wages Program Director	57,392.69
60024 - Program Area Supervisor	13,727.39
60025 - Program Wages Site Director	271,851.55
60026 - Program Wages Site Lead	110,006.87
60028 - Program Wages Y.D.P.	302,601.63
Total 60020 - Program Wages	755,580.13
60030 - Payroll Taxes	91,154.06
62150 - Payroll Service Fees	5,460.75
64100 - Medical - Employee	24,356.70
64340 - Long Term Disability Ins	2,717.56
64345 - Life Ins	362.18
64370 - Workers Comp Ins	20,472.55
65008 - Background Check/Drug Screening	5,126.84
65345 - Pension	25,510.17
60000 - PAYROLL EXPENSES - Other	-0.19
Total 60000 - PAYROLL EXPENSES	1,046,742.95
60900 - Business Expenses	
60902 - Audit	6,000.00
60903 - Interest Expense	
60903a - Interest Loan 240 W Ramsey	12,315.54
Total 60903 - Interest Expense	12,315.54
60910 - Fundraiser Expenses	
60933 - Chances & Cheeses-Expenses	
60933a - Chances & Cheeses-Expenses	2,417.42
60933b - C&C In Kind items	1,154.72
60933c - C&C In Kind services	290.90
Total 60933 - Chances & Cheeses-Expenses	3,863.04
60935 - Duck Derby-Expenses	48.59
60940 - Horses & Hattitudes-expenses	
60940a - H&H - Expenses	8,910.11
60940b - H&H - In Kind item	1,840.00
60940c - H&H - In Kind services	87.27
Total 60940 - Horses & Hattitudes-expenses	10,837.38
Total 60910 - Fundraiser Expenses	14,749.01
60950 - Board Expense	

Boys & Girls Clubs of the San Gorgonio Pass, Inc.
Statement of Financial Income and Expense
July 2018 through June 2019

	<u>Jul '18 - Jun 19</u>
60956 · Board Supplies	1,557.62
Total 60950 · Board Expense	1,557.62
Total 60900 · Business Expenses	34,622.17
62100 · CONTRACT SERVICES	
62130 · Bank Service Fees	346.08
62133 · Credit Card Finance Charges	1,936.99
62140 · Legal Fees	8,099.00
62175 · Credit Card Processing Fees	11,313.12
Total 62100 · CONTRACT SERVICES	21,695.19
62800 · FACILITIES & EQUIPMENT	
62804 · Building Renovation	11,178.97
62805 · Building Repair	1,283.00
62835 · Property Taxes	69.90
62845 · Equip-Copier Lease	3,868.23
62900 · Lease/Rent	2,154.00
62950 · Security	594.00
62960 · Maintenance & Cleaning Supplies	4,676.96
62970 · Vehicle Fuel	553.14
62980 · Vehicle Maintenance	270.06
62990 · Vehicle Registration & Licenses	830.00
Total 62800 · FACILITIES & EQUIPMENT	25,478.26
64000 · INSURANCES	
64150 · Accident and Medical	1,855.00
64320 · D&O Liability	3,760.00
64330 · General Liability	14,241.08
64333 · Flood Insurance	-3,470.35
64335 · Vehicle Insurance	3,891.61
Total 64000 · INSURANCES	20,277.34
65000 · OPERATIONS	
65005 · Awards & Gratuities	2,824.46
65011 · Field Trips	718.05
65012 · Summer Program	
65013 · Summer Supplies	4,080.75
65014 · Summer Field Trips	559.22
65016 · Summer Camp Scholarships	978.00
Total 65012 · Summer Program	5,617.97
65018 · Computers, Cameras & Printers	6,113.92
65019 · Conferences	2,146.70
65020 · Dues & Subscriptions	7,743.90
65037 · In-Kind Supplies Program	76,742.13
65039 · Invoicing Software-Wave	5,400.75
65040 · Marketing/Advertising	1,301.60
65043 · Meetings	
65044 · Meetings Admin	475.37
65045 · Meetings Staff	3,058.03
Total 65043 · Meetings	3,533.40
65047 · Miscellaneous	0.00
65049 · NonProfit Business Reg/Lic Fees	260.00
65050 · Office Supplies	10,174.03
65060 · Postage	560.27
65065 · Program Special Events	9,168.85
65070 · Printing & Copies	3,491.12
65080 · Scholarship Members	43,594.00
65085 · Software	3,277.90
65090 · Supplies Program Sites	58,118.56
65200 · Telecommunications/Telephone	

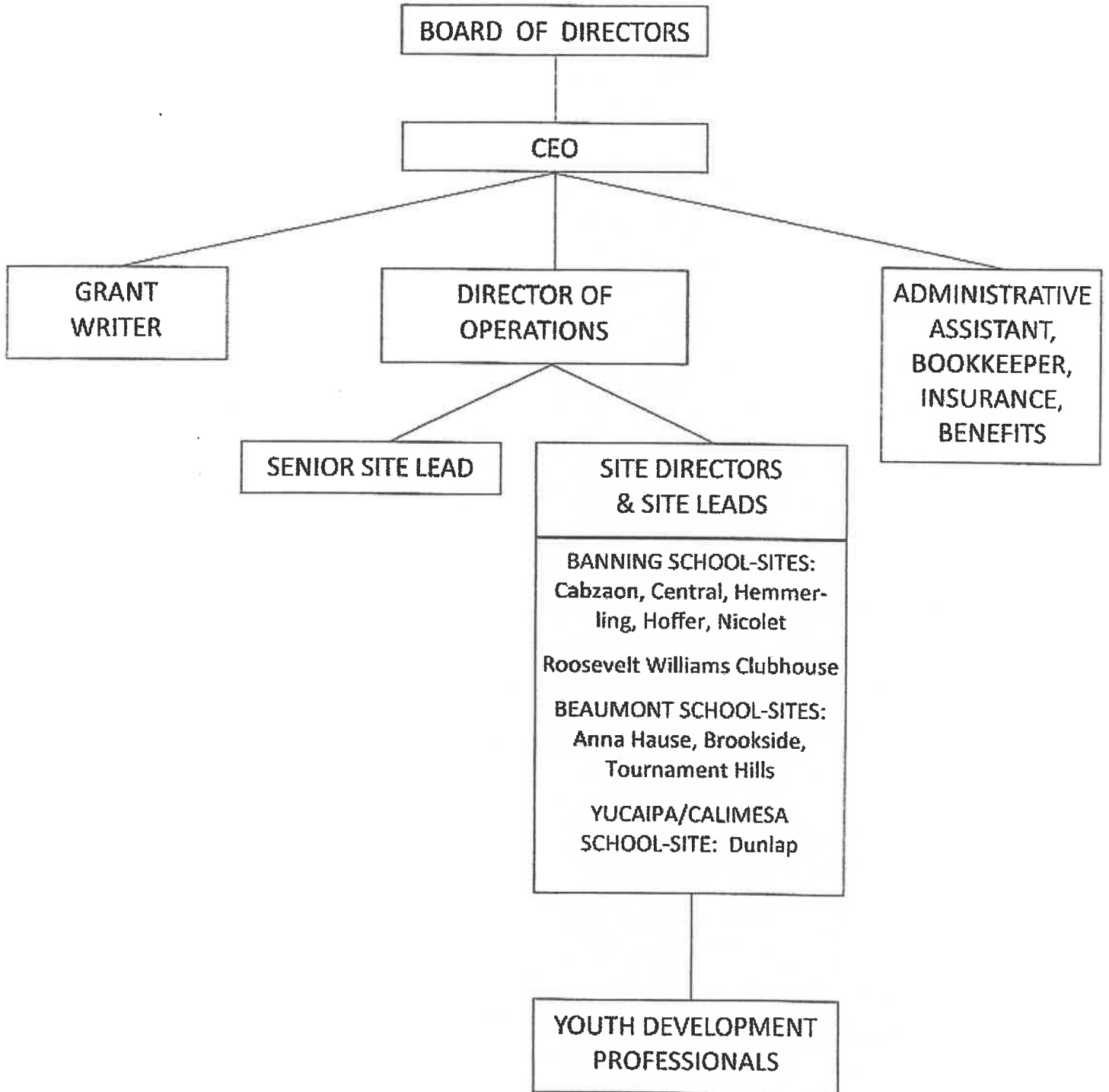
Boys & Girls Clubs of the San Geronio Pass, Inc.
Statement of Financial Income and Expense
July 2018 through June 2019

Item No.7.

	<u>Jul '18 - Jun 19</u>
65201 · Phone landline/internet office	2,741.47
65208 · Phone wireless	11,400.86
Total 65200 · Telecommunications/Telephone	14,142.33
65210 · Training	4,146.74
65230 · Uniforms	5,105.90
65233 · Use Tax	914.00
65235 · Utilities	4,907.71
65240 · Website Domain	754.40
Total 65000 · OPERATIONS	270,758.69
Total Expense	1,419,574.60
Net Ordinary Income	129,730.29
Other Income/Expense	
Other Income	
46400 · OTHER INCOME	
45030 · Interest Income	367.88
Total 46400 · OTHER INCOME	367.88
Total Other Income	367.88
Net Other Income	367.88
Net Income	130,098.17



**BOYS & GIRLS CLUBS
OF THE SAN GORGONIO PASS**





BOYS & GIRLS CLUBS
OF THE SAN GORGONIO PASS

Board Meeting Minutes – August 16, 2019

In Attendance:

Board Members: Phil Hutchins, Linda Hanley, Linda Molina, Tammy Carter,

Staff Members: Amy Herr, Terri Rigali (DOD)

Not Present: Johana Carpio, Ali Ahmed

The meeting was called to order at: 8:07 am

Mission Statement: Phil read our mission statement.

Consent Items: No Consent Items

Board Chairman's Report: [REDACTED]

Executive Director's Report:

- **Summer Camp Video:**
- **Back to School Update (trainings and first week):**
- **Fall Signups update:** Enrollment is up. Waiting lists at all sites except for two sites.
- **Security Cameras:** Installed! By company in Palm Springs (\$4k lower bid)
- **State Farm grant:** [REDACTED]
- **Shoe and Backpack giveaway:** 547 kids showed and received pairs of shoes. Kids were able to pick their own shoes and backpacks.
- **New Hires:** 4 new hires going through background checks and in-processing.

Committee Reports:

- **Safety Committee:**
 - Hearst, CT Publication

Unfinished Business:

- **Chances and Cheeses:** Nov 21st at Teen Center. Less Tix & increase to \$40.
- **Horses & Hattitudes:** May 21st or 28th 2020. Checking dates for Four Seasons.
- **Aileen Flores (Potential Board Member):** Waiting on approval from SCE.
- **Discussion regarding need for staff person (grants and RD):**

Motion: A motion was made by Phil to approve the hiring of RD/Grant Writer. The motion was seconded by Tammy. The motion was approved unanimously.
- **Amy's CEO Annual Review:**



BOYS & GIRLS CLUBS
OF THE SAN GORGONIO PASS

New Business:

- **CDBG Authorization to Bill:**
- **Motion:** A motion was made by Tammy for the board to authorize Megan Grisham to bill and execute the 2019-2020 CDBG Camp Kids Grant and to apply for and execute the CDBG application for the 2020-2021 year. The motion was seconded by Linda M. The motion was approved unanimously, and The Board authorizes Megan Grisham to bill and execute the 2019-2020 CDBG Camp Kids Grant and to apply for funds through the city of Banning, Beaumont and County for the 2020-21 year.
- **Teri Rigali, DOD and Emerging Markets update:**
- **Johana request for Room Dedication:** [REDACTED]

Upcoming Events:

- Aug 23: Last day to vote for State Farm grant
- Sep 20: **Next board meeting** at 8:00am
- Nov 21: Chances & Cheeses at 6:00pm, Teen Center

Meeting Adjournment:

- A motion to adjourn was made by Phil and seconded by Tammy. The motion passed unanimously.

The meeting was adjourned at: 9:45am



Staff Report

TO: Mayor, and City Council Members
FROM: Elizabeth Gibbs, Community Services Director
DATE: January 21, 2020
SUBJECT: **Award of Contract to West Coast Arborists, Inc. for Tree Trimming and Tree Maintenance Services**

Background and Analysis:

Pursuant to Beaumont Municipal Code, Chapter 3.01.040, City staff published a Request for Proposals (RFP) for tree trimming and tree maintenance services on October 23, 2019. The RFP was posted on the City’s website and PublicPurchase.com, with a closing date of December 12, 2019.

The scope of work included annual tree trimming, tree maintenance, and general arborist inspection and reporting services. Additionally, the successful proposer must hold valid licensing from the California State Contractor’s License (CSLB), have an Occupational Safety and Health Administration (OSHA) certification, and an International Society of Arboriculture (ISA) certified arborist on staff.

The following line items were included in the cost proposals:

- Routine annual tree trimming,
- Palm tree trimming,
- Tree pruning,
- Crown raising/clearance pruning,
- Tree removal and stump grinding,
- Root pruning,
- Root barrier installation,
- Tree planting,
- Tree watering,
- General labor rates,
- Day rate service crew,
- Specialty equipment day rate,
- Emergency services,

- General arborist services, and
- Plant health care services.

Staff received four (4) cost proposals from qualified contractors, including West Coast Arborists, Inc.; Mariposa Landscapes, Inc.; United Pacific Services; and Mike’s Tree Service. Each cost proposal was reviewed individually by one staff member from Community Services and one staff member from Public Works. Staff used the “routine annual tree trimming service-per tree” as the baseline amount to determine the lowest cost proposal overall. Baseline amounts from the four (4) proposals ranged from \$75 per tree to \$200 per tree.

West Coast Arborists, Inc. (WCA) submitted the lowest overall cost proposal at \$75 per tree for routine annual tree trimming service and their proposal conforms to the terms outlined in the RFP instructions. WCA was invited to interview with staff members from Community Services, which further validated their ability to perform the work outlined in the project scope of work.

The City Attorney drafted an Agreement for Maintenance Services outlining the terms and conditions for both parties (Attachment A).

Fiscal Impact:

Included in the Fiscal Year 2019-2020 adopted budget is an allocation for contractual tree trimming services under account number 100-6050-7068. The cost to prepare this staff report was approximately \$1,000.

Recommended Action:

Award a tree trimming and tree maintenance services contract to West Coast Arborists, Inc. for a period not-to-exceed three years and authorize the Mayor to execute the agreement on behalf of the City of Beaumont.

Attachments:

- A. Agreement for Maintenance Services

AGREEMENT FOR MAINTENANCE SERVICES

THIS AGREEMENT FOR MAINTENANCE SERVICES is made and effective as of the 22nd of January 2020, by and between the CITY OF BEAUMONT (“CITY”) whose address is 550 E. 6th Street, Beaumont, California 92223 and West Coast Arborists, Inc., a California corporation whose address is 21718 Walnut Avenue, Grand Terrace, CA 92313 (“CONTRACTOR”).

RECITALS

A. CONTRACTOR submitted a proposal (“Proposal”) in response to a request for proposals (“RFP”) from the CITY dated December 12, 2019 and attached hereto as Exhibit “A” to provide certain services, and made a part hereof by this reference; and

B. CITY desires to engage CONTRACTOR to provide the services provided for in the Proposal; and

AGREEMENT

NOW, THEREFORE, in consideration of the foregoing Recitals and mutual covenants contained herein, CITY and CONTRACTOR agree as follows:

1. Term of Agreement; Maximum Annual Amount. This Agreement is effective as of the date first above written and shall continue for a term of three years covering the services (“Services”) provided for in the Proposal. The term of this Agreement may be extended by the City Council for up to two additional terms of one year each at the sole and absolute discretion of the City Council as evidenced by a written amendment to this Agreement executed by the Community Services Director. Contractor shall commence the Services on or before February 1, 2020. Notwithstanding the forgoing, City may terminate this Agreement upon written notice to Contractor, provided it pays Contractor for all services provided prior to termination. In the event that the Proposal contains terms that are in different or in addition to those provided for in the RFP and that purport to be binding on the City, such terms and conditions shall be of no force or effect.

1.1 Written Approvals for Work. Prior to rendering any Services under this Agreement, Contractor must receive the written and signed approval from the Community Services Director identifying with particularity the scope of services including but not limited to the number of trees to be trimmed and the estimated cost of such Services which shall not extend for a period of time for longer than thirty days. For the sake of clarity, Contractor shall not provide any Services and shall not be entitled to compensation hereunder for any Services that are not specifically identified in a written approval duly executed by the Community Services Director as provided in this section.

2. Associates and Subcontractors. CONTRACTOR may, at CONTRACTOR’s sole cost and expense, employ such competent and qualified independent associates, subcontractors and consultants as CONTRACTOR deems necessary to perform the Services; provided, however, that CONTRACTOR shall not subcontract any of the Services without the written consent of

CITY.

3. Compensation.

3.01 CONTRACTOR shall be paid at the rates set forth in the Proposal. Compensation. The compensation for Services under this Agreement shall be as provided in the Proposal and Section 1.1, not to exceed the sum budgeted by City for such services in the amount of \$100,000 in any one year period without the advanced approval of the City Council.

4. Obligations of CONTRACTOR.

4.01 In the event that the terms of the Proposal shall conflict with the terms of this Agreement, or contain additional terms other than the Services to be rendered and the price for the Services, the terms of this Agreement shall govern and said additional or conflicting terms shall be of no force or effect.

4.02 CONTRACTOR is responsible for paying, when due, all income and other taxes, fees and withholding, including withholding state and federal taxes, social security, unemployment and worker’s compensation, incurred as a result of the compensation paid under this Agreement. CONTRACTOR agrees to indemnify, defend and hold harmless CITY for any claims, costs, losses, fees, penalties, interest, or damages suffered by CITY resulting from CONTRACTOR’s failure to comply with this provision.

4.03 CONTRACTOR shall be solely responsible for obtaining Employment Eligibility Verification information from CONTRACTOR’s employees, in compliance with the Immigration Reform and Control Act of 1986, Pub. L. 99-603 (8 U.S.C. 1324a), and shall ensure that CONTRACTOR’s employees are eligible to work in the United States.

4.04 Drug-free Workplace Certification. By signing this Agreement, the CONTRACTOR hereby certifies under penalty of perjury under the laws of the State of California that the CONTRACTOR will comply with the requirements of the Drug-Free Workplace Act of 1990 (Government Code, Section 8350 et seq.) and will provide a drug-free workplace.

4.05 CONTRACTOR shall comply with all applicable local, state and federal laws, rules, regulations, entitlements and/or permits applicable to, or governing the Services authorized hereunder.

4.06 Contractor shall comply with all applicable laws and regulations relating to prevailing wages. Wage rates for this Project shall be in accordance with the “General Wage Determination Made by the Director of Industrial Relations Pursuant To California Labor Code, Part 7, Chapter 1, Article 2, Sections 1770, 1773 and 1773.1”, for Riverside County.

5. Insurance. CONTRACTOR hereby agrees to be solely responsible for the health and safety of its employees and agents in performing the Services under this Agreement and shall comply with all laws applicable to worker safety including but not limited to Cal-OSHA. Attached hereto as Exhibit “B” are copies of Certificates of Insurance and endorsements as required by

Section 6.02. Therefore, throughout the duration of this Agreement, CONTRACTOR hereby covenants and agrees to maintain insurance in conformance with the requirements set forth below. If existing coverage does not meet the requirements set forth herein, CONTRACTOR agrees to amend, supplement or endorse the existing coverage to do so. CONTRACTOR shall provide the following types and amounts of insurance:

5.01 Commercial general liability insurance in an amount of not less than \$1,000,000 per occurrence and \$2,000,000 in the aggregate; CONTRACTOR agrees to have its insurer endorse the general liability coverage required herein to include as additional insured's CITY, its officials, employees and agents. CONTRACTOR also agrees to require all contractors and subcontractors to provide the same coverage required under this Section 6.

5.02 Business Auto Coverage in an amount no less than \$1 million per accident. If CONTRACTOR or CONTRACTOR's employees will use personal autos in performance of the Services hereunder, CONTRACTOR shall provide evidence of personal auto liability coverage for each such person.

5.03 Workers' Compensation coverage for any of CONTRACTOR's employees that will be providing any Services hereunder. CONTRACTOR will have a state-approved policy form providing statutory benefits as required by California law. The provisions of any workers' compensation will not limit the obligations of CONTRACTOR under this Agreement. CONTRACTOR expressly agrees not to use any statutory immunity defenses under such laws with respect to CITY, its employees, officials and agents.

6. General Conditions Pertaining to Insurance Coverage

6.01 No liability insurance coverage provided shall prohibit CONTRACTOR from waiving the right of subrogation prior to a loss. CONTRACTOR waives all rights of subrogation against CITY regardless of the applicability of insurance proceeds and shall require all contractors and subcontractors to do likewise.

6.02. Prior to beginning the Services under this Agreement, CONTRACTOR shall furnish CITY with certificates of insurance, endorsements, and upon request, complete copies of all policies, including complete copies of all endorsements. All copies of policies and endorsements shall show the signature of a person authorized by that insurer to bind coverage on its behalf.

6.03. All required policies shall be issued by a highly rated insurer with a minimum A.M. Best rating of "A:VII"). The insurer(s) shall be admitted and licensed to do business in California. The certificates of insurance hereunder shall state that coverage shall not be suspended, voided, canceled by either party, or reduced in coverage or in limits, except after thirty (30) days' prior written notice has been given to CITY.

6.04 Self-insurance does not comply with these insurance specifications. CONTRACTOR acknowledges and agrees that that all insurance coverage required to be provided by CONTRACTOR or any subcontractor, shall apply first and on a primary, non-contributing basis

in relation to any other insurance, indemnity or self-insurance available to CITY.

7. Indemnification.

7.01 CONTRACTOR and CITY agree that CITY, its employees, agents and officials should, to the extent permitted by law, be fully protected from any loss, injury, damage, claim, lawsuit, cost, expense, attorneys' fees, litigation costs, defense costs, court costs or any other costs arising out of or in any way related to the performance of this Agreement by CONTRACTOR or any subcontractor or agent of either. Accordingly, the provisions of this indemnity are intended by the parties to be interpreted and construed to provide the fullest protection possible under the law to CITY. CONTRACTOR acknowledges that CITY would not enter into this Agreement in the absence of the commitment of CONTRACTOR to indemnify and protect CITY as set forth herein.

a. To the fullest extent permitted by law, CONTRACTOR shall defend, indemnify and hold harmless CITY, its employees, agents and officials, from any liability, claims, suits, actions, arbitration proceedings, administrative proceedings, regulatory proceedings, losses, expenses, damages or costs of any kind, whether actual, alleged or threatened, actual attorneys' fees incurred by CITY, court costs, interest, defense costs, including expert witness fees and any other costs or expenses of any kind whatsoever without restriction or limitation incurred in relation to, as a consequence of or arising out of or in any way attributable actually, allegedly or impliedly, in whole or in part to the performance of this Agreement. CONTRACTOR's obligation to defend, indemnify and hold harmless shall include any and all claims, suits and proceedings in which CONTRACTOR (and/or CONTRACTOR's agents and/or employees) is alleged to be an employee of CITY. All obligations under this provision are to be paid by CONTRACTOR as they are incurred by CITY.

b. Without affecting the rights of CITY under any provision of this Agreement or this Section, CONTRACTOR shall not be required to indemnify and hold harmless CITY as set forth above for liability attributable solely to the fault of CITY, provided such fault is determined by agreement between the parties or the findings of a court of competent jurisdiction.

8. Status of CONTRACTOR.

8.01 CONTRACTOR shall perform the Services in CONTRACTOR's own way as an independent contractor, and in pursuit of CONTRACTOR's independent calling, and not as an employee of CITY. However, CONTRACTOR shall regularly confer with CITY's City Manager as provided for in this Agreement.

8.02 CONTRACTOR agrees that it is not entitled to the rights and benefits afforded to CITY's employees, including disability or unemployment insurance, workers' compensation, retirement, CalPers, medical insurance, sick leave, or any other employment benefit. CONTRACTOR is responsible for providing, at its own expense, disability,

unemployment, workers' compensation and other insurance, training, permits, and licenses for itself and its employees and subcontractors.

8.03 CONTRACTOR hereby specifically represents and warrants to CITY that it possesses the qualifications and skills necessary to perform the Services under this Agreement in a competent, professional manner, without the advice or direction of CITY and that the Services to be rendered pursuant to this Agreement shall be performed in accordance with the standards customarily applicable to an experienced and competent professional rendering the same or similar services in the same geographic area where the CITY is located. Further, CONTRACTOR represents and warrants that the individual signing this Agreement on behalf of CONTRACTOR has the full authority to bind CONTRACTOR to this Agreement.

9. Miscellaneous Provisions.

9.01 This Agreement, which includes all attached exhibits, supersedes any and all previous agreements, either oral or written, between the parties hereto with respect to the rendering of Services by CONTRACTOR for CITY and contains all of the covenants and agreements between the parties with respect to the rendering of such Services in any manner whatsoever. Any modification of this Agreement will be effective only if it is in writing signed by both parties. The Recitals to this Agreement are hereby incorporated herein by this reference.

9.02 CONTRACTOR shall not assign or otherwise transfer any rights or interest in this Agreement without the prior written consent of CITY. Unless specifically stated to the contrary in any written consent to an assignment, no assignment will release or discharge the assignor from any duty or responsibility under this Agreement.

9.03 If any legal action or proceeding, including an action for declaratory relief, is brought to enforce or interpret the provisions of this Agreement, the prevailing party will be entitled to reasonable attorneys' fees and costs, in addition to any other relief to which that party may be entitled.

9.04 This Agreement is made, entered into and shall be performed in the County of Riverside in the State of California and shall in all respects be interpreted, enforced and governed under the laws of the State of California.

9.05 CONTRACTOR covenants that neither it nor any officer or principal of its firm has any interest, nor shall they acquire any interest, either directly or indirectly, which will conflict in any manner or degree with the performance of their Services hereunder. CONTRACTOR further covenants that in the performance of this Agreement, no person having such interest shall be employed by it as an officer, employee, agent, or subcontractor.

9.06 Improper Consideration. CONTRACTOR shall not offer (either directly or through an intermediary) any improper consideration such as, but not limited to, cash, discounts, services, the provision of travel or entertainment, or any items of value to any officer, employee or agent of the CITY in an attempt to secure favorable treatment regarding this Agreement or any contract awarded by CITY. The CITY, by notice, may immediately terminate this Agreement if it

determines that any improper consideration as described in the preceding sentence was offered to any officer, employee or agent of the CITY with respect to the proposal and award process of this Agreement or any CITY contract. This prohibition shall apply to any amendment, extension or evaluation process once this Agreement or any CITY contract has been awarded. CONTRACTOR shall immediately report any attempt by any CITY officer, employee or agent to solicit (either directly or through an intermediary) improper consideration from CONTRACTOR.

IN WITNESS WHEREOF, the parties hereby have made and executed this Agreement to be effective as of the day and year first above-written.

CITY:

CONTRACTOR:

CITY OF BEAUMONT

By: _____

By: _____
Rey Santos, Mayor

Print Name:

Date: _____

Title:

Date: _____

EXHIBIT "A"
PROPOSAL
(insert behind this page)

EXHIBIT “B”
CERTIFICATES OF INSURANCE AND ENDORSEMENTS
(insert behind this page)

Will be provided by West Coast Arborists, Inc. upon City Council approval



November 12, 2019

City of Beaumont
Attn: Elizabeth Gibbs, Community Services Director
550 East 6th Street
Beaumont, CA 92223

RE: RFP: Tree Trimming and Tree Maintenance Services
Due: Thursday, November 14, 2019 at 2:00PM

To whom it may concern;

Thank you for allowing West Coast Arborists, Inc. (WCA) with the opportunity to submit a proposal for tree maintenance services for the City of Beaumont. WCA is a family-owned and operated company employing over 950 full-time employees providing various tasks to achieve one goal: serving communities who care about trees and landscape. We have reviewed, understand, and agree to the terms and conditions described in this RFP. We also hereby acknowledge that we meet the minimum requirements and responded to each of these requirements to the best of our ability.

WCA's corporate values include listening to customers and employees that will help to improve services offered. By establishing clear goals and expectations for the organization, supporting diverse teams, and exchanging frequent feedback from customers and employees. WCA's top management team has created a culture where employees become accountable for actions and results.

WCA has a 47-year track record of working for more than 300 California and Arizona municipalities as well as other various agencies. Our company has been in business since 1972 and is licensed by the California State Contractors License Boards under license #366764. We have held this license in good standing since 1978. The license specializes in Class C61 (Tree Service) as well as Class C27 (Landscaping). We currently employ over 80 Certified Arborists and over 140 Certified Tree workers, as recognized by the Western Chapter of the International Society of Arboriculture. WCA is also registered with the Department of Industrial Relations (DIR) for Public Works projects, our registration number is 1000000956. Should we be awarded this project, we shall use full-time, in-house employees; no subcontractors will be used. Federal ID: #95-3250682.

Our employees will operate from one of our seven California Offices: Stockton Office, 3625 E. Stevenson Avenue, Stockton, CA 95205. For questions related to this proposal and who has the authority to negotiate/present please contact Victor Gonzalez, V.P. Marketing, at (714) 991-1900 or at vgonzalez@wcainc.com. Isaac Garza, Area Manager, will be assigned to this project should WCA be awarded a contract. He can be reached at (714) 396-9544 or igarza@wcainc.com.

Sincerely,

Patrick Mahoney,
President



SUBMISSION CERTIFICATION

I hereby submit to the City of Beaumont the following bid proposal for work outlined in the Request for Proposal entitled "TREE TRIMMING & TREE MAINTENANCE SERVICES."

By my initials below, I certify that the following documents are completed, fully executed, and included in my proposal as required in the RFP document.

- Proposer Identification/Signature Authorization
- References
- List of Subcontractors
- Non-Collusion Affidavit
- Dept. of Industrial Relations (DIR) SB 854 Certification
- Questionnaire

Contractor shall complete the Cost Proposal Form and it shall be submitted with the proposal in a **separate sealed envelope**. Contract shall include a schedule of current hourly rates for all applicable personnel and State of California Craft and Prevailing Wage Determination.

- Cost Proposal Form (under separate sealed envelope)

My signature on this Submittal Certification is affirmation that all items listed above are fully completed and executed and are hereby submitted with the proposal as required. I understand that failure to complete and/or submit any of the required documents may be cause for rejection of my proposal.

Business Name West Coast Arborists, Inc.

Authorized Signature 

Print Name Patrick Mahoney Title President

Date 11/13/19 Contact Phone Number (714) 991-1900




PROPOSER IDENTIFICATION

- 1. Legal Name of Proposer: West Coast Arborists, Inc.
- 2. Street Address: 21718 Walnut Ave.
City/State/Zip: Grand Terrace, CA 92313
- 3. Mailing Address (if different): 2200 E. Via Burton
City/State/Zip: Anaheim, CA 92806
- 4. Business Phone: (714) 991-1900 Email: vgonzalez@wcainc.com
- 5. Contractor's State License No. 366764 Classification(s): C61/D49,C27
- 6. Dept. of Industrial Relations (DIR) Registration No. 1000000956
- 7. Proposer's Project Manager: Isaac Garza, Area Manager

SIGNATURE AUTHORIZATION

I hereby certify that I have the authority to offer this proposal/bid to the City of Beaumont for the above listed individual or company. I certify that I have the authority to bind myself/this company in a contract should I be successful in my proposal/bid.



 Signature of Authority

11/13/19

 Date

Patrick Mahoney

 Print Name

President

 Title/Position



REFERENCES

Contractor should have at least three (3) similar and separate California municipal tree maintenance contracts which have been successfully completed within the last five (5) years. Each project shall be of comparable size and scope to this project (descriptions of these projects and contact persons must be provided with bid submission).

1. Name of Agency: City of Murrieta
Mailing Address: 37000 Ruth Ellen Way, Murrieta, CA 92653
Contact Person: George Moring, Parks Supv. Contact Phone: (951) 461-6112
Email Address: gmoring@murrieta.org
Term of Contract: 2007 - Current Contract Amount: \$ 350,000.00

2. Name of Agency: City of Corona
Mailing Address: 755 Corporation Yard Way, Corona, CA 92880
Contact Person: Moses Cortez, Parks Supv. Contact Phone: (951) 817-5728
Email Address: moses.cortez@ci.corona.ca.us
Term of Contract: 2006 - Current Contract Amount: \$ 1,200,000.00

3. Name of Agency: City of Indio
Mailing Address: 83-101 Avenue 45, Indio, CA 92210
Contact Person: Paul Stalma, Parks Supv. Contact Phone: (760) 347-1058
Email Address: pstalma@indio.org
Term of Contract: 2006 - Current Contract Amount: \$ 400,000.00

4. Name of Agency: City of Temecula
Mailing Address: P.O. Box 9033, Temecula, CA 92589
Contact Person: Rodney Tidwell Contact Phone: (951) 694-6411
Email Address: Rodney.tidwell@cityoftemecula.org
Term of Contract: 2006 - Current Contract Amount: \$ 500,000.00



LIST OF SUBCONTRACTORS

The proposer is required to furnish the following information in accordance with the provisions of Section 4100 to 4113, inclusive, of the Public Contract Code of the State of California.

Legal Name of Subcontractor: NONE TO BE USED.
Mailing Address: _____
Contact Person: _____ Contact Phone: _____
Email Address: _____
License No. _____ DIR Registration No. _____ Percent of Contract: _____%
Specific Description of Subcontract: _____

Legal Name of Subcontractor: _____
Mailing Address: _____
Contact Person: _____ Contact Phone: _____
Email Address: _____
License No. _____ DIR Registration No. _____ Percent of Contract: _____%
Specific Description of Subcontract: _____

Legal Name of Subcontractor: _____
Mailing Address: _____
Contact Person: _____ Contact Phone: _____
Email Address: _____
License No. _____ DIR Registration No. _____ Percent of Contract: _____%
Specific Description of Subcontract: _____

Legal Name of Subcontractor: _____
Mailing Address: _____
Contact Person: _____ Contact Phone: _____
Email Address: _____
License No. _____ DIR Registration No. _____ Percent of Contract: _____%
Specific Description of Subcontract: _____

If Subcontractors will not be used for this contract, please initial here: _____



NON-COLLUSION AFFIDAVIT
(Per California Public Contract Code Section 7106)

**TO BE EXECUTED BY
BIDDER AND SUBMITTED WITH BID**

State of California
County of Orange

}
} ss.
}

_____ Patrick Mahoney _____, being first duly sworn, deposes and says
that he or she is _____ President _____ (title) of
_____ West Coast Arborists, Inc. _____, (legal name of proposing contractor)

the party making the foregoing bid and that the bid is not made in the interest of, or on behalf of, any undisclosed person, partnership, company, association, organization, or corporation; that the bid is genuine and not collusive or sham; that the bidder has not directly or indirectly induced or solicited any other bidder to put in a false or sham bid, and has not directly or indirectly colluded, conspired, connived, or agreed with any bidder or anyone else to put in a sham bid, or that anyone shall refrain from bidding; that the bidder has not in any manner, directly or indirectly, sought by agreement, communication, or conference with anyone to fix the bid price of the bidder or any other bidder, or to fix any overhead, profit, or cost element of the bid price, or of that of any other bidder, or to secure any advantage against the public body awarding the contract of anyone interested in the proposed contract; that all statements contained in the bid are true; and, further, that the bidder has not, directly or indirectly, submitted his or her bid price or any breakdown thereof, or the contents thereof, or divulged information or data relative thereto, or paid, and will not pay, any fee to any corporation, partnership, company association, organization, bid depository, or to any member or agent thereof to effectuate a collusive or sham bid.

CALIFORNIA ALL-PURPOSE ACKNOWLEDGMENT

CIVIL CODE § 1189

A notary public or other officer completing this certificate verifies only the identity of the individual who signed the document to which this certificate is attached, and not the truthfulness, accuracy, or validity of that document.

State of California)
County of ORANGE)
On 11/13/19 before me, Amelia I. Menzel, Notary Public
Date Here Insert Name and Title of the Officer
personally appeared Patrick Mahoney
Name(s) of Signer(s)

who proved to me on the basis of satisfactory evidence to be the person(s) whose name(s) is/are subscribed to the within instrument and acknowledged to me that he/she/they executed the same in his/her/their authorized capacity(ies), and that by his/her/their signature(s) on the instrument the person(s), or the entity upon behalf of which the person(s) acted, executed the instrument.

I certify under PENALTY OF PERJURY under the laws of the State of California that the foregoing paragraph is true and correct.

WITNESS my hand and official seal.



Signature *Amelia Menzel*
Signature of Notary Public

Place Notary Seal Above

OPTIONAL

Though this section is optional, completing this information can deter alteration of the document or fraudulent reattachment of this form to an unintended document.

Description of Attached Document

Title or Type of Document: _____

Document Date: _____ Number of Pages: _____

Signer(s) Other Than Named Above: _____

Capacity(ies) Claimed by Signer(s)

Signer's Name: _____

Corporate Officer — Title(s): _____

Partner — Limited General

Individual Attorney in Fact

Trustee Guardian or Conservator

Other: _____

Signer Is Representing: _____

Signer's Name: _____

Corporate Officer — Title(s): _____

Partner — Limited General

Individual Attorney in Fact

Trustee Guardian or Conservator

Other: _____

Signer Is Representing: _____



DEPT OF INDUSTRIAL RELATIONS NOTICE
(SENATE BILL 854)

Senate Bill 854 was signed into law on June 20, 2014 and established a new public works contractor registration program which collects fees to fund compliance monitoring and enforcement, determines prevailing wage and public works coverage, and hears enforcement appeals.

All contractors and subcontractors intending to bid or perform work on public works projects are required to register, and annually renew, online for the program. This is a Department of Industrial Relations (DIR) fee paid directly to the State of California. On July 1, 2017, the new annual registration fees for public works contractors increased to \$400.00.

Contractors on small projects are exempt from public works registration and electronic certified payroll reporting requirements.

Small Project Exemption:

Contractors who work exclusively on small public work projects are not required to register as a public works contractor or file electronic certified payroll reports for those projects. However, contractors are still required to maintain certified payroll records on a continuous basis and provide them to the Labor Commissioner’s Office upon request.

The small project exemption applies to public works projects that do not exceed:

- \$25,000 new construction, alteration, installation, demolition or repair
- \$15,000 for maintenance

The City is required to fill out a form alerting the DIR of the services you are providing to within five (5) days after Notice of Award. Detailed information is needed to complete this form; therefore, you will be required to provide certain information needed to complete the DIR form.

Proposer’s DIR No. 1000000956 Federal ID No. 95-3250682

Proposer is not registered with the DIR, but agrees to immediately register if awarded the contract N/A (initials)



QUESTIONNAIRE

In accordance with Government Code Section 14310.5, the Proposer shall complete, under penalty of perjury, the following:

NOTE: This questionnaire constitutes a part of the Proposal and signature on the signature authority portion of this Proposal shall constitute signature of this questionnaire.

1. Has the Proposer, any officer of the Proposer, or any employee of the Proposer who has a proprietary interest in the Proposer, ever been disqualified, removed, or otherwise prevented from bidding on, or completing a Federal, State, or local government project because of a violation of law or a safety regulation?

Yes _____

No _____

If answered "Yes," please explain in detail the circumstances surrounding the event:

N/A



Cost Proposal Tree Trimming and Tree Maintenance Services

The Cost Proposal Form shall be submitted with the proposal in a separate and sealed envelope. Contractor shall include a schedule of current hourly rates for all applicable personnel and State of California Craft and Prevailing Wage Determination.

ROUTINE ANNUAL TREE TRIMMING SERVICES

Routine Annual Tree Trimming \$ 75.00 per tree

Palm Tree Trimming - Any size \$ 75.00 per tree

Large Jobs

SERVICE REQUESTS

Tree Pruning

0" to 6"	\$ 75.00	per tree
7" to 12"	\$ 100.00	per tree
13" to 18"	\$ 150.00	per tree
19" to 24"	\$ 200.00	per tree
25" to 30"	\$ 250.00	per tree
31" and Over	\$ 250.00	per tree

Small Jobs

Crown Raising/Clearance Pruning

0" to 6"	\$ 30.00	per tree
7" to 12"	\$ 40.00	per tree
13" to 18"	\$ 50.00	per tree
19" to 24"	\$ 60.00	per tree
25" to 30"	\$ 60.00	per tree
31" and Over	\$ 60.00	per tree

Tree Removal and Stump Grinding

Tree Removal

0" to 6"	\$ 39.00	per inch DBH
7" to 12"	\$ 39.00	per inch DBH
13" to 18"	\$ 39.00	per inch DBH
19" to 24"	\$ 49.00	per inch DBH
25" to 30"	\$ 49.00	per inch DBH

City of Beaumont Request for Proposal



Tree Trimming and Maintenance Services

31" and Over \$ 49.00 per inch DBH

Stump Grinding \$ 19.00 per inch DBH at grade

Root Pruning \$ 29.00 per LF

Root Barrier Installation \$ 29.00 per LF

Tree Planting

(includes tree, materials, stakes, and planting costs)

15 gallons \$ 175.00 per tree

24" box \$ 345.00 per tree

36" box \$ 945.00 per tree

48" box \$ 1,845.00 per tree

60" box \$ 4,595.00 per tree

Tree Watering

(young trees, water truck/operator per hour)

\$ 94.00 per hour

General Labor Rates

1 Ground-person \$ 94.00 per hour

1 Equipment Operator \$ 94.00 per hour

1 Trimmer \$ 94.00 per hour

Day Rate Service Crew

(Boom truck to include a chip body, Low decibel chipper, 1 trimmer, 2 ground persons)

\$ 2,256.00 per 8-hour day

Specialty Equipment Day Rate

\$ 1,200.00 per 8-hour day

Emergency Services

(Fully equipped 3-person crew called in for emergency service)

During normal business hours \$ 315.00 per hour

After hours, weekends, holidays \$ 402.00 per hour

General Arborist Services \$ 169.00 per hour

Plant Health Care Services \$ 169.00 per hour



RFP #19-05 – Tree Trimming and Tree Maintenance Services
Addendum No. 3

Question No. 1

Is parking contractor equipment at the City yard allowed?

Answer

The City is unable to provide overnight parking for contractor's equipment.

Question No. 2

What is the term of the contract? Years?

Answer

Chapter 3.01.040 (J) states, "Term Limitation. No maintenance work or other general services contract, except for contracts for solid waste services, may extend for longer than a three-year initial term with a maximum of two, one-year extensions each of which must be approved by the City Council."

Question No. 3

Are there any tree projects in the City of Beaumont that would require a Caltrans permit?

Answer

Not at this time.

Question No. 4

Does this city have an existing tree inventory? If not, is the City interested in having the contractor collect one?

Answer

The City does not have an existing tree inventory and is interested in finding the most economical way to inventory existing trees.

Question No. 5

The city would like to utilize wood chips. Are palm chips acceptable?

Answer

The City will not have a need to utilize palm chips.

Question No. 6

Is the clearance height over roadways 14' or 15'? Both were mentioned.



Answer

Trees shall be trimmed to maintain a minimum clearance of ten feet above the sidewalk, 14 feet above a curb, 17 1/2 feet at center in residential areas, and 17 1/2 feet above the curb at bus stops.

Question No. 7

Who is the current contractor?

Answer

The City does not have a current contract in place. Individual areas are bid out separately based on priority. This contract will eliminate that process.

Question No. 8

Can we see current contractor prices/contract?

Answer

See answer to Question #7.

Question No. 9

How much was the current/previous contractor paid total in FY 2018? How much thus far in 2019?

Answer

See answer to Question #7.

Question No. 10

When is the majority of the work done?

Answer

The City anticipates this contract to be performed year-round.

Question No. 11

For palm tree trimming, can this line item be expanded to separate line items for different palm species?

Answer

Yes

Question No. 12

Will the City require an ISA Certified Treeworker on-site at all times while work is being performed?

Answer

No, but an ISA should be available and on-site.



Question No. 13

We see a dedicated specification for palm skinning, however there is no line item. Can this be added?

Answer

Yes

Question No. 14

Are any final bonds required for this contract?

Answer

Refer to the sample contract provided

Question No. 15

Are park trees considered part of the Grid?

Answer

Yes, all City-owned trees including parks, parkways, trails, rights-of-way, and open space.

Question No. 16

Aside from the Annual Cost adjustment based on the Consumer Price Index, will the Contractor be allowed to request a cost adjustment based on annual increases in prevailing wage?

Answer

Paying current and applicable prevailing wage is required at all times as part of this contract.

Question No. 17

The specifications for "Tree Pruning for Traffic Clearance" requires the Contractor to provide clearance above finish grade for moving vehicles within the traveled roadway. In cases where clearance cannot be provided as pruning may severely affect the tree's balance and/or aesthetic appearance, how will this be dealt with?

Answer

This will be addressed on a case-by-case basis and in conjunction with City staff's direction.

Question No. 18

Will the City extract trees (i.e., small trees) from a Grid pruning assignment?

Answer

Small trees may be extracted from a grid if pruning is premature or unwarranted.



END OF QUESTIONS
END OF ADDENDUM NO. 3

Addendum Acknowledged By: _____
Patrick Mahoney, President

WCA



CITY OF BEAUMONT RFP TREE TRIMMING AND TREE MAINTENANCE SERVICES

WCAINC.COM • 800.521.3714 • LIC #366764 • DIR #1000000956



Setting the gold standard.



Tree Pruning



Tree Removal



Tree Planting



Page 218
Inventory



Emergency Response



Plant Health Care



ISA Certified



1 CORPORATE CAPABILITIES

WEST COAST ARBORISTS, INC. (WCA) is a family-owned and operated union company employing over 950 full-time employees providing tree maintenance and management services. We are proudly serving over 275 municipalities and public agencies. We provide superior and safe tree care operations seven days a week, 24 hours a day throughout California and Arizona.

COMPANY INFORMATION

President: Patrick Mahoney
Organization Type: Corporation
Established: 1972
Federal Tax ID: 95-3250682
DIR Registration: 100000956
Members of Laborers' Union: LiUNA!

CORPORATE OFFICE

2200 E. Via Burton St.
Anaheim, CA 92806

REGIONAL OFFICES

Fresno, CA
Phoenix, AZ
Riverside, CA
Sacramento, CA
San Diego, CA
San Francisco, CA
San Jose, CA
Stockton, CA
Ventura, CA

CONTRACT ADMINISTRATION

Victor Gonzalez, Vice President
Corporate Office
Phone (714) 991-1900
Fax (714) 956-3745
Email: vgonzalez@wcainc.com

FIELD MANAGEMENT

Isaac Garza, Area Manager
21718 Walnut Ave.
Grand Terrace, CA 92313
Phone (714) 396-9544
Fax (909) 783-6515
Email: igarza@wcainc.com

EMERGENCY RESPONSE 24/7

OUR VISION

As a corporate citizen, WCA's responsibility and accountability are to the communities where we do business. We hold ourselves to the highest standards of ethical conduct and environmental responsibility, communicating openly with our customers and the communities in which we work. It is our goal and vision to lead the industry in state-of-the-art urban tree care and management services.

Tree care professionals serving communities who care about trees.

100% CUSTOMER SATISFACTION

Customer satisfaction is our top priority. We guarantee your complete satisfaction with every facet of our services. Our dedication to customer service has earned WCA a reputation unrivaled in the industry for dependability, integrity, quality and courtesy. We authorize our employees to do whatever is necessary to achieve the highest quality results. We know that high quality work saves our customer's valuable time and is far more cost effective if we do our work properly the first time. We are committed to courteous and prompt customer service to fully resolve any issue.



80+ ISA Certified Arborists



40+ Years Experience (Similar Size & Scope)



950+ Qualified Employees



Less than 2% turnover ratio for service



Local Office Riverside



1250+ Fleet of Modern Equipment

CORPORATE CAPABILITIES

West Coast Arborists, Inc., is committed to successfully completing each project in accordance with the specifications, budget, schedule and with the highest quality of service. Our customers' satisfaction is a direct result of our means to carry out each project. Listed below are some of our corporate capabilities, which not only provide a sense of comfort and confidence to our customers, but also assure them of our continuous ability to carry out the duties of managing their urban forest.

- In business continuously and actively since 1972
- Contractor's License C61/D49 & C27
- Over \$8,500,000 line of credit available
- Bonded by CBIC, an A+ rated company
- Over 950 employees
- Over 275 contracts with public agencies
- 80+ Certified Arborists
- 140+ Certified Tree Workers
- Drug-free workplace
- 14,000 sq. ft. company-owned Headquarters (Anaheim)
- Department of Agriculture Nursery license
- Avg. 500,000 trees **pruned** annually over past 3 years
- Avg. 18,000 trees **removed** annually over past 3 years
- Avg. 14,000 trees **planted** annually over past 3 years
- Avg. 250,000 trees **inventoried** annually over past 3 years
- Fully insured with insurance up to \$10 million
- Federal Tax ID #95-3250682, current on all taxes and fillings with state and federal government
- Sales volume over \$110 million annually
- Fleet of approximately 1,250 pieces of equipment



Active Memberships:

- Tree Care Industry Association (TCIA)
- International Society of Arboriculture (ISA)
- League of California Cities (LCC)
- California Parks & Recreation Society (CPRS)
- Association of California Cities- Orange County (ACCCO)
- Maintenance Superintendents Association (MSA)
- California Landscape Contractors Association (CLCA)
- Street Tree Seminar (STS)
- California Urban Forest Council (CaUFC)
- American Public Works Association (APWA)

State of California
Department of Industrial Relations

Contractor Information

Legal Entity Name: WEST COAST ARBORISTS, INC.
 Corporation
 Active
 1090000956
 07/01/19
 06/30/22
 2200 E VIA BURTON ANAHEIM 92806 CA United States of America
 2200 E VIA BURTON ANAHEIM 92806 CA United States of America
 vgonzalez@wcainc.com
 License Number (s)
 CSLB 366764

dca DEPARTMENT OF CONSUMER AFFAIRS
CONTRACTORS STATE LICENSE BOARD
ACTIVE LICENSE

License Number: **366764** Entity: **CORP**
 Business Name: **WEST COAST ARBORISTS INC**

Classification: **C61/D49 C27**

Expiration Date: **12/31/2020** www.csib.ca.gov

dpr CALIFORNIA DEPARTMENT OF PESTICIDE REGULATION
 1001 I STREET
 SACRAMENTO, CALIFORNIA 95814

ISSUED: **January 01, 2018**
 EXPIRES: **December 31, 2019**

Pest Control Business - Main LICENSE
 LICENSE NO. 39975

Invalid if insurance and/or qualified person(s) lapse before expiration date.

Mailing Address: WEST COAST ARBORISTS, INC.
 2200 E VIA BURTON ST
 ANAHEIM, CA 92806

Business Location: WEST COAST ARBORISTS, INC.
 2200 E VIA BURTON ST
 ANAHEIM, CA 92806

POST THIS LICENSE PROMINENTLY IN PUBLIC VIEW
 THIS LICENSE IS NOT TRANSFERABLE -- ANY CHANGE IN OWNERSHIP REQUIRES A NEW LICENSE



2 STAFF QUALIFICATIONS



Staff members have diverse educational backgrounds including accounting, business administration, engineering, and forestry.

INTRODUCTION

West Coast Arborist's (WCA) is a company comprised of a management team and a safety committee. Staff members have diverse educational backgrounds including accounting, business administration, engineering and forestry.

WORK FORCE

WCA actively maintains ongoing processes to assure that only qualified and competent staff provides safe and quality tree maintenance services. These skilled employees can only be achieved through both training and work experience. We believe that essential experience should always be obtained through qualified supervision; this includes both basic and extended skills. WCA makes every attempt to ensure that this is undertaken before performing work, leading a crew, or career advancement. The work performed on this contract is routine, recurring and usual. The work includes watering, trimming, pruning, planting, removal and replacement of trees and plants, and servicing of irrigation. The rates included in the Cost Proposal are based on the current prevailing wage determination for "Tree Maintenance (Laborer)."

CERTIFICATION

WCA encourages its employees to get certified through the International Society of Arboriculture, in an effort to raise the standard of professional tree care companies. This standard exemplifies our company's commitment to providing customers with competent, knowledgeable certified workers. WCA employs a large number of ISA Certified Arborists and ISA Certified Tree Workers.

CREW EVALUATION

WCA employees are evaluated through an internal mechanism supervised by our Management Team. Each employee performs their duties according to a criteria-based job description that reflects safety, quality workmanship, productivity, appropriateness of care, problem solving and customer service. A performance appraisal is conducted for each employee upon completion of the probationary period and at least annually thereafter. Each worker is also required to complete a competency assessment and orientation upon hire and annually thereafter in selected areas to assure that ongoing requirements are met and opportunities for improvement are identified.

UPPER MANAGEMENT TEAM

From marketing, contract administration, field and fleet management, to information technology, our Upper Management Team is involved in the day-to-day operations supporting each Project Team and Customer to ensure the highest quality of tree care is being achieved in the industry.

Patrick Mahoney, President



Rose Epperson, Vice President



Chris Crippen, VP IT



Andy Trotter, VP Field Operations



Jason Pinegar, Regional Manager



Richard Mahoney, Vice President

Debbie DerPasquale, VP Contract Services

Victor Gonzalez, VP Marketing

Randy Thompson, VP Operations

PROJECT TEAM

ISAAC GARZA, AREA MANAGER

ISA Certified Arborist #WE-8689A

As an Area Manager Isaac manages crews in the field. Ensures company work and safety policies are being followed. Provides guidance to Supervisors in completing safety and crew evaluations. Maintains contact and communications with City Inspectors or assigned representatives to schedule and plan work. Accounts for all crew paperwork and assists in any billing concerns or issues.

ASHLEY DAVLIN, CUSTOMER SERVICE MANAGER (CSR)

As the CSR (Customer Service Representative), Ashley is responsible for providing support to the Area Manager, Site Supervisors and crew. She is to act as a liaison between the company and it's clients as well as the general public. Ashley is responsible for responding to customer service inquires and facilitating contracting functions, such as: mapping, underground service alert, data entry, field book preparation, list preparation, etc.

MANUEL PEREZ, SUPERVISOR

ISA Certified Arborist #WE 0818A • ISA Certified Treeworker #WE 352C • CTSP Certified Tree Care Safety Professional #575

As Site Supervisors, Manuel is a full-time employee and speaks fluent English. He is responsible for reviewing the day's activities, assisting the Area Manager in scheduling, and ensuring proper safety procedures are being followed. As Supervisors, they will communicate with City officials and other interested parties on a daily basis. Report and resolve malfunctions, damage, or industrial injury. They also assist in employee training programs, maintain records, and file daily reports and receipts.

ERNESTO MACIAS, SAFETY MANAGER/ UNION LIAISON

Ensures safety company-wide which includes the development, implementation and review of the company's in-house training programs, crew safety audits, and the company's Injury & Illness Prevention Program.

TIM CROTHERS, PLANT HEALTH CARE MANAGER

ISA Board Certified Master Arborist WE 7655 BUM • DPR Qualified Applicator #145321 • QAL Categories BGD

WCA's PHC program is managed in-house; there is no subcontracting. Staff is licensed by the CA Dept. of Pesticide Regulation. Our program goes beyond standard chemical applications as we expanded our services to include an Integrated Pest Management program. Inspection, diagnosis and treatments are available as needed.



Isaac Garza, Area Mgr.

Ashley Davlin, Cust

Manuel Perez, Supv.

Ernesto Macias, Safety Mgr.

Tim Crothers, PHC Mgr.

SPECIALIZED SAFETY TRAINING

Our ISA Certified Tree Workers go through specialized testing that proves they are competent to work in trees in a safe manner that protects themselves as well as the general public. We also qualify our employees to operate in a safe and efficient manner that meets and exceeds the industry standards, these programs are WCA Qualified Level 1 Tree Trimmer, WCA Qualified Level 2 Tree Trimmer, WCA Qualified Level 3 Tree Trimmer, WCA Qualified Big Boom Operator, WCA Qualified Loader Operator, WCA Qualified Roll-Off Driver. We also qualify all drivers that operate our vehicles by conducting 2 driving test and entering them into the California DMV pull program that monitors their driving record to ensure safe driving operators.

SAFETY TRAINING PROGRAMS

Jobsite Briefing - Conducted each work day.

Weekly Tailgate - Meetings held for each crew.

On the Job Training -New employees are assigned a "buddy" with experience to assist them.

Video Training - Programs included are Professional Tree Care, Electrical Hazards, Aerial Rescue, Chipper Safety, Chain Saw Safety and Pruning Technique. Video presentations in cooperation with Tree Care Industry Association (TCIA).

Safety Crew Lunch - This program rewards employees company-wide quarterly.

Safety Team - A 10 person committee that reviews and discusses safety procedures, problems and incentives.

Injury & Illness Prevention - Integral program to WCA's overall safety program.

Leadership Training - Continued training and study utilizing the Crew Leader Home Study Program, available through the Tree Care Industry Association (TCIA).

Certification Training - Continued study sessions are held in preparation for the International Society of Arboriculture Certification Programs.

WCA EMPLOYEE SAFETY IMPROVEMENT ACTION PLAN

Issued To: _____

Issued By: _____

VIOLATIONS FROM COMPANY POLICY (explain where appropriate):

Personal Protective Equipment:

_____ Hard Hat	_____ Inadequate
_____ Hearing Protection	_____ Improper
_____ Eye/Face Protection	_____ Inadequate
_____ Leg Protection	_____ Improper
_____ Work Clothing	_____ Improper
_____ Footwear	_____ Improper
_____ Climbing Saddle	_____ Improper
_____ Ropes	_____ Worked on
_____ Lanyard/Snaps/Etc.	_____ Unapproved
_____ Other _____	_____ Other _____
_____ Other _____	_____ Other _____

Equipment:

_____ Truck - Driving	_____ Explanations:
_____ Seatbelt Not Fastened	
_____ Equipment Misuse - explain below	
_____ Key left in Ignition	
_____ Wheels Not Chocked	
_____ Misuse of Hand Tools	
_____ Misuse of Power Tools	
_____ Improper Tools Used Near Electrical Conductors	
_____ Other _____	
_____ Other _____	

Has the employee previously been trained in this aspect of company policy? _____

If Yes, how were they trained? (verbal/video/OJT, etc.) _____

Corrective Action for Employee: _____

Date of Compliance: _____ Acknowledged By: _____

Company Disciplinary Action Taken: _____

Comments: _____

(Describe potential penalty for repeat violations per company policy)

Distribution: _____ Employee _____ Manager _____ Foreman _____

*THIS SERVES AS A NOTICE TO THE EMPLOYEE THAT HE/SHE HAS VIOLATED A _____

WCA SAFETY RULES AND SAFE WORK PRACTICES

GENERAL SAFETY RULES

It is the duty of each worker to obey all Company Safety Rules and to use all required safety equipment. Listed below are the minimum safety rules that each worker must follow:

- Report all injuries to management immediately, no matter how minor.
- Learn the hazards of your job by discussing them in detail with your Supervisor.
- When job conditions change, so do hazards; therefore, each worker should learn to anticipate new hazards and plan their avoidance.
- Report all new hazards to the attention of your Foreman or Supervisor.
- Develop a daily routine of checking your job area, equipment and machinery for any potential hazards or deficiencies.
- Check equipment daily and report all defective tools and equipment, machinery and/or dangerous work conditions to the foreman.
- Wear all personal protective devices, i.e., glasses, belts, shoes and proper clothing, as required by your position or the job task.
- Avoid the use of equipment and machinery that are defective.
- Become familiar with the performance limitations of your tools and/or machines.
- A clean and orderly workplace is a safe place.
- Provide suggestions concerning safety to your Supervisor or Manager.
- Keep all emergency equipment such as fire extinguishers and exit doors clear of obstacles.
- Know the location of fire and safety exits.

PERSONAL SAFETY

- Each employee is expected to be responsible for his/her safety and at the same time to exercise care to avoid injury to his fellow workers and others.
- Be prepared to perform your job. Do not come to work fatigued or hung over.
- Drug testing will be provided for any employees who appears to be under the influence of drugs and/or alcohol.
- Do not speed while driving. Always walk, do not run in work areas.
- Horseplay, practical jokes or sports activities are forbidden at all times.
- Lift correctly and safely, with your legs, not your back. Ask for help whenever in doubt.
- Observe all warning, caution, and danger signs as well as safety and health notices.
- No loose clothing or dangling jewelry (i.e. earrings, chains, necklaces, bracelets, etc.) can be worn while working in production areas.
- Smoking is restricted to designated areas only.
- Learn the location of first aid kits and fire suppression equipment in your work area.

EQUIPMENT AND MACHINERY SAFETY

- Do not attempt to clear jams while machines are in operation. MACHINES MUST BE TURNED OFF
- Guards must be in place on every machine while in operation. No safety devices may be bypassed or disengaged.
- Any equipment that appears to have been damaged or defective should not be used until a Mechanic or Supervisor has had an opportunity to examine it.
- Unauthorized use of equipment is prohibited.
- Do not handle or tamper with any equipment or machinery that is not within the scope of your duties or job.
- Never operate, repair or adjust equipment until you have been trained on the safe operating or maintenance procedures. Ask for help from your Supervisor.
- Do not put your hands or any part of your body into moving equipment at any time.
- No one other than the driver is allowed to ride on a forklift or loader - This means NO PASSENGERS!
- Employees will not stand or jump over machinery or conveyor belts.
- Nothing is to be placed within three (3) feet of the electrical panels and transformers.
- Equipment shall only be used for its specified purpose.
- Use a ladder when required. Do not climb machinery.
- Electrical power extension cords must be grounded and in good condition.

-1-

Pictured left: Sample Safety Improvement Action Plan Form & Safety Rules and Safe Work Practices review sheet.

900+
Employees

LiUNA!

In partnership with the Laborer's International Union of North America (LiUNA!).
Higher Standards + Exemplary Training = Superior Employees

ISA Certified

81

Arborists

5

Board Certified Master Arborists

142

Tree Workers

WCA staff is trained to design and implement Traffic Control Plans.



1

Certified Urban Forester

74

WCA Certified Utility Line Clearance Workers

18

ISA Certified Utility Specialists

25

TCIA Certified Tree Care Safety Professionals

8

ISA Municipal Specialist

1

Nursery in Placentia & Dedicated Manager

6

Information Technology Specialists

75

Fleet Mechanics

16

NCCCO Certified Crane Operators

Unique Capabilities

PHC

WCA has developed an exemplary Plant Health Care Program that goes beyond standard chemical applications.

CALIFORNIA DEPARTMENT OF PESTICIDE REGULATION

2

Advisors

10

Applicators



WILDLIFE PROTECTION

WCA's VP of Field Operations is a key contributor in identifying and developing the first ever Best Management Practices guidelines for Tree Care for Birds and Other Wildlife.



70

WCA has 70 staff members certified through the Wildlife Aware and Wildlife Training Institute.

Board Certified Master Arborists

- Cris Falco WE 7490 B
- Michael Palat WE 6541 BUM
- Kelley Gilleran WE 7061 B
- Tim Crothers WE 7655 BUM
- Glenn Reeve WE 10177 B

ASCA Consulting Arborist

Michael Mahoney, ASCA Consulting Academy #0022/ Registered Member #353 • WC D216 A • BA CSUF
Mr. Mahoney has over thirty-six years in practical and management experience in arboriculture and urban forestry; 20 years full-time as an arboriculture practitioner; 5 years full-time as manager of large arboricultural contracting firm; 5 years full-time as CEO of arboricultural and urban forestry consulting firm; 6 years full-time as an independent arboricultural and urban forestry consultant. Approximately 45 hours of arboricultural continuing education.

Additional List of ISA Certified Arborists

Employee Name	Cert #	Employee Name	Cert #
ADAN BALTAZAR REYNAGA	WE-7786AT	JESUS RAYA	WE-3449A
AL EPPERSON	WE-0719A	JOEL LOPEZ	WE-10871A
ANDREW R. TROTTER	WE-0642A	JOHN LEE PINEDA	WE-10367A
ARLENE BISCAN	WE-9896A	JORGE MAGANA	WE-3460A
BENJAMIN EUGENE BORDSON	WE-10777A	JOSE A. GONZALEZ MENDEZ	WE-6475A
BRIAN C. KIRKEGAARD	WE-10476A	JOSE M. CORTEZ TORRES	WE-8539A
BRIAN M. KOCH	WE-0341A	JOSE M. CHAVARRIA MANZO	WE-1210AT
CALVIN F. HAUPT	WE-7634A	JOSE MANUEL PEREZ	WE-0818A
CARLOS BRACAMONTES	WE-8557A	JOSEPH BARTOLO	WE-2034AU
CHARLES PATRICK MADSEN	WE-0462A	JOSEPH NICK ALAGO	WE-4396A
CORINNE GRUNDER BASSETT	WE-11625A	JUAN ORTIZ	WE-8514A
CRISTAN ANGELO FALCO	WE-7490A	JUAN C. IXTA	WE-10144A
CURTIS PATRICK WORTH	WE-10972A	JUSTIN LEE MENZEL	WE-1756A
DANIEL CHAVARRIA	WE-10292A	KELLEY LEWIS GILLERAN	WE-7061A
DANIEL MAHONEY	WE-10434A	KRIS BURBIDGE	WE-9586A
DAVID COOPER	WE-0497A	LEONEL CORTEZ	WE-8625A
DEBORAH DEPASQUALE	WE-3812A	LORENZO PEREZ	WE-7443A
EDUARDO VARGAS	WE-1058AT	MANUEL BRIANO	WE-8791A
ELOY MARQUEZ	WE-11566AT	MARCO A. PADILLA JIMENEZ	WE-8621A
ERICK SERRANO	WE-6750A	MARIA MUNOZ-CAMPOS	WE-8267A
ERNESTO J. F. MACIAS	WE-7120A	MATED ARVIZU	WE-10151A
EUGENE BARRIENTOS	WE-8701A	MICHAEL W. PALAT	WE-8541A
FELIX HERNANDEZ	WE-2037A	NESTOR VALENCIA	WE-11359A
GERARDO PEREZ	WE-9131AT	PATRICK D. MAHONEY	WE-1172A
GERARDO MARTINEZ GARCIA	WE-11358A	RANDY J. THOMPSON	WE-1043A
GLENN D. WHITLOCK REEVE	WE-10177A	REBECCA A. MEJIA	WE-2355A
GONZALO REGALADO	WE-9952A	RENE ROSALES	WE-7941AT
HECTOR MONTES	WE-8079A	RICHARD R. MAHONEY	WE-1171A
HERMINIO PADILLA	WE-7552A	ROBERT D. THOMPSON	WE-0916AU
HUGO ANGEL RINCON	WE-8710A	RODNEY LYNN MORGAN	WE-9546A
IGNACIO LOPEZ	WE-7329A	ROSE M. EPPERSON	WE-1045A
ISIDRO ESTRADA BARBOZA	WE-11685A	SEAN PATRICK SULLIVAN	WE-10050A
J. ALONSO GARCIA-LOPEZ	WE-8499A	SHAWN A. GOZIK	WE-3182A
JAIME ROGELIO HERNANDEZ	WE-5297A	STEFAN B. KALLENBERG	WE-10730A
JAMES CHARLES WORKING	WE-1592A	STEPHEN GLENN DAVIS JR	WE-10894A
JAMES PAUL SPECK II	WE-10858AT	STEVE B. HUNT	WE-1044A
JARED LEE MAYSEY	WE-11510A	TIMOTHY CROTHERS	WE-7655A
JASON PINEGAR	WE-2039AU	VICTOR M. GONZALEZ	WE-7175A
JASON ROSS DAVLIN	WE-7628A	WALLACE BURCH	WE-0713A
JEFFERY B. WILLIAMS	WE-1100A	WILLIAM STEVE PONCE	WE-6461A

JOSE INEZ MANCILLA	WE-10983T	JULIO C. GARCIA VAZQUEZ	WE-11175T
JOSE JUAN PEREZ	WE-11246T	KYLE JAMES VIGNEAU	WE-10962T
JOSE LUIS DELREAL	WE-11231T	LEONARDO RAMOS	WE-11264T
JOSE M. CORTEZ TORRES	WE-8539AU	LEONEL CORTEZ	WE-8625AT
JOSE M. MUNIZ GARCIA	WE-11686T	LETUSA MUAUO JR	WE-11021T
JOSE M. CHAVARRIA MANZO	WE-11210T	LORENZO PEREZ	WE-7443AT
JOSE MANUEL PEREZ	WE-0818AT	LUIS A. MUNOZ RAMIREZ	WE-11023T
JOSE R. GRANADOS	WE-11186T	LUIS P. PEREZ	WE-11245T
JOSEPH ANTHONY NUNN	WE-11034T	MANUEL BARRAGAN	WE-10925T
JUAN BECERRA	WE-10932T	MANUEL BRIANO	WE-8791AT
JUAN MARQUEZ	WE-10987T	MARCO A. PADILLA JIMENEZ	WE-8621AT
JUAN ORTIZ	WE-8514AT	MARCO ANTONIO VERGARA	WE-11065T
JUAN TELLEZ TAPIA	WE-11137T	MARCOS RICHARD-MARTINEZ	WE-10989T
JUAN AMADOR ARCE	WE-11480T	MARCOS GAMINO	WE-11482T
JUAN C. PENAS-ARIAS	WE-11327T	MARTIN BARRERA	WE-11080T
JUAN CARLOS MORA	WE-11019T	MATED ARVIZU	WE-11080T

WCA's ISA Certified Tree Workers

Employee Name	Cert #	Employee Name	Cert #
ADAM RODRIGUEZ	WE-11281T	FELIX HERNANDEZ	WE-2037AT
ADAN BALTAZAR REYNAGA	WE-7786AT	FRANCISCO LOPEZ	WE-10952T
AGUSTIN LOZANO	WE-11306T	FRANCISCO RAMIREZ	WE-11259T
ALEJANDRO VALENZUELA	WE-11674T	FRANCISCO VILLANUEVA	WE-10965T
ALFREDO ANGEL LOPEZ	WE-11334T	FRANCISCO URENA JIMENEZ	WE-11075T
ANDRES ROMAN	WE-11285T	GABRIEL GAMINO	WE-11167T
ANTONIO CASTELLANOS	WE-11203T	GABRIEL MERCADO RUIZ	WE-11568T
ANTONIO GRADILLA	WE-11185T	GERARDO PEREZ	WE-9131AT
ANTONIO GARCIA CONTRERAS	WE-1173T	GERARDO A. ORDUÑO	WE-1036T
ARIEL ALONSO	WE-10906T	GERARDO MARTINEZ GARCIA	WE-10997T
ARMANDO SOTO	WE-11131T	GLENN D. WHITLOCK REEVE	WE-10177ATM
ARMANDO D. LOPEZ	WE-10953T	GONZALO REGALADO	WE-9952AT
AUDOMAR CORRAL	WE-11220T	HECTOR MONTES	WE-8079AUT
AURELIO COVARRUBIAS	WE-11629T	HERIBERTO CORONEL WENCESLAD	WE-11218T
AURELIO PAZ-GUZMAN	WE-11084T	HUGO ANGEL RINCON	WE-8710AT
BRIAN C. KIRKEGAARD	WE-10476AT	HUMBERTO CHAVARRIA	WE-11207T
CARLOS IXTA	WE-11106T	ISAIAS MACIAS	WE-10979T
CARLOS RAMOS	WE-11263T	ISRAEL A. RAMIREZ	WE-11567T
CELEDONIO R. MANZANO OLEA	WE-10984T	J. REFUGIO ESCAMILLA	WE-1153T
CELESTINO PEREZ	WE-11243T	J. SOCORRO GARCIA	WE-11167T
CESAR WENCESLAD	WE-10968T	JAIME ROGELIO HERNANDEZ	WE-5297AT
CESAR G. VALENZUELA REYES	WE-1076T	JAMES CHARLES WORKING	WE-1592AT
CHARLES F.M. INSCO	WE-11368T	JEFFERY B. WILLIAMS	WE-1100AT
CURTIS PATRICK WORTH	WE-10972AT	JESUS RAYA	WE-3449AT
DANIEL CHAVARRIA	WE-10292AT	JESUS A. MONTES	WE-11014T
DANIEL RIVAS	WE-10850T	JESUS M. SARABIA PENA	WE-11450T
DANIEL GEORGE POTTS	WE-11534T	JOEL LOPEZ	WE-10871AT
DANIEL J. KNUTSEN JR	WE-11715T	JOEL MARTINEZ	WE-10992T
DANNY AVITIA	WE-11638T	JOEL ORTIZ	WE-11039T
DELFINO AGUILAR-MORALES	WE-10900T	JOEL M. RIVERA	WE-11273T
DEMETRIO LIRA	WE-11323T	JOHN LEE PINEDA	WE-10367AT
DEMETRIO OSEGUERA	WE-11043T	JORGE ARREDOLA-HERNANDEZ	WE-11321T
EDIBERTO SERNA SALAZAR	WE-11051T	JORGE DUENAS	WE-11144T
EDUARDO AVILA	WE-10812T	JORGE JIMENEZ	WE-11110T
EDUARDO MARTINEZ BECERRA	WE-10991T	JOSAFAT MONTOYA	WE-11015T
EDUARDO VARGAS	WE-11058T	JOSE AGUAYO	WE-10899T
ELIGIO IBARRA CARDOSO	WE-11197T	JOSE JIMENEZ	WE-11108T
ELOY MARQUEZ	WE-11566T	JOSE JIMENEZ HERNANDEZ	WE-1113T
ENRIQUE SANDOVAL	WE-11302T	JOSE VEGA	WE-11062T
ERNESTO GONSALEZ	WE-11461T	JOSE A. ALVAREZ	WE-10908T
EUGENE BARRIENTOS	WE-8701AUT	JOSE A. GONZALEZ MENDEZ	WE-6475AT
FAUSTO GUZMAN	WE-11083T	JOSE ABEL CANCINO	WE-11192T
FELIX GARCIA	WE-11170T	JOSE AGUSTIN CARRILLO	WE-11200T
MELCHOR LEMUS	WE-11237T	JOSE F. DRELLANA	WE-11483T
MICHAEL LOUIS YOUNG	WE-11587T	ROBERT JAY ADDISON JR	WE-10898T
MIGUEL AYALA	WE-10924T	RODNEY LYNN MORGAN	WE-9546AUT
MIGUEL MACIAS	WE-10978T	ROMUALDO GAETA LUNA	WE-11185T
NELSON R. AGUIRRE	WE-10901T	SALOMON SILVA	WE-11053T
OSCAR IGNACIO RIVERA	WE-11424T	SALUSTIO SANCHEZ	WE-11462T
PEDRO CUEVAS	WE-11765T	SAMUEL JIMENEZ	WE-11109T
PEDRO GARCIA	WE-11168T	SANTOS MACIAS LEMUS	WE-10980T
PEDRO SANDOVAL	WE-11301T	SERGIO LOPEZ-RIVERA	WE-10957T
PEDRO ALTAMIRANO	WE-10951T	STEFAN B. KALLENBERG	WE-10730AT
RAMON ZUNIGA GOMEZ	WE-10977T	STEPHEN GLENN DAVIS	WE-10894AT
RANULFO PERALTA CASTAÑEDA	WE-11202T	STEVE B. HUNT	WE-1044A
RAUL MANZO HERNANDEZ	WE-10985T	VENTURA GOMEZ	WE-11180T
RAUL TELLEZ TAPIA	WE-11138T	WALLACE BURCH	WE-0713AT
TERRERZ	WE-11080T		
	WE-7941AT		



3 QUALITY CONTROL

IMPLEMENTATION PLAN

To ensure the quality of work and the level of service expected, WCA abides by a well-defined quality control plan that incorporates the following:

- Certified personnel
- Safety
- Pruning specifications and guidelines
- Sound, reliable equipment
- Public relations
- Proper traffic control
- State-of-the-art communication systems

Special shifts including weekends and evenings can be arranged in accordance with the City's specifications.

Area Manager: Martin Cortez

ISA Certification #: WE-8539A

The project Area Manager will be the central point of contact and will work cooperatively with Agency staff, local residents and business owners, etc. The Area Manger will provide overall field supervision and crew management.

Daily Management

Daily management will consist of, but not be limited to:

- Email notification complete with location, crew, equipment type, and work description
- Supervise crew personnel to insure proper pruning standards are followed in a safe manner
- Traffic control setup and maintenance of work zone
- Ensure work area is left free of debris at the end of shift
- Maintain record of work completed each day
- Maintain good public relations at all times
- Provide immediate notification to Agency Inspector upon damage of personal property including a plan for corrective measures to take place within 48 hours

Weekly Management

Weekly management will consist of, but is not limited to:

- Weekly inspection of work completed
- Meet with the City to review work schedule and progress
- Insure standards of pruning are performed in accordance with City specifications
- Maintain open communication with the City Inspector and field crew

Scheduling of Work

The Area Manager is responsible for scheduling work which shall conform to the Agency's schedule of performance. We recommend equal distribution of work throughout the course of the fiscal year. Notifications will be provided to residents prior to the start of pruning operations in said area. All work will be performed in a cooperative manner as to cause the least amount of interference or inconvenience.

Public Notification

Upon Agency staff approval, WCA will post a door hanger notice prior to commencement of grid pruning (within 24-48 hours). After tree plantings, door hangers will be provided to residents instructing them on the proper care for their newly planted tree. For more comprehensive outreach we can also submit a press release for special projects or routine maintenance. The Agency may modify the procedures and materials to which we notify residents.

Communication Systems

Our use of modern and reliable communication systems affect our daily job performance by increasing our efficiency. Management and Field Personnel utilize smart phones as both navigational and communication devices in the field. Smart phones have proven to be a convenient method to input data as related to tree inventories, daily work records, timesheets, photos, and billing information; eliminating the need to handwrite data and improving customer service by minimizing response time.

Permits and Licensing

WCA will procure a City Business License as necessary and any "no-fee" permits prior to commencement of work. Permits (i.e., encroachment, traffic control, etc.) requiring fees will be charged back to the Agency.

Right-of-Way

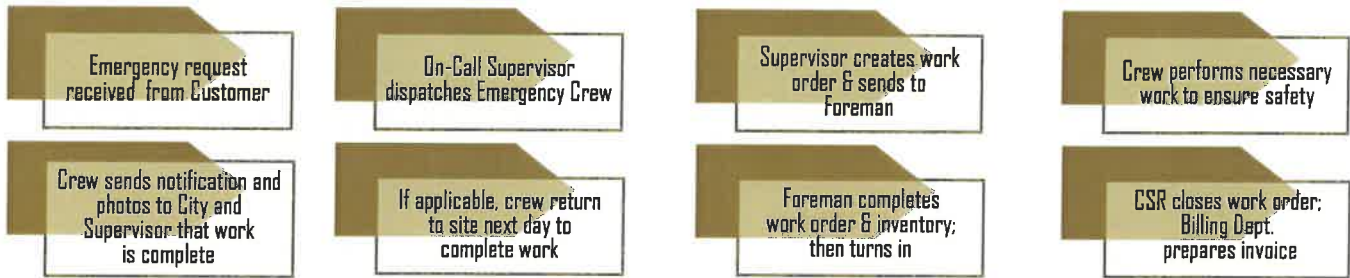
All work will be performed in the public right-of-way. Employees will not utilize private property for eating, breaks or any other reason or use water or electricity from such property without prior written permission of owner.

Cooperation and Collateral Work

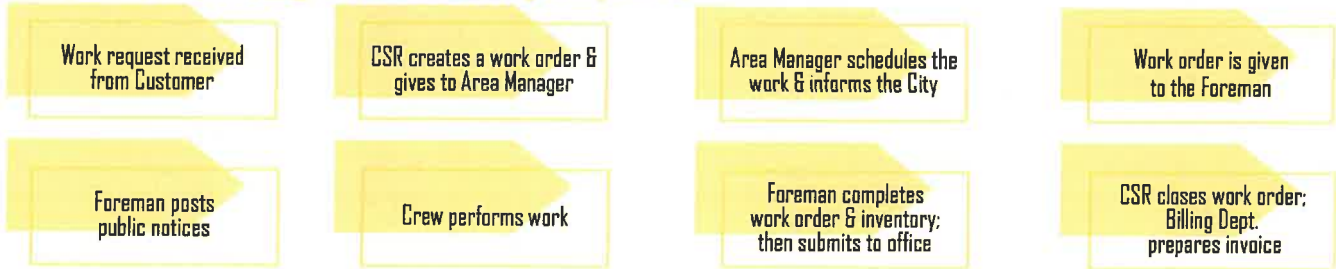
WCA will give right to operate within the project to the Agency workers and/or other contractors, utility companies, street sweepers, and others as needed in a cooperative effort to minimize interference in daily operations.

WORKFLOW TIMELINE

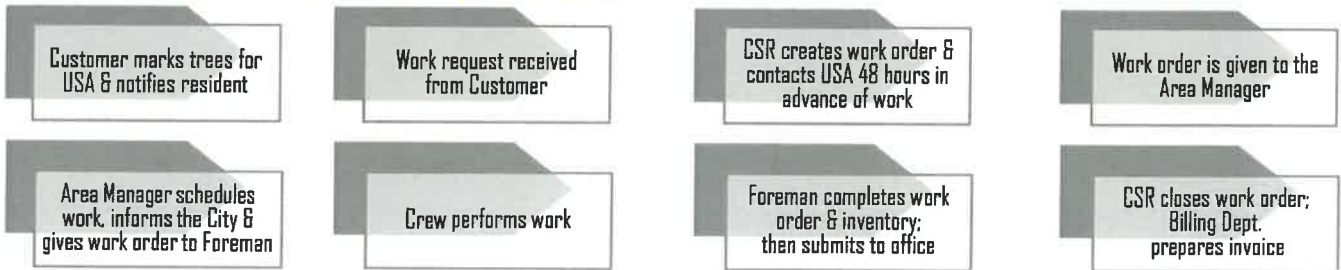
Emergency Flowchart (1 Hour Response/ 24 Hour Completion)



Scheduled Tree Pruning Flowchart (30 day Completion)



Scheduled Removal Flowchart (15 day Completion)



Service Request Flowchart (15 day Completion)



EMERGENCY CONTACTS

TOLL FREE
866.546.2369

in case of emergency
after normal business hours

Leave a message, if you do not receive a
call back within 10 minutes, call the
following contacts in order:

LEONEL CORTEZ, SUPERVISOR
714.412.0424

MANUEL PEREZ, SUPERVISOR
626.255.2821

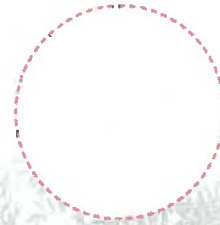
MARTIN CORTEZ, AREA MANAGER
714.920.0558

After confirmation from on call Manager, you can
email multiple locations to:
LIMBDOWN@WCAINC.COM

NORMAL BUSINESS HOURS
714.991-1900



SAMPLE PLANTING DOOR HANGER



HELP ME GROW!


**WATER
THE TREE**
once (1) per week
during cool
months.


**WATER
THE TREE**
twice (2) per week
during warm
months.


**PLEASE
DO NOT**
change or adjust
the stakes.


**KEEP THE
TREE FREE**
of weeds and
other plants.


**PLEASE
DO NOT**
adjust the water
basin or mulch
placed around
the tree.



Services Provided By:

West Coast Arborists, Inc., 2200 E. Via Burton St., Anaheim, CA 92806

800.521.3714

TREE CARE PROFESSIONALS
SERVING COMMUNITIES WHO CARE ABOUT TREES

Project Site Maintenance

Work site will be left free of debris at the end of each workday. We will not discharge smoke, dust, or any other air contaminants in quantities that violate the regulations of any legally constituted authority.

Protection of Public and Private Property

WCA will provide all safety measures necessary to protect the public and worker within the work area. We will maintain good public relations at all times. The work will be conducted in a manner which will cause the least disturbance.

Public Convenience and Safety

WCA will comply with any and all local sound control and noise level rules, regulations, and ordinances which apply to any work performed in the contracted area. All work will cease by 5:00 pm or as directed by the City.

*Excluding emergency services.



Traffic Control

Traffic control procedures will be set-up in accordance with the Work Area Traffic Control Handbook (WATCH) and State of California Manual of Traffic Controls as well as the Agency Traffic and Safety Operating Rules. WCA will make adequate provisions to insure the normal flow of traffic over the public streets and park roads. Every effort will be made to keep commercial driveways and passageways open to the public during business hours. High visibility arrowboard(s) will be used when needed. Prior to use, the Agency will approve traffic safety equipment and devices. Pedestrian and vehicular traffic shall be allowed to pass through the work areas only under conditions of safety and with as little inconvenience and delay as possible. Unless the work area is totally barricaded or otherwise kept safe, at least one worker will serve to coordinate safe operations on the ground at all times when work operations are in progress.

Customer Service Department

As we work with, or near, the public, we are mindful that we will most likely be the first person the public contacts. We have a full-time Customer Service Department with each Customer Service Representative (CSR) trained in addressing concerned residents and bystanders.

All WCA vehicles are equipped with an Accident Kit should anything happen during the work day. Each kit has an Incident Report, an Accident Report, an Injury Report, a camera, First Aid instructions and protocol for contacting the corporate office. A computerized log of all incidents is maintained to include the date, time of occurrence, location, problem and action to be taken pursuant thereto or reasoning for non-action.

Complaints & Damage Resolution

Should there be any property damage, we adhere to specific procedures to resolve the problem. The Foreman on the job site will notify the resident and the Inspector immediately.

Any activities found by the City to be unacceptable will be rectified immediately. All other complaints will be abated or resolved within twenty-four (24) hours of the occurrence. We have teams specifically assigned for handling damage to properties, both private and public. Through our communication system, we have the ability to dispatch either of these teams and have them respond immediately to the site for proper repair. We pride ourselves on professional workmanship to avoid these types of incidents, however, should one occur, we take all appropriate measures to resolve the matter in a timely and efficient manner.

If the resident is not at home, then we will leave a WCA card with instructions to call our Claims Coordinator in our corporate office. The ultimate goal at each work site is to leave the property in the same condition as before we entered it. We will notify the City Representative immediately upon damage of personal property including plans for corrective measures to take place within 48 hours.



OATH OF COMMITMENT

WCA is committed to working with the your agency staff to develop and maintain a work schedule that will provide the citizens with the most effective and efficient means to perform tree care services. We will adhere to the schedule established by your agency and ensure residents of our dedication to completing work in a timely manner. We understand that there may be fluctuations in the agency's budget and that the agency may ask us to reduce service levels in an effort to meet the current economic demands. By being flexible, we can help to ease any financial strain, promote contractor stability and guarantee residents with quality tree care & customer service.

This is our oath of commitment to uphold the namesake your agency by providing gold standard tree care services.

Patrick Mahoney, President

2019

4 SERVICE APPROACH

PRUNE CLASSIFICATIONS

Grid Prune- Grid tree pruning is based on pruning in pre-designed districts, or grids on a set cycle and includes all trees (small, medium and large-sized.) Pruning will include structural pruning, crown raising, and crown cleaning in accordance with the standards set forth by the International Society of Arboriculture Pruning Standards (Best Management Practices) and shall have no more than 25% of the live foliage removed at a given time.

Full Prune/Crown Reduction- Crown reduction is performed when conditions within the crown of a hardwood tree are such that the entire tree needs to be reduced. A full prune is recommended when the primary objective is to maintain or improve tree health and structure, and includes pruning to reduce overall canopy mass and excessive wood weight. Trees that are identified for a full prune shall have more than 25% of the live foliage removed at a given time.

Service Requests

A Service Request Prune includes tree maintenance services on designated tree(s) as ordered by the City Arborist or designee. Pruning may include structural pruning, crown raising, crown cleaning or pruning to reduce/restore the crown. Whichever work type is ordered by the City, pruning will be performed in accordance with the standards set forth by the International Society of Arboriculture Pruning Standards and the Best Management Practice, Tree Pruning Guidelines. Work assignments from the City may require mobilization from one tree site to another within the City.

Line Clearance

Trees that interfere or have the possibility of interfering with utility lines will be trimmed in a manner to achieve the required clearances as specified and in accordance with the California Public Utilities Commission. It is our goal to protect the current health and condition of the tree and to maintain its symmetry and direct growth away from the utility lines.

Small Tree Care

Proper pruning and care during the early stages of the tree's life will save money in the future, and create a safer, more beautiful, healthy, easy-to-maintain tree. We believe that tree care that is performed early will affect its shape, strength and life span. Our specialized small tree care team consists of certified personnel trained to perform the following:

- Selective structural pruning
- Removal of dead, interfering, split and/or broken limbs
- Pre-conditioning the water retention basin built around the tree
- Staking or re-staking
- Adjusting tree ties
- Adjusting trunk protectors

Palm Trunk Skinning

Palm tree skinning consists of the removal of dead frond bases (only), at the point they make contact with the trunk without damage to the live trunk tissue.

Root Pruning

We strongly recommend against any root pruning, however, should the City elect to proceed, we recommend that it be done no closer than 3 times the diameter of the trunk. Roots will be pruned to a depth of approximately 12 inches by cleanly slicing through the roots, so as not to tear or vibrate the root causing damage to the tree. The excavated area will be backfilled with native soil and debris will be hauled away.

Tree Removal Operations

With a minimum of 48 hours advanced notice, WCA will inform Underground Service Alert (USA) of the location of work for the purpose of identifying any and all utility lines. The removal process consists of lowering limbs delicately onto the ground to prevent any hardscape damage. Immediately following the removal, the stump will be ground down, if ordered to do so and with proper USA notification.

Tree Planting

We can replace trees that have been removed and plant new trees in accordance with specifications. We are prepared financially and logistically to acquire and purchase selected tree species for tree planting. At a minimum of 48 hours in advance we will inform Underground Service Alert (USA) of the location of work for the purpose of identifying any and all utility lines. A well-trained planting team will perform the soil preparation and installation of the tree.

Tree Watering

Tree watering will be performed by a full-time, WCA team member on various routes, when requested by the City. This team will also be responsible for reporting special care needs to the small tree care team. This could include reporting weeds, soil that has settled, and/or staking and tying needs.

Emergency Response

We are prepared for emergency calls 24 hours a day, 7 days a week, including holidays. The toll free number is 866-LIMB-DOWN (866-546-2369). This number will be provided to the City, Police Department and/or Fire Department. Our emergency response team will do what is necessary to render the hazardous tree or tree-related condition safe until the following workday.

Crew Rental

Due to our vast amount of resources, including our specialty equipment and qualified personnel we are able to extend our commitment to our customers by providing various miscellaneous services outside of the most common tree maintenance services:

- Flag hanging
- Holiday light installation
- Changing ball park lights
- Misc. use of aerial towers and cranes (including equipment rental)
- Crown reduction
- Crown restoration

Arborist Reports

We have full-time Certified Arborists on staff that can prepare detailed arborist reports, tree evaluations and site inspections based on your specific needs. Reporting can be generated for one tree or an entire selection and is handled on a case-by-case basis.

Plant Health Care

Tim Crothers, Plant Health Care Manager

- ISA Board Certified Master Arborist WE-7655 BUM
- DPR Qualified Pest Control Applicator #145321
- QAL Category B & D

Our PHC program managed by Tim Crothers goes beyond standard chemical applications. We have developed an efficient Integrated Pest Management Program (IPM) that requires diagnosis before treatment. WCA is staffed with licensed applicators and advisors that are environmentally conscious as well as compliant with the California Department of Pesticide Regulation. This service allows us to provide you with:

- Proper diagnosis based on on-site inspection with laboratory testing when necessary
- Proactive and preventative recommendations that reduce the amount of potential pest and disease issues
- Follow-up evaluations to ensure that the recommended treatments result in a healthy and balanced urban forest

ABILITY TO ACQUIRE, PURCHASE & STAGE TREES

Cities expect the highest quality of new trees, proven varieties and an organization with the knowledge and skills to provide them with the latest and most reliable information available related to tree planting. By meeting these expectations, we're able to contribute to the success of reforestation projects within communities. In order to complete successful tree planting programs, cities can rely on us to locate, acquire and purchase different tree species.

As part of our Corporate Capability, we are financially able to purchase large quantities of trees for planting projects. Being familiar with over 50 nurseries in California, allows us to obtain the best tree available from a broad and plentiful stock. The process by which we obtain trees is quite simple: First, we utilize our database of nurseries, and contact several of them requesting specific trees with their prices.

Upon locating the availability of trees, we then perform a tree pre-inspection at the nursery. When time is of the essence, nurseries will provide us with photos either by mail or by e-mail for our review. Once the trees are purchased, and depending on the size of the project, we have them delivered to our facility in Placentia, Brea, or if possible, at a staging area within the City. It is through this process that we have planted an average of 14,000 trees for all of our customers each year during the past three years.





ARBORACCESS FEATURES

- Ease of use
- Create work orders
- View tree site details
- View work history
- View invoices
- Mobile app
- Live data
- GIS/GPS mapping

LIST TRACKING SYSTEM

The List Tracking Report in ArborAccess is a useful tool in the management of incoming work. This report allows both parties to track specific jobs as they are ordered by the City. Proper use of this system enables the City and WCA to track the completion of work that is ordered.

5 INFORMATION MANAGEMENT

INVENTORY SOFTWARE- ARBORACCESS

Our tree management program sets us apart from other companies. With nearly 2,000 active users, ArborAccess and our mobile app will help you easily manage your urban forest with ease and convenience. Tree site attributes include location (utilizing GPS coordinates), species type, and parkway size. Features allow you to view and edit work history records and create work orders directly from the field, all from our secure cloud.

The information contained in ArborAccess is live data that can also be linked directly to a GIS program, such as ArcView, for geo-coding purposes and can assist your City in meeting GASB34 requirements. ArborAccess provides an unlimited resource of information regarding your urban forest.

SOFTWARE TRAINING

Our IT Department is based out of our corporate office in Anaheim, CA with regional offices located throughout California and Arizona. Each office has the ability to provide software training to our customers. We are also available to provide training sessions on-site at the customer's discretion. On-site training is proven to be effective as it provides a guided hands-on experience.

We offer periodic tree maintenance and management workshops each year. These free workshops are provided to our customers regionally and educate over 250 people annually. They have proven to be a great round-table and networking opportunity for the different agencies in attendance. Presentations are provided by WCA management staff and complimented with guest speakers in the industry. Certified Arborists and Tree Workers who attend are eligible to receive continuing education credits (CEU's) from the International Society of Arboriculture.

The success of any urban forest program depends on the proper management of information. Unlimited telephone and/or email support is available to answer technical questions and aid staff in the use of the software system. Software training and support is included in the cost associated with the inventory data collection.

WCA has completed **300+** GPS tree inventories.

BILLING

WCA, Inc. operates a modern invoicing system that is updated on a daily basis. Progress billings will be submitted to the Customers on a bi-weekly basis, unless otherwise requested. Invoices will reflect an amount complete for the billing period, along with a year-to-date total for that job. Each billing will include a listing of completed work by address, tree species, work performed and appropriate data acceptable to the customer. This information will be supplied in hardcopy and immediately accessible on ArborAccess. Job balances reflecting the percent of completion for each job can be viewed on ArborAccess.

SAMPLE MANAGEMENT TOOLS

DETAILED TREE SITE CHARACTERISTICS

The advanced technology provides a valuable tool to urban forestry professionals by displaying specific tree site information along with a representative photograph of the species type and a recommended maintenance field. ArborAccess' built-in quality control features assist in data accuracy. As maintenance is performed, the work history is updated and accompanied with bi-weekly invoices. This process eliminates the need for dual-inputting and helps keep the tree inventory current and accurate.

MAINTENANCE RECORDS

Accurate maintenance records for each location oftentimes can assist the City with liability claims. Maintaining a detailed history of the work performed at each location demonstrates good faith in preserving its urban forest. It is imperative that work requests are pulled from the system prior to the work being performed, otherwise inventory accuracy is not guaranteed.

SAMPLE CITY SPECIES FREQUENCY REPORT

	Botanical	Common	Total	Pct.
	Liquidambar styraciflua	AMERICAN SWEETGUM	4,781	14.36%
	Lagerstroemia indica	CRAPE MYRTLE	2,008	6.03%
	Ulmus parvifolia	CHINESE ELM	1,963	5.90%
	Fraxinus velutina 'Modesto'	MODESTO ASH	1,820	5.47%
	Cupaniopsis anacardioides	CARROTWOOD	1,568	4.71%
	Fraxinus velutina	ARIZONA ASH	1,259	3.78%
	Pinus canariensis	CANARY ISLAND PINE	1,191	3.58%
	Grevillea robusta	SILK OAK	1,141	3.43%
	Pistacia chinensis	CHINESE PISTACHE	1,127	3.39%
	Liriodendron tulipifera	TULIP TREE	1,076	3.23%
	Other	OTHER	15,355	46.13%
	Total Trees		33,289	100%

The Species Frequency report can assist your City in identifying the tree population within the urban forest. This type of information is valuable in the event of an insect infestation, deadly disease, or even estimating future maintenance costs. In addition, an analysis can be performed to evaluate the history of the performance of a particular species within your City.

DETAILED REPORTING OPTIONS

- Inventory
- View Invoices
- Job Balances
- Green Waste
- Work History
- Work Type by District
- DBH Frequency
- Height Frequency
- District Frequency
- Species Frequency (sample above)
- All Trees at an Address
- Estimated Tree Value

1250+

Modern Fleet consisting of 1250+

6 EQUIPMENT SUMMARY

EQUIPMENT

Our modern fleet undergoes daily inspection prior to use to ensure efficiency and safety. All equipment is routinely serviced, painted, and detailed. All equipment used during the duration of this project will meet state and federal safety requirements and have all up-to-date certifications as required.

CHP Biennial Inspection of Terminal Certification

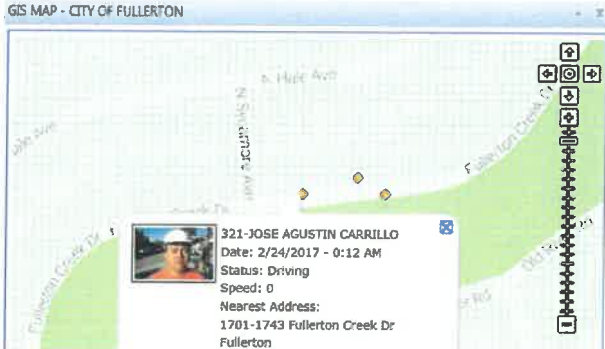
We have successfully been awarded the CHP Biennial Inspection Award of Recognition. This inspection has assisted our company in instituting several safety programs, as well as our Preventative Maintenance Program utilized by our in-house fleet department. The inspection reviews our vehicle maintenance and repair records, our procedural methods and policies for vehicle maintenance and operations. This certification ensures that our vehicles operate safely.

NetworkCar Fleet Solutions

WCA has partnered with NetworkCar Fleet Solutions to provide GPS units on all vehicles and equipment. This investment has given us and our customers the following benefits:

- Provide faster response times and more efficient routing allowing us to service more customers
- Lower operational costs by optimizing our fleet size, reducing labor, overtime, and insurance, and minimizing costly vehicle repairs
- Decrease fuel use by monitoring fleet fuel economy and saving on unnecessary fuel expenditures
- Reduce emissions by helping drivers improve their habits such as speed and idle time, and reducing total miles driven which will significantly reduce harmful greenhouse gas emissions
- Improve dispatching with landmarks and driving directions, GPS units helps us to better dispatch so that we can service more customers, faster
- Recover stolen vehicles reducing liability costs which can be passed on to customers

EQUIPMENT LIST SUMMARY:	
Pick Up Trucks	300
Aerial Lift Devices	300
95' Aerial Devices	15
Dump Trucks	180
Flat Beds	44
Forklifts	8
Arrowboards	70
ATVs	7
Stump Grinders	55
Loaders	77
Rubber Track Loader	1
Root Pruners	2
Rolloff Trucks	45
Saw Mill	3
Log Skidder	1
Back Hoes	1
Brush Chippers	166
Cranes	6
Toyota Prius	13
Toyota Yaris	9
Ford CMAX	4



CURRENT CONTRACT WORK EXPERIENCE

WCA, Inc. understands the challenge that many cities face to reduce the cost of tree maintenance services, while increasing the level of performance. Utilizing our services as a valuable, cost-effective resource, cities are able to provide better services to their community. These contracts cover a range of services from providing emergency response to maintaining the City's entire urban forest.

7 REFERENCES/ EXPERIENCE

CITY OF MURRIETA



Annual Budget: \$ 350,000
Contact: George Moring, Parks Maint. Supv.
Address: 37000 Ruth Ellen Way, Murrieta, CA 92653
Phone: (951) 461-6112
Email: gmoring@murrieta.org

SINCE 2007

Primarily WCA performs tree maintenance services including removals for all of Murrieta's city-owned trees in the parkways, medians, and Landscape Maintenance Districts on an as-needed basis.

CITY OF CORONA



Annual Budget: \$ 1,200,000
Contact: Moses Cortez, Parks & Landscape Supv.
Address: 755 Corporation Yard Way, Corona, CA 92880
Phone: (951) 817-5728
Email: moses.cortez@ci.corona.ca.us

SINCE 2006

The City of Corona and WCA have been working together on the City's urban forest since 2010. City crews maintain the landscape maintenance districts. The City has initiated a removal project where dead, diseased, and dying trees are being phased out. In turn, the City has been planting over 100 trees annually.

CITY OF INDIO



Annual Budget: \$ 400,000
Contact: Paul Stalma, Parks Supervisor
Address: 83-101 Avenue 45, Indio, CA 92210
Phone: (760) 347-1058
Email: pstalma@indio.org

SINCE 2006

We currently maintain the City's landscape maintenance districts consisting of over 10,000 street trees. These trees are maintained on an annual 3-5 year maintenance cycle. All palm tree species are trimmed annually and removals are based on an as needed basis. WCA is a supporter and participant in the City's annual Arbor Day celebration. Based on the positive letters the City has received, we have gained a reputation as a conscientious tree maintenance firm capable of performing high quality service.

CITY OF TEMECULA



Annual Budget: \$ 500,000
Contact: Rodney Tidwell
Address: P.O. Box 9033, Temecula, CA 92589
Phone: (951) 694-6411
Email: Rodney.tidwell@cityoftemecula.org

SINCE 2006

Primarily WCA performs tree maintenance services for all of Temecula's city-owned trees. The City currently is on a 3-5 year pruning maintenance cycle. Removals are performed on an as-needed basis. Temecula manages their urban forest by utilizing ArborAccess, the inventory software program provided by WCA.

CITY OF REDLANDS



Annual Budget: \$ 100,000
Contact: Erick Reeves, Parks Division Coord.
Address: P.O. Box 3005, Redlands, CA 92373
Phone: (909) 798-7853
Email: ereeves2@cityofredlands.org

SINCE 2004

We provide complete urban forestry management for more than 38,000 trees, including tree pruning, removals, planting and emergency services. We also provide inventory updates to the City's own inventory database. There are over 1,000 tree removal work records since the beginning of the contract.

FIRM EXPERIENCE

Listed below are current contracts (in alphabetical order) valued over \$1,000,000 annually. These contracts represent WCA corporate capabilities to provide superior and professional work to public agencies.

CUSTOMER	DURATION	ANNUAL CONTRACT AMOUNT
City of Anaheim/Anaheim Utilities	Since 2007	\$ 1,750,000.00
City of Beverly Hills	Since 2000	\$ 1,375,000.00
City of Corona	Since 2010	\$ 1,300,000.00
City of Fullerton	Since 1998	\$ 1,000,000.00
City of Glendale	Since 2015	\$ 1,056,000.00
City of Huntington Beach	Since 2008	\$ 1,000,000.00
City of Long Beach	Since 2016	\$ 1,200,000.00
City of Palo Alto	Since 2016	\$ 1,400,000.00
City of Sacramento	Since 2015	\$ 1,000,000.00
City of San Diego	Since 2015	\$ 2,000,000.00
City of Santa Ana	Since 2015	\$ 1,082,000.00
City of Santa Monica	Since 2011	\$ 1,723,000.00
County of LA	Since 2015	\$ 4,300,000.00
County of Orange	Since 2013	\$ 1,800,000.00
Riverside Public Utilities	Since 2016	\$ 2,000,000.00

EXPERIENCE (SIMILAR SIZE & SCOPE)

The references listed above are all current contracts displaying WCA's capabilities to provide the necessary manpower, experience, and equipment to manage Cities and Counties that require a heightened level of attention, expectation and need in comparison to other types of customers (i.e., HOA's, commercial and residential).

WCA, Inc. specializes in tree care for municipalities and public agencies. WCA, Inc. does not provide residential service or sub-contract.

EXPERIENCE- CURRENT CALIFORNIA CITIES/COUNTIES UNDER CONTRACT WITH WCA

CITY OF AGOURA HILLS
 CITY OF ALAMEDA
 CITY OF ALHAMBRA
 CITY OF ANAHEIM
 CITY OF ARTESIA
 CITY OF AZUSA
 CITY OF BALDWIN PARK
 CITY OF BELL
 CITY OF BELLFLOWER
 CITY OF BEVERLY HILLS
 CITY OF BREA
 CITY OF BRENTWOOD
 CITY OF BUENA PARK
 CITY OF BURBANK
 CITY OF CAMARILLO
 CITY OF CARLSBAD
 CITY OF CARMEL-BY-THE-SEA
 CITY OF CARPINTERIA
 CITY OF CARSON
 CITY OF CERRITOS
 CITY OF CHINO HILLS
 CITY OF CHOWCHILLA
 CITY OF CHULA VISTA
 CITY OF CITRUS HEIGHTS
 CITY OF CLAREMONT
 CITY OF COACHELLA
 CITY OF CONCORD
 CITY OF CORONA
 CITY OF CORDONADO
 CITY OF COSTA MESA
 CITY OF COVINA
 CITY OF CULVER CITY
 CITY OF DANA POINT
 CITY OF DAVIS
 CITY OF DEL MAR
 CITY OF DIAMOND BAR
 CITY OF DUARTE
 CITY OF EL CAJON
 CITY OF EL CERRITO
 CITY OF ENCINITAS
 CITY OF FILLMORE
 CITY OF FONTANA
 CITY OF FRESNO
 CITY OF FULLERTON
 CITY OF GARDEN GROVE
 CITY OF GARDENA
 CITY OF GILROY
 CITY OF GLENDALE
 CITY OF GLENORA
 CITY OF HUNTINGTON BEACH
 CITY OF IMPERIAL BEACH
 CITY OF INDIO
 CITY OF IRVINDALE
 CITY OF LA CANADA FLINTRIDGE
 CITY OF LA HABRA
 CITY OF LA MESA
 CITY OF LA MIRADA
 CITY OF LA PALMA
 CITY OF LA PUENTE
 CITY OF LA VERNE
 CITY OF LAGUNA BEACH
 CITY OF LAGUNA HILLS
 CITY OF LAGUNA NIGUEL
 CITY OF LAKE ELSINORE
 CITY OF LAKEWOOD
 CITY OF LODI
 CITY OF LOMITA
 CITY OF LOMPOC
 CITY OF LONG BEACH
 CITY OF LOS ALAMITOS
 CITY OF LOS ALTOS
 CITY OF LOS ANGELES
 CITY OF MADERA
 CITY OF MANHATTAN BEACH
 CITY OF MAYWOOD
 CITY OF MENLO PARK
 CITY OF MILPITAS
 CITY OF MISSION VIEJO
 CITY OF MONROVIA
 CITY OF MONTECLAIR
 CITY OF MONTEBELLO
 CITY OF MONTEREY
 CITY OF MONTEREY PARK
 CITY OF MOORPARK
 CITY OF MORENO VALLEY
 CITY OF MORGAN HILL
 CITY OF MOUNTAIN VIEW
 CITY OF MURRIETA
 CITY OF NEWARK
 CITY OF NORCO
 CITY OF NORWALK
 CITY OF OAKLEY
 CITY OF OCEANSIDE
 CITY OF ONTARIO
 CITY OF ORANGE
 CITY OF OXNARD
 CITY OF PALO ALTO
 CITY OF PARAMOUNT
 CITY OF PERRIS
 CITY OF PLACENTIA
 CITY OF PLEASANTON
 CITY OF POMONA
 CITY OF PORTERVILLE
 CITY OF POWAY
 CITY OF RANCHO PALOS VERDES
 CITY OF REDLANDS
 CITY OF RIALTO
 CITY OF RIVERSIDE
 CITY OF ROSEMEAD
 CITY OF ROSEVILLE
 CITY OF SACRAMENTO
 CITY OF SAN BERNARDINO
 CITY OF SAN DIEGO
 CITY OF SAN DIMAS
 CITY OF SAN FERNANDO
 CITY OF SAN GABRIEL
 CITY OF SAN JACINTO
 CITY OF SAN JOSE
 CITY OF SAN JUAN CAPISTRANO
 CITY OF SAN MARCOS
 CITY OF SAN RAMON
 CITY OF SANTA ANA
 CITY OF SANTA BARBARA
 CITY OF SANTA CLARA
 CITY OF SANTA FE SPRINGS
 CITY OF SANTA MARIA
 CITY OF SANTA MONICA
 CITY OF SANTA PAULA
 CITY OF SANTEE
 CITY OF SIERRA MADRE
 CITY OF SIGNAL HILL
 CITY OF SOLANA BEACH
 CITY OF SOUTH PASADENA
 CITY OF SOUTH SAN FRANCISCO
 CITY OF STOCKTON
 CITY OF SUNNYVALE
 CITY OF TEMECULA
 CITY OF TEMPLE CITY
 CITY OF THOUSAND OAKS
 CITY OF TORRANCE
 CITY OF TRACY
 CITY OF TULARE
 CITY OF TUSTIN
 CITY OF UNION CITY
 CITY OF UPLAND
 CITY OF VENTURA
 CITY OF VICTORVILLE
 CITY OF VISALIA
 CITY OF VISTA
 CITY OF WALNUT
 CITY OF WEST COVINA
 CITY OF WEST HOLLYWOOD
 CITY OF WEST SACRAMENTO
 CITY OF WHITTIER
 CITY OF WOODLAND
 CITY OF YORBA LINDA
 COUNTY OF ALAMEDA
 COUNTY OF COLUSA
 COUNTY OF CONTRA COSTA
 COUNTY OF FRESNO
 COUNTY OF LOS ANGELES
 COUNTY OF MONTEREY
 COUNTY OF ORANGE
 COUNTY OF RIVERSIDE
 COUNTY OF SAN BERNARDINO
 COUNTY OF SAN DIEGO
 COUNTY OF SAN JOAQUIN
 COUNTY OF TULARE
 COUNTY OF YOLO
 TOWN OF ATHERTON
 TOWN OF LOS GATOS

Certificate of Insurance

Item No.8.

THIS CERTIFICATE IS ISSUED AS A MATTER OF INFORMATION ONLY AND CONFERS NO RIGHTS UPON YOU THE CERTIFICATE HOLDER. THIS CERTIFICATE IS NOT AN INSURANCE POLICY AND DOES NOT AMEND, EXTEND, OR ALTER THE COVERAGE AFFORDED BY THE POLICIES LISTED BELOW. POLICY LIMITS ARE NO LESS THAN THOSE LISTED. ALTHOUGH POLICIES MAY INCLUDE ADDITIONAL SUBLIMIT/LIMITS NOT LISTED BELOW.

This is to Certify that

WEST COAST ARBORISTS, INC
2200 EAST VIA BURTON
ANAHEIM CA 92806

NAME AND
ADDRESS
OF INSURED



Liberty Mutual.
INSURANCE

is, at the issue date of this certificate, insured by the Company under the policy(ies) listed below. The insurance afforded by the listed policy(ies) is subject to all their terms, exclusions and Conditions and is not altered by any requirement, term or condition of any contract or other document with respect to which this certificate may be issued.

TYPE OF POLICY	EXP DATE	POLICY NUMBER	LIMIT OF LIABILITY	
	<input type="checkbox"/> CONTINUOUS <input type="checkbox"/> EXTENDED <input checked="" type="checkbox"/> POLICY TERM			
WORKERS COMPENSATION Statutory Limits	7/1/2020	WA7-66D-039499-079	COVERAGE AFFORDED UNDER WC LAW OF THE FOLLOWING STATES: All States Except: ND, OH, WA, WY	EMPLOYERS LIABILITY Bodily Injury by Accident \$1,000,000 Each Accident
				Bodily Injury By Disease \$1,000,000 Policy Limit
				Bodily Injury By Disease \$1,000,000 Each Person
COMMERCIAL GENERAL LIABILITY <input checked="" type="checkbox"/> OCCURRENCE <input type="checkbox"/> CLAIMS MADE	7/1/2020	TB2-661-039499-019	General Aggregate	\$2,000,000
			Products / Completed Operations Aggregate	\$2,000,000
			Each Occurrence	\$2,000,000
			Personal & Advertising Injury	\$2,000,000 Per Person / Organization
			Other Damage to premises rented to you \$300,000	Other
AUTOMOBILE LIABILITY <input checked="" type="checkbox"/> OWNED <input checked="" type="checkbox"/> NON-OWNED <input checked="" type="checkbox"/> HIRED	7/1/2020	AS7-661-039499-039		Each Accident—Single Limit \$2,000,000 B.I. And P.D. Combined
				Each Person
				Each Accident or Occurrence
				Each Accident or Occurrence
OTHER				
ADDITIONAL COMMENTS				

* If the certificate expiration date is continuous or extended term, you will be notified if coverage is terminated or reduced before the certificate expiration date.

NOTICE OF CANCELLATION: (NOT APPLICABLE UNLESS A NUMBER OF DAYS IS ENTERED BELOW.) BEFORE THE STATED EXPIRATION DATE THE COMPANY WILL NOT CANCEL OR REDUCE THE INSURANCE AFFORDED UNDER THE ABOVE POLICIES UNTIL AT LEAST 30 DAYS NOTICE OF SUCH CANCELLATION HAS BEEN MAILED TO:

Liberty Mutual Insurance Group

Certificate Holder

Evidence Only
2200 E Via Burton
Anaheim CA 92806

Elaine Ulan

Elaine Ulan

Los Angeles / 0603
818 W 7th Street, Suite 850
Los Angeles CA 90017

AUTHORIZED REPRESENTATIVE
0564408

213-443-0782 6/18/2019

OFFICE PHONE DATE ISSUED



Staff Report

TO: Mayor, and City Council Members
FROM: Elizabeth Gibbs, Community Services Director
DATE: January 21, 2020
SUBJECT: Walmart Bus Shelter Improvement Project Update

Background and Analysis:

The City of Beaumont has secured grant funding to improve the Walmart bus stop located on 2nd Street Marketplace. This bus stop is the only regional connection point within the Pass area for passengers using Beaumont Transit, Banning Transit, Riverside Transit Agency, and Sunline. Over the past decade, the stop has deteriorated and needs significant improvements and upgraded passenger amenities.

Attached is a conceptual rendering of the proposed upgrades to the bus stop, including the purchase and installation of new bus shelters, removal and replacement of landscape and irrigation surrounding the bus stop, new bike racks, new waste receptacles, and space for City-advertised events and marketing (Attachment A).

The project construction timeline is as follows:

- February 2020 – Issue a Request for Proposals,
- March 2020 – Award contract for construction, and
- May 2020 – Construction completed.

Fiscal Impact:

This project is 100% funded by grant funds and there is no impact to the general fund.

Recommended Action:

Receive and file.

Attachments:

- A. Conceptual rendering



WALMART BEFORE



WALMART AFTER



Staff Report

TO: Mayor, and City Council Members
FROM: Kari Mendoza, Administrative Services Director
DATE: January 21, 2020
SUBJECT: **Authorize Amendment to the Authorized Position List and Salary Table**

Background and Analysis:

Minimum wage increased to \$13.00 per hour effective January 1, 2020, for all employers with 26 or more employees. This increase requires an adjustment to the Recreation Specialist and Lifeguard classification salary ranges. Due to compaction the Lead Recreation Specialist salary range was adjusted to an identical apportionment.

The FY 2020 budget currently authorizes two Building Permit Technicians and one Engineering Development Technician I. As these technician positions have progressed through training and cross training, the City has discovered the need for a Plans Examiner. Staff proposes the reclassification of one of the Building Permit Technician positions to a Plans Examiner position. This will result in the elimination of one Building Permit Technician position, and the addition of a Plans Examiner position. This higher level position allows for additional duties and assignments along with the ability to do more in-house plan checking. The salary adjustment is based on similar positions in agencies previously identified through classification and compensation studies.

Increased payroll costs due to the reclassification of the Building Permit Technician to a Plans Examiner position will be covered through the City’s fees. This is due to the fact that plans which have been sent out to consultants will now be reviewed in-house.

Fiscal Impact:

The minimum wage was accounted for the in FY 2020 budget and plan checking contract cost savings will absorb the salary increase for Plans Examiner.

Recommended Action:

City Council approval of the amendment to the Authorized Position List and Salary Table.

Attachments:

- A. Authorized Position List
- B. Salary Table
- C. Plans Examiner Job Description



- COMPENSATION PLAN -

Adopted by City Council January 21, 2020

Position	MOU Assigned To	Salary Range	
		First Step	Top Step
Account Technician	SEIU	43	53
Administrative Services Director	Employment Contract	84	94
Administrative Services Manager	Professional/Technical/Manager	62	72
Animal Control Officer I	SEIU	43	53
Animal Control Officer II	SEIU	47	57
Assistant City Manager	Employment Contract	95	105
Assistant Director of Community Services	Professional/Technical/Manager	70	80
Assistant Director of Public Works	Professional/Technical/Manager	60	70
Assistant Engineer	SEIU	57	67
Assistant Fire Marshal	Professional/Technical/Manager	61	71
Assistant Planning Director	Professional/Technical/Manager	60	70
Assistant to the City Manager I/II/III	Professional/Technical/Manager	48	70
Associate Planner	SEIU	57	67
Budget Specialist	Professional/Technical/Manager	58	68
Building/Grounds/Maintenance Supervisor	Professional/Technical/Manager	55	65
Building/Grounds/Maintenance Worker	SEIU	37	47
Building Inspector	SEIU	51	61
Building Permit Technician I	SEIU	39	49
Building Permit Technician II	SEIU	45	55
Bus Driver – Lead	SEIU	37	47
Bus Driver I	SEIU	31	41
Bus Driver II	SEIU	37	47
Chief Building Official	Professional/Technical/Manager	80	90
Chief of Police	Employment Contract	94	104
Chief Plant Operator – Wastewater	Professional/Technical/Manager	75	85
City Engineer / Public Works Director	Employment Contract	92	102
City Manager	Employment Contract	102	112
Communications Supervisor	Professional/Technical/Manager	48	58
Community Enhancement Officer I	SEIU	45	55
Community Enhancement Officer II	SEIU	49	59
Collection Crew Supervisor	Professional/Technical/Manager	51	61
Community Development Analyst	Professional/Technical/Manager	54	64
Community Development Director	Employment Contract	84	94
Community Services Director	Employment Contract	82	92
Community Services Manager	Professional/Technical/Manager	56	66
Customer Service Coordinator I	SEIU	31	41
Customer Service Coordinator II	SEIU	37	47
Customer Service Coordinator III	SEIU	43	53
Customer Service Coordinator IV	Professional/Technical/Manager	54	64
Customer Service Coordinator Lead	Professional/Technical/Manager	50	60
Deputy Chief of Police	Police Management	90	100

Position	MOU Assigned To	Salary Range	
		First Step	Top Step
Deputy City Clerk	Professional/Technical/Manager	62	72
Deputy City Manager	Professional/Technical/Manager	78	88
Economic Development Manager	Professional/Technical/Manager	70	80
Engineering Development Technician I	SEIU	39	49
Engineering Development Technician II	SEIU	45	55
Equipment Operator	SEIU	39	49
Executive Assistant	Professional/Technical/Manager	42	52
Finance Director	Employment Contract	84	94
Information Technology Manager	Professional/Technical/Manager	71	81
HR/Payroll Technician	SEIU	42	52
IT Analyst I	SEIU	40	50
IT Analyst II	SEIU	48	58
Lead Building/Grounds Maint Worker	SEIU	43	53
Lead Dispatcher	POA	47	57
Lead Recreation Specialist	SEIU	21	31
Lifeguard I/II/III	SEIU	18	28
Maintenance Helper	SEIU	23	33
Mechanic	SEIU	43	53
Management Analyst	SEIU	57	67
Planning Director	Professional/Technical/Manager	66	76
Plans Examiner	SEIU	53	63
Police Cadet		24	24
Police Commander	Police Management	81	91
Police Corporal	Police Officers Association	63	73
Police Lieutenant	Police Management	80	90
Police Officer	Police Officers Association	57	67
Police Records Specialist	Police Officers Association	32	42
Police Sergeant	Police Officers Association	69	79
Police Services Analyst	Police Officers Association	55	65
Principal Engineer	Professional/Technical/Manager	68	78
Public Safety Dispatcher I	Police Officers Association	35	45
Public Safety Dispatcher II	Police Officers Association	41	51
Police Trainee		43	43
Public Works Inspector	SEIU	56	66
Public Works Manager	Professional/Technical/Manager	68	78
Quality of Life Officer I	SEIU	40	50
Quality of Life Officer II	SEIU	44	54
Quality of Life Officer III	SEIU	48	58
Quality of Life Officer Trainee	SEIU	30	30
Records Supervisor	Professional/Technical/Manager	48	58
Recreation Specialist	SEIU	18	28
Resources Director	Professional/Technical/Manager	66	76
Resources Manager	Professional/Technical/Manager	54	64
Senior Accountant	Professional/Technical/Manager	66	76
Senior Center Manager	Professional/Technical/Manager	54	64
Solid Waste Recycling Manager	Professional/Technical/Manager	58	68

Position	MOU Assigned To	Salary range	
		First Step	Top Step
Special Projects/PIO	Professional/Technical/Manager	58	68
Senior Planner	Professional/Technical/Manager	66	76
Support Services Director	Professional/Technical/Manager	66	76
Street Maintenance Supervisor	Professional/Technical/Manager	48	58
Street Maintenance Worker	SEIU	43	53
Support Services Supervisor	Police Officers Association	55	65
Support Services Specialist I	Police Officers Association	29	39
Support Services Specialist II	Police Officers Association	35	45
Support Services Trainee	Police Officers Association	28	38
Transit Director	Professional/Technical/Manager	74	84
Transit Operations Supervisor	Professional/Technical/Manager	55	65
Vehicle Maintenance Supervisor	Professional/Technical/Manager	48	58
Wastewater Collection System Worker I	SEIU	43	53
Wastewater Collection System Worker II	SEIU	47	57
Wastewater Plant Operator I	SEIU	44	54
Wastewater Plant Operator II	SEIU	50	60
Wastewater Plant Operator III	SEIU	54	64
Wastewater Plant Operator IV	SEIU	58	68
Wastewater Plant Operator V	SEIU	62	72
Wastewater Plant Supervisor	Professional/Technical/Manager	63	73

Unfunded

City of Beaumont

Salary Range Table
Effective 1/1/2020

Item No. 10.

Step	Annual	Monthly	Bi-Weekly	Hourly
0	\$ 17,638.44	\$ 1,469.87	\$ 678.40	\$ 8.48
1	\$ 18,075.24	\$ 1,506.27	\$ 695.20	\$ 8.69
2	\$ 18,532.80	\$ 1,544.40	\$ 712.80	\$ 8.91
3	\$ 18,990.36	\$ 1,582.53	\$ 730.40	\$ 9.13
4	\$ 19,468.80	\$ 1,622.40	\$ 748.80	\$ 9.36
5	\$ 19,947.24	\$ 1,662.27	\$ 767.20	\$ 9.59
6	\$ 20,446.44	\$ 1,703.87	\$ 786.40	\$ 9.83
7	\$ 20,966.40	\$ 1,747.20	\$ 806.40	\$ 10.08
8	\$ 21,486.36	\$ 1,790.53	\$ 826.40	\$ 10.33
9	\$ 22,027.20	\$ 1,835.60	\$ 847.20	\$ 10.59
10	\$ 22,588.80	\$ 1,882.40	\$ 868.80	\$ 10.86
11	\$ 23,150.40	\$ 1,929.20	\$ 890.40	\$ 11.13
12	\$ 23,712.00	\$ 1,976.00	\$ 912.00	\$ 11.40
13	\$ 24,315.24	\$ 2,026.27	\$ 935.20	\$ 11.69
14	\$ 24,918.36	\$ 2,076.53	\$ 958.40	\$ 11.98
15	\$ 25,542.36	\$ 2,128.53	\$ 982.40	\$ 12.28
16	\$ 26,187.24	\$ 2,182.27	\$ 1,007.20	\$ 12.59
17	\$ 26,832.00	\$ 2,236.00	\$ 1,032.00	\$ 12.90
18	\$ 27,518.40	\$ 2,293.20	\$ 1,058.40	\$ 13.23
19	\$ 28,204.80	\$ 2,350.40	\$ 1,084.80	\$ 13.56
20	\$ 28,911.96	\$ 2,409.33	\$ 1,112.00	\$ 13.90
21	\$ 29,619.24	\$ 2,468.27	\$ 1,139.20	\$ 14.24
22	\$ 30,368.04	\$ 2,530.67	\$ 1,168.00	\$ 14.60
23	\$ 31,116.84	\$ 2,593.07	\$ 1,196.80	\$ 14.96
24	\$ 31,907.16	\$ 2,658.93	\$ 1,227.20	\$ 15.34
25	\$ 32,697.60	\$ 2,724.80	\$ 1,257.60	\$ 15.72
26	\$ 33,508.80	\$ 2,792.40	\$ 1,288.80	\$ 16.11
27	\$ 34,361.64	\$ 2,863.47	\$ 1,321.60	\$ 16.52
28	\$ 35,214.36	\$ 2,934.53	\$ 1,354.40	\$ 16.93
29	\$ 36,087.96	\$ 3,007.33	\$ 1,388.00	\$ 17.35
30	\$ 37,003.20	\$ 3,083.60	\$ 1,423.20	\$ 17.79
31	\$ 37,918.44	\$ 3,159.87	\$ 1,458.40	\$ 18.23
32	\$ 38,875.20	\$ 3,239.60	\$ 1,495.20	\$ 18.69
33	\$ 39,852.84	\$ 3,321.07	\$ 1,532.80	\$ 19.16
34	\$ 40,830.36	\$ 3,402.53	\$ 1,570.40	\$ 19.63
35	\$ 41,849.64	\$ 3,487.47	\$ 1,609.60	\$ 20.12
36	\$ 42,910.44	\$ 3,575.87	\$ 1,650.40	\$ 20.63
37	\$ 43,971.24	\$ 3,664.27	\$ 1,691.20	\$ 21.14
38	\$ 45,073.56	\$ 3,756.13	\$ 1,733.60	\$ 21.67
39	\$ 46,196.76	\$ 3,849.73	\$ 1,776.80	\$ 22.21
40	\$ 47,361.60	\$ 3,946.80	\$ 1,821.60	\$ 22.77
41	\$ 48,547.20	\$ 4,045.60	\$ 1,867.20	\$ 23.34
42	\$ 49,753.56	\$ 4,146.13	\$ 1,913.60	\$ 23.92
43	\$ 51,001.56	\$ 4,250.13	\$ 1,961.60	\$ 24.52
44	\$ 52,270.44	\$ 4,355.87	\$ 2,010.40	\$ 25.13
45	\$ 53,580.84	\$ 4,465.07	\$ 2,060.80	\$ 25.76
46	\$ 54,932.76	\$ 4,577.73	\$ 2,112.80	\$ 26.41
47	\$ 56,305.56	\$ 4,692.13	\$ 2,165.60	\$ 27.07
48	\$ 57,699.24	\$ 4,808.27	\$ 2,219.20	\$ 27.74
49	\$ 59,155.20	\$ 4,929.60	\$ 2,275.20	\$ 28.44
50	\$ 60,632.04	\$ 5,052.67	\$ 2,332.00	\$ 29.15
51	\$ 62,150.40	\$ 5,179.20	\$ 2,390.40	\$ 29.88
52	\$ 63,689.64	\$ 5,307.47	\$ 2,449.60	\$ 30.62
53	\$ 65,291.16	\$ 5,440.93	\$ 2,511.20	\$ 31.39
54	\$ 66,913.56	\$ 5,576.13	\$ 2,573.60	\$ 32.19
55	\$ 68,598.36	\$ 5,716.53	\$ 2,638.40	\$ 32.99
56	\$ 70,304.04	\$ 5,858.67	\$ 2,704.00	\$ 33.80

Step	Annual	Monthly	Bi-Weekly	Hourly
57	\$ 72,072.00	\$ 6,006.00	\$ 2,772.00	\$ 34.65
58	\$ 73,860.84	\$ 6,155.07	\$ 2,840.80	\$ 35.51
59	\$ 75,711.96	\$ 6,309.33	\$ 2,912.00	\$ 36.40
60	\$ 77,604.84	\$ 6,467.07	\$ 2,984.80	\$ 37.31
61	\$ 79,539.24	\$ 6,628.27	\$ 3,059.20	\$ 38.24
62	\$ 81,536.04	\$ 6,794.67	\$ 3,136.00	\$ 39.20
63	\$ 83,574.36	\$ 6,964.53	\$ 3,214.40	\$ 40.18
64	\$ 85,654.44	\$ 7,137.87	\$ 3,294.40	\$ 41.18
65	\$ 87,796.80	\$ 7,316.40	\$ 3,376.80	\$ 42.21
66	\$ 90,001.56	\$ 7,500.13	\$ 3,461.60	\$ 43.27
67	\$ 92,247.96	\$ 7,687.33	\$ 3,548.00	\$ 44.35
68	\$ 94,556.76	\$ 7,879.73	\$ 3,636.80	\$ 45.46
69	\$ 96,927.96	\$ 8,077.33	\$ 3,728.00	\$ 46.60
70	\$ 99,361.56	\$ 8,280.13	\$ 3,821.60	\$ 47.77
71	\$ 101,816.04	\$ 8,484.67	\$ 3,916.00	\$ 48.95
72	\$ 104,374.44	\$ 8,697.87	\$ 4,014.40	\$ 50.18
73	\$ 106,974.36	\$ 8,914.53	\$ 4,114.40	\$ 51.43
74	\$ 109,657.56	\$ 9,138.13	\$ 4,217.60	\$ 52.72
75	\$ 112,403.16	\$ 9,366.93	\$ 4,323.20	\$ 54.04
76	\$ 115,211.16	\$ 9,600.93	\$ 4,431.20	\$ 55.39
77	\$ 118,081.56	\$ 9,840.13	\$ 4,541.60	\$ 56.77
78	\$ 121,035.24	\$ 10,086.27	\$ 4,655.20	\$ 58.19
79	\$ 124,071.96	\$ 10,339.33	\$ 4,772.00	\$ 59.65
80	\$ 127,171.20	\$ 10,597.60	\$ 4,891.20	\$ 61.14
81	\$ 130,353.60	\$ 10,862.80	\$ 5,013.60	\$ 62.67
82	\$ 133,598.40	\$ 11,133.20	\$ 5,138.40	\$ 64.23
83	\$ 136,947.24	\$ 11,412.27	\$ 5,267.20	\$ 65.84
84	\$ 140,358.36	\$ 11,696.53	\$ 5,398.40	\$ 67.48
85	\$ 143,873.64	\$ 11,989.47	\$ 5,533.60	\$ 69.17
86	\$ 147,471.96	\$ 12,289.33	\$ 5,672.00	\$ 70.90
87	\$ 151,153.56	\$ 12,596.13	\$ 5,813.60	\$ 72.67
88	\$ 154,939.20	\$ 12,911.60	\$ 5,959.20	\$ 74.49
89	\$ 158,808.00	\$ 13,234.00	\$ 6,108.00	\$ 76.35
90	\$ 162,780.84	\$ 13,565.07	\$ 6,260.80	\$ 78.26
91	\$ 166,857.60	\$ 13,904.80	\$ 6,417.60	\$ 80.22
92	\$ 171,017.64	\$ 14,251.47	\$ 6,577.60	\$ 82.22
93	\$ 175,302.36	\$ 14,608.53	\$ 6,742.40	\$ 84.28
94	\$ 179,691.24	\$ 14,974.27	\$ 6,911.20	\$ 86.39
95	\$ 184,163.16	\$ 15,346.93	\$ 7,083.20	\$ 88.54
96	\$ 188,780.76	\$ 15,731.73	\$ 7,260.80	\$ 90.76
97	\$ 193,502.40	\$ 16,125.20	\$ 7,442.40	\$ 93.03
98	\$ 198,327.96	\$ 16,527.33	\$ 7,628.00	\$ 95.35
99	\$ 203,299.20	\$ 16,941.60	\$ 7,819.20	\$ 97.74
100	\$ 208,374.36	\$ 17,364.53	\$ 8,014.40	\$ 100.18
101	\$ 213,574.44	\$ 17,797.87	\$ 8,214.40	\$ 102.68
102	\$ 218,919.96	\$ 18,243.33	\$ 8,420.00	\$ 105.25
103	\$ 224,390.40	\$ 18,699.20	\$ 8,630.40	\$ 107.88
104	\$ 230,006.40	\$ 19,167.20	\$ 8,846.40	\$ 110.58
105	\$ 235,747.20	\$ 19,645.60	\$ 9,067.20	\$ 113.34
106	\$ 241,633.56	\$ 20,136.13	\$ 9,293.60	\$ 116.17
107	\$ 247,665.60	\$ 20,638.80	\$ 9,525.60	\$ 119.07
108	\$ 253,863.96	\$ 21,155.33	\$ 9,764.00	\$ 122.05
109	\$ 260,208.00	\$ 21,684.00	\$ 10,008.00	\$ 125.10
110	\$ 266,718.36	\$ 22,226.53	\$ 10,258.40	\$ 128.23
111	\$ 273,395.16	\$ 22,782.93	\$ 10,515.20	\$ 131.44
112	\$ 280,238.40	\$ 23,353.20	\$ 10,778.40	\$ 134.73
113	\$ 287,247.96	\$ 23,937.33	\$ 11,048.00	\$ 138.10

City of Beaumont

Item No. 10.

Salary Range Table Effective January 1, 2014

Step	Annual	Monthly	Bi-Weekly	Hourly
0	\$ 16,640.04	\$ 1,386.67	\$ 640.00	\$ 8.00
1	\$ 17,638.44	\$ 1,469.87	\$ 678.40	\$ 8.48
2	\$ 18,075.24	\$ 1,506.27	\$ 695.20	\$ 8.69
3	\$ 18,532.80	\$ 1,544.40	\$ 712.80	\$ 8.91
4	\$ 18,990.36	\$ 1,582.53	\$ 730.40	\$ 9.13
5	\$ 19,468.80	\$ 1,622.40	\$ 748.80	\$ 9.36
6	\$ 19,947.24	\$ 1,662.27	\$ 767.20	\$ 9.59
7	\$ 20,446.44	\$ 1,703.87	\$ 786.40	\$ 9.83
8	\$ 20,966.40	\$ 1,747.20	\$ 806.40	\$ 10.08
9	\$ 21,486.36	\$ 1,790.53	\$ 826.40	\$ 10.33
10	\$ 22,027.20	\$ 1,835.60	\$ 847.20	\$ 10.59
11	\$ 22,588.80	\$ 1,882.40	\$ 868.80	\$ 10.86
12	\$ 23,150.40	\$ 1,929.20	\$ 890.40	\$ 11.13
13	\$ 23,712.00	\$ 1,976.00	\$ 912.00	\$ 11.40
14	\$ 24,315.24	\$ 2,026.27	\$ 935.20	\$ 11.69
15	\$ 24,918.36	\$ 2,076.53	\$ 958.40	\$ 11.98
16	\$ 25,542.36	\$ 2,128.53	\$ 982.40	\$ 12.28
17	\$ 26,187.24	\$ 2,182.27	\$ 1,007.20	\$ 12.59
18	\$ 26,832.00	\$ 2,236.00	\$ 1,032.00	\$ 12.90
19	\$ 27,518.40	\$ 2,293.20	\$ 1,058.40	\$ 13.23
20	\$ 28,204.80	\$ 2,350.40	\$ 1,084.80	\$ 13.56
21	\$ 28,911.96	\$ 2,409.33	\$ 1,112.00	\$ 13.90
22	\$ 29,619.24	\$ 2,468.27	\$ 1,139.20	\$ 14.24
23	\$ 30,368.04	\$ 2,530.67	\$ 1,168.00	\$ 14.60
24	\$ 31,116.84	\$ 2,593.07	\$ 1,196.80	\$ 14.96
25	\$ 31,907.16	\$ 2,658.93	\$ 1,227.20	\$ 15.34
26	\$ 32,697.60	\$ 2,724.80	\$ 1,257.60	\$ 15.72
27	\$ 33,508.80	\$ 2,792.40	\$ 1,288.80	\$ 16.11
28	\$ 34,361.64	\$ 2,863.47	\$ 1,321.60	\$ 16.52
29	\$ 35,214.36	\$ 2,934.53	\$ 1,354.40	\$ 16.93
30	\$ 36,087.96	\$ 3,007.33	\$ 1,388.00	\$ 17.35
31	\$ 37,003.20	\$ 3,083.60	\$ 1,423.20	\$ 17.79
32	\$ 37,918.44	\$ 3,159.87	\$ 1,458.40	\$ 18.23
33	\$ 38,875.20	\$ 3,239.60	\$ 1,495.20	\$ 18.69
34	\$ 39,852.84	\$ 3,321.07	\$ 1,532.80	\$ 19.16
35	\$ 40,830.36	\$ 3,402.53	\$ 1,570.40	\$ 19.63
36	\$ 41,849.64	\$ 3,487.47	\$ 1,609.60	\$ 20.12
37	\$ 42,910.44	\$ 3,575.87	\$ 1,650.40	\$ 20.63
38	\$ 43,971.24	\$ 3,664.27	\$ 1,691.20	\$ 21.14
39	\$ 45,073.56	\$ 3,756.13	\$ 1,733.60	\$ 21.67
40	\$ 46,196.76	\$ 3,849.73	\$ 1,776.80	\$ 22.21
41	\$ 47,361.60	\$ 3,946.80	\$ 1,821.60	\$ 22.77
42	\$ 48,547.20	\$ 4,045.60	\$ 1,867.20	\$ 23.34
43	\$ 49,753.56	\$ 4,146.13	\$ 1,913.60	\$ 23.92
44	\$ 51,001.56	\$ 4,250.13	\$ 1,961.60	\$ 24.52
45	\$ 52,270.44	\$ 4,355.87	\$ 2,010.40	\$ 25.13
46	\$ 53,580.84	\$ 4,465.07	\$ 2,060.80	\$ 25.76
47	\$ 54,932.76	\$ 4,577.73	\$ 2,112.80	\$ 26.41
48	\$ 56,305.56	\$ 4,692.13	\$ 2,165.60	\$ 27.07
49	\$ 57,699.24	\$ 4,808.27	\$ 2,219.20	\$ 27.74
50	\$ 59,155.20	\$ 4,929.60	\$ 2,275.20	\$ 28.44
51	\$ 60,632.04	\$ 5,052.67	\$ 2,332.00	\$ 29.15
52	\$ 62,150.40	\$ 5,179.20	\$ 2,390.40	\$ 29.88

Step	Annual	Monthly	Bi-Weekly	Hourly
53	\$ 63,689.64	\$ 5,307.47	\$ 2,449.60	\$ 30.62
54	\$ 65,291.16	\$ 5,440.93	\$ 2,511.20	\$ 31.39
55	\$ 66,913.56	\$ 5,576.13	\$ 2,573.60	\$ 32.17
56	\$ 68,598.36	\$ 5,716.53	\$ 2,638.40	\$ 32.98
57	\$ 70,304.04	\$ 5,858.67	\$ 2,704.00	\$ 33.80
58	\$ 72,072.00	\$ 6,006.00	\$ 2,772.00	\$ 34.65
59	\$ 73,860.84	\$ 6,155.07	\$ 2,840.80	\$ 35.51
60	\$ 75,711.96	\$ 6,309.33	\$ 2,912.00	\$ 36.40
61	\$ 77,604.84	\$ 6,467.07	\$ 2,984.80	\$ 37.31
62	\$ 79,539.24	\$ 6,628.27	\$ 3,059.20	\$ 38.24
63	\$ 81,536.04	\$ 6,794.67	\$ 3,136.00	\$ 39.20
64	\$ 83,574.36	\$ 6,964.53	\$ 3,214.40	\$ 40.18
65	\$ 85,654.44	\$ 7,137.87	\$ 3,294.40	\$ 41.18
66	\$ 87,796.80	\$ 7,316.40	\$ 3,376.80	\$ 42.21
67	\$ 90,001.56	\$ 7,500.13	\$ 3,461.60	\$ 43.27
68	\$ 92,247.96	\$ 7,687.33	\$ 3,548.00	\$ 44.35
69	\$ 94,556.76	\$ 7,879.73	\$ 3,636.80	\$ 45.46
70	\$ 96,927.96	\$ 8,077.33	\$ 3,728.00	\$ 46.60
71	\$ 99,361.56	\$ 8,280.13	\$ 3,821.60	\$ 47.77
72	\$ 101,816.04	\$ 8,484.67	\$ 3,916.00	\$ 48.95
73	\$ 104,374.44	\$ 8,697.87	\$ 4,014.40	\$ 50.18
74	\$ 106,974.36	\$ 8,914.53	\$ 4,114.40	\$ 51.43
75	\$ 109,657.56	\$ 9,138.13	\$ 4,217.60	\$ 52.72
76	\$ 112,403.16	\$ 9,366.93	\$ 4,323.20	\$ 54.04
77	\$ 115,211.16	\$ 9,600.93	\$ 4,431.20	\$ 55.39
78	\$ 118,081.56	\$ 9,840.13	\$ 4,541.60	\$ 56.77
79	\$ 121,035.24	\$ 10,086.27	\$ 4,655.20	\$ 58.19
80	\$ 124,071.96	\$ 10,339.33	\$ 4,772.00	\$ 59.65
81	\$ 127,171.20	\$ 10,597.60	\$ 4,891.20	\$ 61.14
82	\$ 130,353.60	\$ 10,862.80	\$ 5,013.60	\$ 62.67
83	\$ 133,598.40	\$ 11,133.20	\$ 5,138.40	\$ 64.23
84	\$ 136,947.24	\$ 11,412.27	\$ 5,267.20	\$ 65.84
85	\$ 140,358.36	\$ 11,696.53	\$ 5,398.40	\$ 67.48
86	\$ 143,873.64	\$ 11,989.47	\$ 5,533.60	\$ 69.17
87	\$ 147,471.96	\$ 12,289.33	\$ 5,672.00	\$ 70.90
88	\$ 151,153.56	\$ 12,596.13	\$ 5,813.60	\$ 72.67
89	\$ 154,939.20	\$ 12,911.60	\$ 5,959.20	\$ 74.49
90	\$ 158,808.00	\$ 13,234.00	\$ 6,108.00	\$ 76.35
91	\$ 162,780.84	\$ 13,565.07	\$ 6,260.80	\$ 78.26
92	\$ 166,857.60	\$ 13,904.80	\$ 6,417.60	\$ 80.22
93	\$ 171,017.64	\$ 14,251.47	\$ 6,577.60	\$ 82.22
94	\$ 175,302.36	\$ 14,608.53	\$ 6,742.40	\$ 84.28
95	\$ 179,691.24	\$ 14,974.27	\$ 6,911.20	\$ 86.39
96	\$ 184,163.16	\$ 15,346.93	\$ 7,083.20	\$ 88.54
97	\$ 188,780.76	\$ 15,731.73	\$ 7,260.80	\$ 90.76
98	\$ 193,502.40	\$ 16,125.20	\$ 7,442.40	\$ 93.03
99	\$ 198,327.96	\$ 16,527.33	\$ 7,628.00	\$ 95.35
100	\$ 203,299.20	\$ 16,941.60	\$ 7,819.20	\$ 97.74
101	\$ 208,374.36	\$ 17,364.53	\$ 8,014.40	\$ 100.18
102	\$ 213,574.44	\$ 17,797.87	\$ 8,214.40	\$ 102.68
103	\$ 218,919.96	\$ 18,243.33	\$ 8,420.00	\$ 105.25
104	\$ 224,390.40	\$ 18,699.20	\$ 8,630.40	\$ 107.88
105	\$ 230,006.40	\$ 19,167.20	\$ 8,846.40	\$ 110.58

City of Beaumont
Salary Range Table
Effective January 8, 2010

Salary Range	Minimum Annual	Minimum Monthly	Minimum Bi-Weekly	Minimum Hourly	Salary Range	Minimum Annual	Minimum Monthly	Minimum Bi-Weekly	Minimum Hourly	Salary Range	Minimum Annual	Minimum Monthly	Minimum Bi-Weekly	Minimum Hourly
0	16,640.04	1,386.67	640.00	8.00	35	40,830.36	3,402.53	1,570.40	19.63	70	96,927.96	8,077.33	3,728.00	46.60
1	17,638.44	1,469.87	678.40	8.48	36	41,849.64	3,487.47	1,609.60	20.12	71	99,361.56	8,280.13	3,821.60	47.77
2	18,075.24	1,506.27	695.20	8.69	37	42,910.44	3,575.87	1,650.40	20.63	72	101,816.04	8,484.67	3,916.00	48.95
3	18,532.80	1,544.40	712.80	8.91	38	43,971.24	3,664.27	1,691.20	21.14	73	104,374.44	8,697.87	4,014.40	50.18
4	18,990.36	1,582.53	730.40	9.13	39	45,073.56	3,756.13	1,733.60	21.67	74	106,974.36	8,914.53	4,114.40	51.43
5	19,468.80	1,622.40	748.80	9.36	40	46,196.76	3,849.73	1,776.80	22.21	75	109,657.56	9,138.13	4,217.60	52.72
6	19,947.24	1,662.27	767.20	9.59	41	47,361.60	3,946.80	1,821.60	22.77	76	112,403.16	9,366.93	4,323.20	54.04
7	20,446.44	1,703.87	786.40	9.83	42	48,547.20	4,045.60	1,867.20	23.34	77	115,211.16	9,600.93	4,431.20	55.39
8	20,966.40	1,747.20	806.40	10.08	43	49,753.56	4,146.13	1,913.60	23.92	78	118,081.56	9,840.13	4,541.60	56.77
9	21,486.36	1,790.53	826.40	10.33	44	51,001.56	4,250.13	1,961.60	24.52	79	121,035.24	10,086.27	4,655.20	58.19
10	22,027.20	1,835.60	847.20	10.59	45	52,270.44	4,355.87	2,010.40	25.13	80	124,071.96	10,339.33	4,772.00	59.65
11	22,588.80	1,882.40	868.80	10.86	46	53,580.84	4,465.07	2,060.80	25.76	81	127,171.20	10,597.60	4,891.20	61.14
12	23,150.40	1,929.20	890.40	11.13	47	54,932.76	4,577.73	2,112.80	26.41	82	130,353.60	10,862.80	5,013.60	62.67
13	23,712.00	1,976.00	912.00	11.40	48	56,305.56	4,692.13	2,165.60	27.07	83	133,598.40	11,133.20	5,138.40	64.23
14	24,315.24	2,026.27	935.20	11.69	49	57,699.24	4,808.27	2,219.20	27.74	84	136,947.24	11,412.27	5,267.20	65.84
15	24,918.36	2,076.53	958.40	11.98	50	59,155.20	4,929.60	2,275.20	28.44	85	140,358.36	11,696.53	5,398.40	67.48
16	25,542.36	2,128.53	982.40	12.28	51	60,632.04	5,052.67	2,332.00	29.15	86	143,873.64	11,989.47	5,533.60	69.17
17	26,187.24	2,182.27	1,007.20	12.59	52	62,150.40	5,179.20	2,390.40	29.88	87	147,471.96	12,289.33	5,672.00	70.90
18	26,832.00	2,236.00	1,032.00	12.90	53	63,689.64	5,307.47	2,449.60	30.62	88	151,153.56	12,596.13	5,813.60	72.67
19	27,518.40	2,293.20	1,058.40	13.23	54	65,291.16	5,440.93	2,511.20	31.39	89	154,939.20	12,911.60	5,959.20	74.49
20	28,204.80	2,350.40	1,084.80	13.56	55	66,913.56	5,576.13	2,573.60	32.17	90	158,808.00	13,234.00	6,108.00	76.35
21	28,911.96	2,409.33	1,112.00	13.90	56	68,598.36	5,716.53	2,638.40	32.98	91	162,780.84	13,565.07	6,260.80	78.26
22	29,619.24	2,468.27	1,139.20	14.24	57	70,304.04	5,858.67	2,704.00	33.80	92	166,857.60	13,904.80	6,417.60	80.22
23	30,368.04	2,530.67	1,168.00	14.60	58	72,072.00	6,006.00	2,772.00	34.65	93	171,017.64	14,251.47	6,577.60	82.22
24	31,116.84	2,593.07	1,196.80	14.96	59	73,860.84	6,155.07	2,840.80	35.51	94	175,302.36	14,608.53	6,742.40	84.28
25	31,907.16	2,658.93	1,227.20	15.34	60	75,711.96	6,309.33	2,912.00	36.40	95	179,691.24	14,974.27	6,911.20	86.39
26	32,697.60	2,724.80	1,257.60	15.72	61	77,604.84	6,467.07	2,984.80	37.31	96	184,163.16	15,346.93	7,083.20	88.54
27	33,508.80	2,792.40	1,288.80	16.11	62	79,539.24	6,628.27	3,059.20	38.24	97	188,780.76	15,731.73	7,260.80	90.76
28	34,361.64	2,863.47	1,321.60	16.52	63	81,536.04	6,794.67	3,136.00	39.20	98	193,502.40	16,125.20	7,442.40	93.03
29	35,214.36	2,934.53	1,354.40	16.93	64	83,574.36	6,964.53	3,214.40	40.18	99	198,327.96	16,527.33	7,628.00	95.35
30	36,087.96	3,007.33	1,388.00	17.35	65	85,654.44	7,137.87	3,294.40	41.18	100	203,299.20	16,941.60	7,819.20	97.74
31	37,003.20	3,083.60	1,423.20	17.79	66	87,796.80	7,316.40	3,376.80	42.21	101	208,374.36	17,364.53	8,014.40	100.18
32	37,918.44	3,159.87	1,458.40	18.23	67	90,001.56	7,500.13	3,461.60	43.27	102	213,574.44	17,797.87	8,214.40	102.68
33	38,875.20	3,239.60	1,495.20	18.69	68	92,247.96	7,687.33	3,548.00	44.35	103	218,919.96	18,243.33	8,420.00	105.25
34	39,852.84	3,321.07	1,532.80	19.16	69	94,556.76	7,879.73	3,636.80	45.46	104	224,390.40	18,699.20	8,630.40	107.88

City of Beaumont
Salary Range Table
Effective January 1, 2014

Item No. 10.

Step	Annual	Monthly	Bi-Weekly	Hourly
0	\$ 16,640.04	\$ 1,386.67	\$ 640.00	\$ 8.00
1	\$ 17,638.44	\$ 1,469.87	\$ 678.40	\$ 8.48
2	\$ 18,075.24	\$ 1,506.27	\$ 695.20	\$ 8.69
3	\$ 18,532.80	\$ 1,544.40	\$ 712.80	\$ 8.91
4	\$ 18,990.36	\$ 1,582.53	\$ 730.40	\$ 9.13
5	\$ 19,468.80	\$ 1,622.40	\$ 748.80	\$ 9.36
6	\$ 19,947.24	\$ 1,662.27	\$ 767.20	\$ 9.59
7	\$ 20,446.44	\$ 1,703.87	\$ 786.40	\$ 9.83
8	\$ 20,966.40	\$ 1,747.20	\$ 806.40	\$ 10.08
9	\$ 21,486.36	\$ 1,790.53	\$ 826.40	\$ 10.33
10	\$ 22,027.20	\$ 1,835.60	\$ 847.20	\$ 10.59
11	\$ 22,588.80	\$ 1,882.40	\$ 868.80	\$ 10.86
12	\$ 23,150.40	\$ 1,929.20	\$ 890.40	\$ 11.13
13	\$ 23,712.00	\$ 1,976.00	\$ 912.00	\$ 11.40
14	\$ 24,315.24	\$ 2,026.27	\$ 935.20	\$ 11.69
15	\$ 24,918.36	\$ 2,076.53	\$ 958.40	\$ 11.98
16	\$ 25,542.36	\$ 2,128.53	\$ 982.40	\$ 12.28
17	\$ 26,187.24	\$ 2,182.27	\$ 1,007.20	\$ 12.59
18	\$ 26,832.00	\$ 2,236.00	\$ 1,032.00	\$ 12.90
19	\$ 27,518.40	\$ 2,293.20	\$ 1,058.40	\$ 13.23
20	\$ 28,204.80	\$ 2,350.40	\$ 1,084.80	\$ 13.56
21	\$ 28,911.96	\$ 2,409.33	\$ 1,112.00	\$ 13.90
22	\$ 29,619.24	\$ 2,468.27	\$ 1,139.20	\$ 14.24
23	\$ 30,368.04	\$ 2,530.67	\$ 1,168.00	\$ 14.60
24	\$ 31,116.84	\$ 2,593.07	\$ 1,196.80	\$ 14.96
25	\$ 31,907.16	\$ 2,658.93	\$ 1,227.20	\$ 15.34
26	\$ 32,697.60	\$ 2,724.80	\$ 1,257.60	\$ 15.72
27	\$ 33,508.80	\$ 2,792.40	\$ 1,288.80	\$ 16.11
28	\$ 34,361.64	\$ 2,863.47	\$ 1,321.60	\$ 16.52
29	\$ 35,214.36	\$ 2,934.53	\$ 1,354.40	\$ 16.93
30	\$ 36,087.96	\$ 3,007.33	\$ 1,388.00	\$ 17.35
31	\$ 37,003.20	\$ 3,083.60	\$ 1,423.20	\$ 17.79
32	\$ 37,918.44	\$ 3,159.87	\$ 1,458.40	\$ 18.23
33	\$ 38,875.20	\$ 3,239.60	\$ 1,495.20	\$ 18.69
34	\$ 39,852.84	\$ 3,321.07	\$ 1,532.80	\$ 19.16
35	\$ 40,830.36	\$ 3,402.53	\$ 1,570.40	\$ 19.63
36	\$ 41,849.64	\$ 3,487.47	\$ 1,609.60	\$ 20.12
37	\$ 42,910.44	\$ 3,575.87	\$ 1,650.40	\$ 20.63

Step	Annual	Monthly	Bi-Weekly	Hourly
38	\$ 43,971.24	\$ 3,664.27	\$ 1,691.20	\$ 21.14
39	\$ 45,073.56	\$ 3,756.13	\$ 1,733.60	\$ 21.67
40	\$ 46,196.76	\$ 3,849.73	\$ 1,776.80	\$ 22.21
41	\$ 47,361.60	\$ 3,946.80	\$ 1,821.60	\$ 22.77
42	\$ 48,547.20	\$ 4,045.60	\$ 1,867.20	\$ 23.34
43	\$ 49,753.56	\$ 4,146.13	\$ 1,913.60	\$ 23.92
44	\$ 51,001.56	\$ 4,250.13	\$ 1,961.60	\$ 24.52
45	\$ 52,270.44	\$ 4,355.87	\$ 2,010.40	\$ 25.13
46	\$ 53,580.84	\$ 4,465.07	\$ 2,060.80	\$ 25.76
47	\$ 54,932.76	\$ 4,577.73	\$ 2,112.80	\$ 26.41
48	\$ 56,305.56	\$ 4,692.13	\$ 2,165.60	\$ 27.07
49	\$ 57,699.24	\$ 4,808.27	\$ 2,219.20	\$ 27.74
50	\$ 59,155.20	\$ 4,929.60	\$ 2,275.20	\$ 28.44
51	\$ 60,632.04	\$ 5,052.67	\$ 2,332.00	\$ 29.15
52	\$ 62,150.40	\$ 5,179.20	\$ 2,390.40	\$ 29.88
53	\$ 63,689.64	\$ 5,307.47	\$ 2,449.60	\$ 30.62
54	\$ 65,291.16	\$ 5,440.93	\$ 2,511.20	\$ 31.39
55	\$ 66,913.56	\$ 5,576.13	\$ 2,573.60	\$ 32.17
56	\$ 68,598.36	\$ 5,716.53	\$ 2,638.40	\$ 32.98
57	\$ 70,304.04	\$ 5,858.67	\$ 2,704.00	\$ 33.80
58	\$ 72,072.00	\$ 6,006.00	\$ 2,772.00	\$ 34.65
59	\$ 73,860.84	\$ 6,155.07	\$ 2,840.80	\$ 35.51
60	\$ 75,711.96	\$ 6,309.33	\$ 2,912.00	\$ 36.40
61	\$ 77,604.84	\$ 6,467.07	\$ 2,984.80	\$ 37.31
62	\$ 79,539.24	\$ 6,628.27	\$ 3,059.20	\$ 38.24
63	\$ 81,536.04	\$ 6,794.67	\$ 3,136.00	\$ 39.20
64	\$ 83,574.36	\$ 6,964.53	\$ 3,214.40	\$ 40.18
65	\$ 85,654.44	\$ 7,137.87	\$ 3,294.40	\$ 41.18
66	\$ 87,796.80	\$ 7,316.40	\$ 3,376.80	\$ 42.21
67	\$ 90,001.56	\$ 7,500.13	\$ 3,461.60	\$ 43.27
68	\$ 92,247.96	\$ 7,687.33	\$ 3,548.00	\$ 44.35
69	\$ 94,556.76	\$ 7,879.73	\$ 3,636.80	\$ 45.46
70	\$ 96,927.96	\$ 8,077.33	\$ 3,728.00	\$ 46.60
71	\$ 99,361.56	\$ 8,280.13	\$ 3,821.60	\$ 47.77
72	\$ 101,816.04	\$ 8,484.67	\$ 3,916.00	\$ 48.95
73	\$ 104,374.44	\$ 8,697.87	\$ 4,014.40	\$ 50.18
74	\$ 106,974.36	\$ 8,914.53	\$ 4,114.40	\$ 51.43
75	\$ 109,657.56	\$ 9,138.13	\$ 4,217.60	\$ 52.72

Step	Annual	Monthly	Bi-Weekly	Hourly
76	\$ 112,403.16	\$ 9,366.93	\$ 4,323.20	\$ 54.04
77	\$ 115,211.16	\$ 9,600.93	\$ 4,431.20	\$ 55.39
78	\$ 118,081.56	\$ 9,840.13	\$ 4,541.60	\$ 56.77
79	\$ 121,035.24	\$ 10,086.27	\$ 4,655.20	\$ 58.19
80	\$ 124,071.96	\$ 10,339.33	\$ 4,772.00	\$ 59.65
81	\$ 127,171.20	\$ 10,597.60	\$ 4,891.20	\$ 61.14
82	\$ 130,353.60	\$ 10,862.80	\$ 5,013.60	\$ 62.67
83	\$ 133,598.40	\$ 11,133.20	\$ 5,138.40	\$ 64.23
84	\$ 136,947.24	\$ 11,412.27	\$ 5,267.20	\$ 65.84
85	\$ 140,358.36	\$ 11,696.53	\$ 5,398.40	\$ 67.48
86	\$ 143,873.64	\$ 11,989.47	\$ 5,533.60	\$ 69.17
87	\$ 147,471.96	\$ 12,289.33	\$ 5,672.00	\$ 70.90
88	\$ 151,153.56	\$ 12,596.13	\$ 5,813.60	\$ 72.67
89	\$ 154,939.20	\$ 12,911.60	\$ 5,959.20	\$ 74.49
90	\$ 158,808.00	\$ 13,234.00	\$ 6,108.00	\$ 76.35
91	\$ 162,780.84	\$ 13,565.07	\$ 6,260.80	\$ 78.26
92	\$ 166,857.60	\$ 13,904.80	\$ 6,417.60	\$ 80.22
93	\$ 171,017.64	\$ 14,251.47	\$ 6,577.60	\$ 82.22
94	\$ 175,302.36	\$ 14,608.53	\$ 6,742.40	\$ 84.28
95	\$ 179,691.24	\$ 14,974.27	\$ 6,911.20	\$ 86.39
96	\$ 184,163.16	\$ 15,346.93	\$ 7,083.20	\$ 88.54
97	\$ 188,780.76	\$ 15,731.73	\$ 7,260.80	\$ 90.76
98	\$ 193,502.40	\$ 16,125.20	\$ 7,442.40	\$ 93.03
99	\$ 198,327.96	\$ 16,527.33	\$ 7,628.00	\$ 95.35
100	\$ 203,299.20	\$ 16,941.60	\$ 7,819.20	\$ 97.74
101	\$ 208,374.36	\$ 17,364.53	\$ 8,014.40	\$ 100.18
102	\$ 213,574.44	\$ 17,797.87	\$ 8,214.40	\$ 102.68
103	\$ 218,919.96	\$ 18,243.33	\$ 8,420.00	\$ 105.25
104	\$ 224,390.40	\$ 18,699.20	\$ 8,630.40	\$ 107.88
105	\$ 230,006.40	\$ 19,167.20	\$ 8,846.40	\$ 110.58
106	\$ 235,747.20	\$ 19,645.60	\$ 9,067.20	\$ 113.34
107	\$ 241,633.56	\$ 20,136.13	\$ 9,293.60	\$ 116.17
108	\$ 247,665.60	\$ 20,638.80	\$ 9,525.60	\$ 119.07
109	\$ 253,863.96	\$ 21,155.33	\$ 9,764.00	\$ 122.05
110	\$ 260,208.00	\$ 21,684.00	\$ 10,008.00	\$ 125.10
111	\$ 266,718.36	\$ 22,226.53	\$ 10,258.40	\$ 128.23
112	\$ 273,395.16	\$ 22,782.93	\$ 10,515.20	\$ 131.44

City of Beaumont

Item No. 10.

Salary Range Table
Effective January 1, 2014

Step	Annual	Monthly	Bi-Weekly	Hourly
0	\$ 16,640.04	\$ 1,386.67	\$ 640.00	\$ 8.00
1	\$ 17,638.44	\$ 1,469.87	\$ 678.40	\$ 8.48
2	\$ 18,075.24	\$ 1,506.27	\$ 695.20	\$ 8.69
3	\$ 18,532.80	\$ 1,544.40	\$ 712.80	\$ 8.91
4	\$ 18,990.36	\$ 1,582.53	\$ 730.40	\$ 9.13
5	\$ 19,468.80	\$ 1,622.40	\$ 748.80	\$ 9.36
6	\$ 19,947.24	\$ 1,662.27	\$ 767.20	\$ 9.59
7	\$ 20,446.44	\$ 1,703.87	\$ 786.40	\$ 9.83
8	\$ 20,966.40	\$ 1,747.20	\$ 806.40	\$ 10.08
9	\$ 21,486.36	\$ 1,790.53	\$ 826.40	\$ 10.33
10	\$ 22,027.20	\$ 1,835.60	\$ 847.20	\$ 10.59
11	\$ 22,588.80	\$ 1,882.40	\$ 868.80	\$ 10.86
12	\$ 23,150.40	\$ 1,929.20	\$ 890.40	\$ 11.13
13	\$ 23,712.00	\$ 1,976.00	\$ 912.00	\$ 11.40
14	\$ 24,315.24	\$ 2,026.27	\$ 935.20	\$ 11.69
15	\$ 24,918.36	\$ 2,076.53	\$ 958.40	\$ 11.98
16	\$ 25,542.36	\$ 2,128.53	\$ 982.40	\$ 12.28
17	\$ 26,187.24	\$ 2,182.27	\$ 1,007.20	\$ 12.59
18	\$ 26,832.00	\$ 2,236.00	\$ 1,032.00	\$ 12.90
19	\$ 27,518.40	\$ 2,293.20	\$ 1,058.40	\$ 13.23
20	\$ 28,204.80	\$ 2,350.40	\$ 1,084.80	\$ 13.56
21	\$ 28,911.96	\$ 2,409.33	\$ 1,112.00	\$ 13.90
22	\$ 29,619.24	\$ 2,468.27	\$ 1,139.20	\$ 14.24
23	\$ 30,368.04	\$ 2,530.67	\$ 1,168.00	\$ 14.60
24	\$ 31,116.84	\$ 2,593.07	\$ 1,196.80	\$ 14.96
25	\$ 31,907.16	\$ 2,658.93	\$ 1,227.20	\$ 15.34
26	\$ 32,697.60	\$ 2,724.80	\$ 1,257.60	\$ 15.72
27	\$ 33,508.80	\$ 2,792.40	\$ 1,288.80	\$ 16.11
28	\$ 34,361.64	\$ 2,863.47	\$ 1,321.60	\$ 16.52
29	\$ 35,214.36	\$ 2,934.53	\$ 1,354.40	\$ 16.93
30	\$ 36,087.96	\$ 3,007.33	\$ 1,388.00	\$ 17.35
31	\$ 37,003.20	\$ 3,083.60	\$ 1,423.20	\$ 17.79
32	\$ 37,918.44	\$ 3,159.87	\$ 1,458.40	\$ 18.23
33	\$ 38,875.20	\$ 3,239.60	\$ 1,495.20	\$ 18.69
34	\$ 39,852.84	\$ 3,321.07	\$ 1,532.80	\$ 19.16
35	\$ 40,830.36	\$ 3,402.53	\$ 1,570.40	\$ 19.63
36	\$ 41,849.64	\$ 3,487.47	\$ 1,609.60	\$ 20.12
37	\$ 42,910.44	\$ 3,575.87	\$ 1,650.40	\$ 20.63
38	\$ 43,971.24	\$ 3,664.27	\$ 1,691.20	\$ 21.14
39	\$ 45,073.56	\$ 3,756.13	\$ 1,733.60	\$ 21.67
40	\$ 46,196.76	\$ 3,849.73	\$ 1,776.80	\$ 22.21
41	\$ 47,361.60	\$ 3,946.80	\$ 1,821.60	\$ 22.77
42	\$ 48,547.20	\$ 4,045.60	\$ 1,867.20	\$ 23.34
43	\$ 49,753.56	\$ 4,146.13	\$ 1,913.60	\$ 23.92
44	\$ 51,001.56	\$ 4,250.13	\$ 1,961.60	\$ 24.52
45	\$ 52,270.44	\$ 4,355.87	\$ 2,010.40	\$ 25.13
46	\$ 53,580.84	\$ 4,465.07	\$ 2,060.80	\$ 25.76
47	\$ 54,932.76	\$ 4,577.73	\$ 2,112.80	\$ 26.41
48	\$ 56,305.56	\$ 4,692.13	\$ 2,165.60	\$ 27.07
49	\$ 57,699.24	\$ 4,808.27	\$ 2,219.20	\$ 27.74
50	\$ 59,155.20	\$ 4,929.60	\$ 2,275.20	\$ 28.44
51	\$ 60,632.04	\$ 5,052.67	\$ 2,332.00	\$ 29.15
52	\$ 62,150.40	\$ 5,179.20	\$ 2,390.40	\$ 29.88
53	\$ 63,689.64	\$ 5,307.47	\$ 2,449.60	\$ 30.62
54	\$ 65,291.16	\$ 5,440.93	\$ 2,511.20	\$ 31.37
55	\$ 66,913.56	\$ 5,576.13	\$ 2,573.60	\$ 32.13
56	\$ 68,598.36	\$ 5,716.53	\$ 2,638.40	\$ 32.98

Step	Annual	Monthly	Bi-Weekly	Hourly
57	\$ 70,304.04	\$ 5,858.67	\$ 2,704.00	\$ 33.80
58	\$ 72,072.00	\$ 6,006.00	\$ 2,772.00	\$ 34.65
59	\$ 73,860.84	\$ 6,155.07	\$ 2,840.80	\$ 35.51
60	\$ 75,711.96	\$ 6,309.33	\$ 2,912.00	\$ 36.40
61	\$ 77,604.84	\$ 6,467.07	\$ 2,984.80	\$ 37.31
62	\$ 79,539.24	\$ 6,628.27	\$ 3,059.20	\$ 38.24
63	\$ 81,536.04	\$ 6,794.67	\$ 3,136.00	\$ 39.20
64	\$ 83,574.36	\$ 6,964.53	\$ 3,214.40	\$ 40.18
65	\$ 85,654.44	\$ 7,137.87	\$ 3,294.40	\$ 41.18
66	\$ 87,796.80	\$ 7,316.40	\$ 3,376.80	\$ 42.21
67	\$ 90,001.56	\$ 7,500.13	\$ 3,461.60	\$ 43.27
68	\$ 92,247.96	\$ 7,687.33	\$ 3,548.00	\$ 44.35
69	\$ 94,556.76	\$ 7,879.73	\$ 3,636.80	\$ 45.46
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75	\$ 109,657.56	\$ 9,138.13	\$ 4,217.60	\$ 52.72
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78	\$ 118,081.56	\$ 9,840.13	\$ 4,541.60	\$ 56.77
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81	\$ 127,171.20	\$ 10,597.60	\$ 4,891.20	\$ 61.14
82	\$ 130,353.60	\$ 10,862.80	\$ 5,013.60	\$ 62.67
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84	\$ 136,947.24	\$ 11,412.27	\$ 5,267.20	\$ 65.84
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86	\$ 143,873.64	\$ 11,989.47	\$ 5,533.60	\$ 69.17
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88	\$ 151,153.56	\$ 12,596.13	\$ 5,813.60	\$ 72.67
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110	\$ 260,208.00	\$ 21,684.00	\$ 10,008.00	\$ 125.10
	\$ 266,718.36	\$ 22,226.53	\$ 10,258.40	\$ 128.23
	\$ 273,395.16	\$ 22,782.93	\$ 10,515.20	\$ 131.44



EMPLOYMENT OPPORTUNITY

Plans Examiner

Recruitment Closes January 22, 2020 at 12:00 p.m.

City of Beaumont **Item No. 10.**
550 E 6th Street
Beaumont, CA 92223

(951) 769-8520
www.ci.beaumont.ca.us

- Full Time
- Part Time
- Temporary
- FLSA Exempt
- Subject to MOU
- Benefits Available

SALARY RANGE: Step 53 (31.39) - Step 63 (\$40.18)

THE POSITION:

Under general supervision, performs complex technical work involving the processing of building permits; reviews applications and checks plans for completeness and compliance with building codes; acts as a technical resources for residential construction builders by providing consultation related to compliance with complex building codes; ability to perform plan checks for complex residential construction projects and basic tenant improvements; and the provision of technical assistance to builders with complex code compliance issues; and performs other work as necessary.

CORE (ESSENTIAL) DUTIES:

- Reviews commercial and residential plans
- Reviews complex construction plans for construction projects and basic tenant improvement for code compliance and completeness; typical projects reviewed include, but are not limited to; single family home construction or remodels, garages, and out buildings.
- Provides technical consultation to builders regarding building codes for complex single family or multifamily residential construction projects.
- Coordinates permit activities with departmental staff, other City departments and outside agencies.
- Ensures efficient and courteous service at the public counter.
- Receives and processes permit applications and forms; calculates and collects fees, and issues permits in accordance with established procedures.
- Provides general information regarding permit procedures and policies to the public.
- Explains plan review corrections to architects, engineers, and contractors and provides information in response to code-related inquiries.
- Coordinates permit activities with building inspectors, and other City departments, and outside agencies.
- Responds to inquiries and/or permit discrepancies.
- Performs data-entry and maintains records utilizing electronic and manual recording keeping systems.
- Routes plans to other departments according to prescribed procedures.
- Checks engineering computations and specific materials for accuracy and conformance with application regulations.

KNOWLEDGE, SKILLS, & ABILITIES:

- Permit Issuance process.
- Building codes.
- Municipal planning and zoning codes.
- Inspection requirements.
- Basic engineering standards and techniques.

This recruitment is open to:

- Employees (*Permanent*)
- Employees (*Temporary*)
- Public

Selection procedures may include:

- Applicants will be screened for relevant education and experience
- Those applicants passing the initial screening process may be asked to participate in a written exam
- Those applicants passing the written exam may be required to complete a supplemental written assignment to assess the candidate's writing ability prior to participating in an oral interview
- Those applicants passing the oral interview may be required to participate in a physical agility test
- Candidates who successfully complete the above mentioned requirements will be placed on an eligibility list. Prior to appointment, candidates will be required to pass a comprehensive background check which may include, fingerprinting through Department of Justice, a comprehensive medical examination, psychological assessment, polygraph, and pre-employment drug screening.

How to Apply:

All application packets must be returned to:

Human Resources Dept.
550 E. 6th Street
Beaumont, CA 92223

Faxed applications will not be accepted. Resumes may be attached, but will not be accepted without a completed City application.

(Continued)

Plans Examiner (continued)

Item No. 10.

BEAUMONT
— CALIFORNIA —

- Advanced principles of structural design.
- Advanced concepts in construction method and materials.
- General technical aspects of automated permitting systems.
- Applicable federal, state and local laws, codes, and regulations governing permit issuance.
- Ability to work with minimum supervision.
- Process forms, application and plans for the issuance of permits.
- Reviews plans and specifications in compliance with applicable codes and standards.
- Interpret and apply codes, rules, and regulations.
- Perform mathematical computations.
- Read and understand complex construction plans.
- Prepare and maintain accurate and complete documentation and records,
- Operate computer using relevant word processing, spreadsheet, database, and graphic software; entering and retrieving data with speed and accuracy.
- Interact and communicate effectively, both orally and in writing.
- Establish, maintain, and foster positive, harmonious, and effective working relationships.
- Read and understand blue prints.
- Organize, coordinate, and prioritize multiple projects.
- Experience with automated permitting systems.

EXPERIENCE, EDUCATION, AND LICENSES:

Any combination of education and experience that would likely provide the required knowledge and abilities is qualifying. A typical way to obtain the knowledge and abilities would be:

- Must possess a high school diploma from an accredited high school or G.E.D. equivalent.
- Must obtain certification as a Building Plans Examiner within one year of appointment.
- Public agency experience, preferred.
- Any combination of education and experience will be considered.
- Must possess a valid California Class C Driver's License and maintain possession of such license during the course of employment.
- Must have a an acceptable driving record, be insurable at standard rates by City's insurance carrier, and maintain such insurance during the course of employment..

PHYSICAL, MENTAL, AND ENVIRONMENTAL REQUIREMENTS:

Must be found to be free from any physical, emotional or mental conditions, as determined by a qualified physician and/or psychologist, which with or without accommodation might affect the ability of the employee to perform essential job functions. The position may require prolonged sitting, standing, walking, reaching, twisting, turning, kneeling, bending, squatting, and stooping in the performance of daily activities. Additionally, the position requires grasping, repetitive hand movement, and fine coordination in retrieving and entering data using a computer keyboard. Near and far vision is required in order to read work related documents and use the computer. Acute hearing is required when providing phone and personal service. The position requires lifting, carrying, pushing, and/or pulling objects weighing up to 60 pounds.

This classification is not intended to be all-inclusive. An employee may be required to perform other reasonable duties as assigned by management. The city reserves the right, with the concurrence of the department head, to revise or change classification duties and responsibilities as the need arises and as consistent with the meet and confers process. Nothing herein is intended to constitute a written or implied contract of employment.

THE CITY OF BEAUMONT IS AN EQUAL OPPORTUNITY EMPLOYER.
WOMEN, MINORITIES, AND DISABLED INDIVIDUALS ARE ENCOURAGED TO APPLY.
THE CITY OF BEAUMONT IS A DRUG-FREE WORKPLACE.



Staff Report

TO: Mayor, and City Council Members
FROM: Kari Mendoza, Administrative Services Director
DATE: January 21, 2020
SUBJECT: **Authorize the Memorandum of Understanding between the City of Beaumont and Police Management Unit**

Background and Analysis:

The current Memorandum of Understanding (MOU) between the City of Beaumont and the Police Management Unit (Unit) expired December 31, 2019. In October, the two parties began to meet and confer on terms and conditions for the new MOU.

On January 10, 2020, the City and the Unit reached a tentative agreement with changes in the following areas:

- 2.5% Cost of living adjustment effective upon signing,
- 2.5% Cost of living adjustment January 2021,
- Increase cafeteria plan from \$1,500.00 to \$1,675.00 monthly, and
- Increase vacation and sick cash out from 40 to 80 hours annually.

Fiscal Impact:

The proposed terms included in the attached MOU are in line with the FY 2020 budget.

Recommended Action:

City Council approval of the Memorandum of Understanding between the City of Beaumont and Police Management Unit and authorize the City Manager to execute.

Attachments:

- A. Memorandum of Understanding between the City of Beaumont and Police Management Unit.

MEMORANDUM OF UNDERSTANDING
BETWEEN
CITY OF BEAUMONT
AND
POLICE MANAGEMENT UNIT

Effective January 1, 2020 through December 31, 2021

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MEMORANDUM OF UNDERSTANDING
BETWEEN
CITY OF BEAUMONT
AND
POLICE MANAGEMENT UNIT

THIS MEMORANDUM OF UNDERSTANDING (“Agreement”) is entered into between the City of Beaumont (“CITY”), a Municipal Corporation, and the Beaumont Police Management Unit (“POLICE MANAGEMENT UNIT”), relative to wages, hours and other terms and conditions of employment for the classifications listed in Article IV, section A. This Agreement shall become effective January 1, 2020 and remain in full force and effect until December 31, 2021.

ARTICLE I: EMPLOYEE HANDBOOK

It is understood and agreed that there is an Employee Handbook (also referred to as the Personnel Manual) and an Employer-Employee Relations Resolution (Resolution No. 1978-16), which are incorporated in this Agreement by reference unless hereafter modified by mutual agreement. The provisions of this Agreement prevail when there is an inconsistency between this Agreement and the Employee Handbook. All previous Memoranda of Understanding and Agreements, whether written or verbal, are superseded by this Agreement.

ARTICLE II: MANAGEMENT RIGHTS

The members of the POLICE MANAGEMENT UNIT (referred to as employees or members herein) recognize and agree that the CITY and its representatives have the exclusive responsibility and authority for managing and directing all operations and activities of the CITY, including, but not limited to, the exclusive right to determine the composition of its constituent departments, commissions and boards, the processes and the material to be employed: to subcontract any work or operation; to expand or diminish services; the procedures and standards of selection for employment and promotion; determine classification, direct its employees; take disciplinary action (for just cause following any probation period); relieve its employees from duty because of lack of work or for other legitimate reasons; maintain the efficiency of governmental operations; determine the methods, means and personnel by which governmental operations are to be conducted and to assign work to employees, make reasonable assignments outside normal job classifications when mandated by reduction of personnel, to establish and change work schedules and assignments, to determine the days and hours when the employees shall work; take all necessary actions to carry out its mission in emergencies; and exercise complete control and discretion over its organization and the technology of performing its work.

ARTICLE III: NON-DISCRIMINATION CLAUSE

The provisions of this Agreement shall apply to all persons covered by this Agreement without discrimination on account of race, religion (including religious dress and grooming practices), color, sex (including pregnancy, childbirth, breastfeeding and/or related medical conditions),

sexual orientation, national origin (including language use restrictions), ancestry, citizenship status, uniformed service member or veteran status, marital status, age, medical condition (genetic characteristics, cancer related), physical or mental disability (including HIV and AIDS), gender, gender identity, or gender expression, nor will there be any discrimination with respect to hiring, retention or any conditions of employment because of membership or activities on the POLICE MANAGEMENT UNIT.

The POLICE MANAGEMENT UNIT will accept into membership all eligible persons of the bargaining unit without regard to any protected class under federal, state or local law.

ARTICLE IV: POLICE MANAGEMENT UNIT SPECIFIC BENEFITS

- A. RECOGNITION:** The CITY hereby recognizes the POLICE MANAGEMENT UNIT as the only authorized representative of present and future employees in the Deputy Chief of Police and Police Lieutenant classifications covered by this Agreement. Provided, however, that this provision shall not preclude employees from exercising his/her rights as may be provided by the Meyers-Milias-Brown Act, or the Employee-Employer Relations Resolution of the CITY. This Agreement does not cover the Beaumont Police Officers Association, Managers/Profession Technical, SEIU Local 721, or any other classification of employees.
- B. SAFETY EQUIPMENT:** The CITY will provide for their use all safety equipment, including duty weapons, to each authorized employee.
- C. DUTY WEAPONS:** The CITY shall furnish a duty weapon to each authorized employee. If an employee elects to carry a different duty weapon, the employee shall provide the weapon at his/her own cost. Duty weapons shall be restricted to the following calibers: 40, 45, or 9mm. Duty weapons shall be approved by the Range Staff and the Chief of Police. The employee shall qualify with the weapon before it can be carried on duty. The CITY shall provide all duty-ammunition for duty weapons.
- D. 1959 SURVIVOR’S BENEFIT PROGRAM:** The CITY agrees to pay the CITY and Employee portion of the 1959 Survivor’s Benefit Program (4th Level), not to exceed \$150.00 per year.
- E. UNIFORM ALLOWANCE:** The uniform allowance for members of the unit is \$100.00 per month. It is the employee’s responsibility to maintain all uniforms.
- F. PROFESSIONAL DEVELOPMENT:** The CITY hereby agrees to budget and to pay the dues, subscription, travel and subsistence expenses for professional and official travel, meetings, and occasions adequate to continue the professional development and to adequately pursue necessary official and other functions for the CITY, including but not limited to the California Peace Officers Association, the FBI National Academy Associates, local service clubs and such other national, regional, state, and local government groups and committees thereof on which a Manager serves as a member, as may be approved by the City Manager. The CITY also agrees to budget and to pay for the travel and subsistence expenses of members for short courses and institutes and

seminars that are necessary for his/her professional development, which are not POST reimbursed courses, as may be approved by the City Manager.

- G. CITY VEHICLE:** The CITY shall provide a CITY-owned take home vehicle for use by a member who is assigned to provide 24-hour response to emergency incidents. The CITY shall provide fuel, maintenance, and automobile insurance. A take home vehicle is to be used only for official CITY business unless approved, in writing, for incidental use by the City Manager.

In order to be eligible for a take home vehicle, a member must be able to respond promptly to the designated location and arrive within a reasonable period of time after being notified to respond. Reasonable response time shall be the time required to get ready and then drive at normal speeds to the designated duty location (including the need to first stop at the station if necessary). Employees subject to this provision must be able to arrive at the designated location within one (1) hour of notification.

Use of the vehicle is conditioned upon the following:

- Vehicle and equipment shall be secured at all times.
- Vehicle shall be either garaged or stored off-street.
- Any weapons in the vehicle shall be secured in a locked compartment or vault.
- Vehicle shall only be operated by the authorized employee.
- Employees shall adhere to all Beaumont Police Department and CITY policies and procedures relating to vehicle operations.
- Operating the vehicle for incidental use shall not be considered time-worked, unless driving to or from an official job-related function.
- Vehicle shall not be operated outside a 100-mile radius of the CITY's civic center without prior approval of the City Manager.
- Vehicle shall be left at the police facility while employee is on leave for one or more weeks and the vehicle will be left unattended.

- H. CELL PHONE:** With City Manager approval, the CITY shall provide a cell phone for use by a member who is subject to 24-hour call back.

- I. EDUCATIONAL INCENTIVE:** Each employee shall receive a salary increase, as indicated, if they obtain the following:

- Management P.O.S.T. Certificate an additional 2.5%.

ARTICLE V: SALARY AND BENEFITS

- A. UNIFORM COMPENSATION PLAN:** The CITY agrees to maintain a Uniform Compensation Plan, and shall place employees within monthly salary ranges, or the equivalent hourly rate if the employee is permanent part-time.
- B. COST OF LIVING ADJUSTMENT (“COLA”):**
 - 1. Effective the first pay period on or after this Agreement is signed, the CITY agrees to provide a two-and-one-half percent (2.5%) cost of living salary increase to all classifications in this UNIT.
 - 2. Effective the first pay period on or after January 1, 2021, the CITY agrees to provide a two-and-one-half percent (2.5%) cost of living salary increase to all classifications in this UNIT
- C. SALARY STEP INCREASE:** Each employee may (until reaching the maximum step for a salary range), on his/her anniversary date, be eligible for a salary step increase within the approved salary range. The CITY retains the right to approve or deny any salary step increase, for reasonable cause, after formal evaluation of said employee, which shall occur every year on or about the employee’s anniversary date.
- D. RATE OF PAY HIGHER THAN STARTING:** When an employee is hired to fill a specific position within the CITY, and his/her qualifications and/or experience justifies a rate of pay higher than the posted starting pay, the City Manager may at his/her sole discretion approve a starting pay anywhere within the salary range for that position. The City Manager may also at his/her discretion offer credit for previous experience in another governmental agency for the purpose of vacation accrual calculations.
- E. SAFETY POLICE EMPLOYEES RETIREMENT SYSTEM (PERS):**

1. CalPERS Definitions:

The CITY provides employees with retirement benefits through the California Public Employees Retirement System (CalPERS). Such benefits are subject to applicable law and regulations, including but not limited to the Public Employees’ Retirement Law (PERL), the Public Employees’ Pension Reform Act (PEPRA) of 2013, and CalPERS. For the purpose of retirement benefits, employees are defined as either a “classic” or “new” member of CalPERS as follows:

- a) “Classic” Member: Any employee - excluding transit employees* - hired by the CITY prior to January 1, 2013; or any employee previously employed by a CalPERS participating public agency, hired by that agency prior to January 1, 2013, and who becomes employed by the CITY with less than a six (6) month break in service; or any transit employee hired by

the CITY prior to December 29, 2014; or any employee, regardless of hire date, who is eligible for reciprocity with another California public retirement system.

- b) “New” Member: Any employee - excluding transit employees* - hired by the CITY or any other CalPERS participating public agency, on or after January 1, 2013; or any employee previously employed by a CalPERS participating public agency who becomes employed by the CITY after a break in service of greater than six (6) months; or any transit employee hired by the CITY on or after December 30, 2014; or any employee, regardless of hire date, who is ineligible for reciprocity with another California public retirement system.

* See CalPERS Circular Letter No: 200-006-15 issued on February 25, 2015 regarding PEPRA and transit employees.

2. Retirement Formulas and Calculations:

Retirement formulas and calculations are based upon a combination of the employee’s age, years of service, and annual pensionable compensation.

- a) “Classic” Members: “3% at 50” and single highest year.
- b) “New” Members: “2.7% at 57” and three-year average. Pensionable compensation cap on annual salary used to calculate final compensation.

3. Rates of Contributions:

- a) “Classic” Members: Effective June 1, 2018, the CITY shall pay one hundred percent (100%) of the employer’s obligation. The employee shall pay one hundred percent (100%) of the employee contribution, currently nine percent (9%) for public safety employees.
- b) “New” Members: The CITY and employee will participate in equal sharing of normal costs, with the employee paying fifty percent (50%) of normal costs.

4. Eligibility for Part-Time Employees:

Pursuant to CalPERS regulations, part-time employees shall become eligible for CalPERS retirement membership on the first day of the pay period in which the employees complete one thousand (1,000) hours of service during any fiscal year (July 1 through June 30). A part-time employee is defined by CalPERS, as an employee who works less than forty (40) hours per week for a majority of the weeks in a year.

5. CalPERS Service Credit for Vested Sick Leave:

In accordance with the provisions set forth in Article VII, section K, the CITY agrees to a service credit of unused sick leave for CalPERS retirement when an employee retires from CITY employment.

F. ASSIGNMENT TO A HIGHER JOB CLASSIFICATION: When an employee is assigned to a higher job classification for more than ninety (90) consecutive days, he/she shall receive an additional five (5%) percent differential pay, retroactive to the first day of service in the higher classification. Such assignments shall not exceed six (6) consecutive months in length without mutual agreement of the City Manager and the appropriate unit representative or individual.

G. CAFETERIA PLAN: THE CITY SHALL CONTRIBUTE ONE-THOUSAND SIX HUNDRED SEVENTY FIVE DOLLARS (\$1,675) PER MONTH TO EACH UNIT MEMBER FOR THE CAFETERIA BENEFIT PLAN DETAILED IN THIS SECTION.

1. Said contribution shall be used to provide for health insurance for the employee. The employee shall be covered by health insurance with a CITY approved health plan unless the employee provides proof to the CITY the employee is covered by another acceptable health plan as determined by the CITY's Human Resource Department.
2. The balance may be used for any of the following or any combination thereof:
 - a) Health Insurance for employee's spouse and/or dependents;
 - b) Dental Insurance for employee's, spouse and/or dependents;
 - c) Eye care plan for employee, spouse and/or dependents.
3. There is no cash-back of the remaining contributions amount, if any, to the employee after payment of the selected premiums(s). The employee shall be responsible for the remaining payments(s) through payroll deduction, of any premiums selected which are in excess of the monthly contribution amount.
4. If an employee elects to not participate in the Cafeteria Plan and can shows adequate proof of an approved health plan, the employee shall have the option to have an amount equal to the most current Kaiser employee only (single) monthly premium rate [as of January 1, 2020 the single rate is \$598.31] paid to the employee or deposited by the CITY into the employee's Deferred Compensation Plan each month. If taken as cash payment, the amount is not to be considered as pensionable compensation for the purposes of CalPERS. Such alternative health plan coverage must be verified initially and thereafter on an annual basis through presentation of a valid medical insurance card, or other reasonable means of verification as approved by the City Manager. Alternative health plan coverage must be maintained until the next available CITY open enrollment period.

H. SICKLEAVE:

1. Sick leave shall accrue at the rate of 3.69 hours per bi-weekly pay period for full-time employees.
2. The CITY agrees to a one thousand (1,000) hour sick leave accumulation cap. Employees will not accrue sick leave once they have reached the cap.
3. The CITY agrees to a service credit of unused sick leave for PERS retirement when an employee retires from CITY employment. If an employee leaves the CITY with at least seven (7) years of service, the employee may elect to receive a lump sum payment of the value of the unused sick leave. If the employee leaves the CITY prior to completing seven (7) years of service, then the employee is eligible for sick leave cash out using the following guidelines. This payment will be determined by a graduating scale that increases by fifteen percent (15%) per year for each year completed, through the first six (6) years of service ninety percent (90%) and an additional ten percent (10%) after completion of the seventh (7th) year of service (100%). All sick leave vesting levels shall begin after the completion of probation and the second (2nd) year of service thirty percent (30%). A year of service will be considered completed when the employee reaches the anniversary date of their initial employment.

See scale provided below:

Year Completed	1 st	2 nd	3 rd	4 th	5 th	6 th	7 th
% Vested	0%	30%	45%	60%	75%	90%	100%

Accumulated sick leave hours will be paid out at the time of separation from service at the employee's hourly rate at the time of separation.

4. Employees who are laid off as a result of a reduction in force shall receive, at the option of the employee, either a lump sum payment equal to one hundred percent (100%) of accrued sick leave or the one hundred percent (100%) service credit towards retirement if the employee chooses to retire immediately following layoff.
5. All employees can use accrued paid sick leave for the purposes set forth in Labor Code section 246.5(a).
6. Accrued paid sick leave shall carry over to the following year, but no additional paid sick pay will accrue until the employee's accrued paid sick leave falls below the one thousand (1,000) hour cap.
7. The CITY will provide all employees with a written notice of the amount of paid sick leave available. The notice will be provided on the designated pay date with the employee's payment of wages. Sick pay will be paid at employee's hourly rate

of pay when the sick leave is taken. Sick pay will be paid by the payday for the next regular payroll period after the sick leave is taken.

8. Employees can use accrued paid sick leave upon a written or oral request. If the need to use paid sick leave is foreseeable, the employee must give reasonable advance notice. If the need to use paid sick leave is unforeseeable, notice must be given as soon as practicable.
 9. On July 1st of every year, part-time, seasonal temporary employees will be credited 3 days (24 hours) or 3 times their normal shift of sick leave. It shall not be carried over but is available for cash out upon termination.
 10. Accumulated sick leave hours can be paid at the time of separation from service at the employee's hourly rate at the time of separation or the CITY agrees to a service credit of unused sick leave for CalPERS retirement when an employee retires from CITY employment.
 11. An employee may request payment of up to eight (80) hours banked sick leave, to be paid by separate check, per calendar year. The employee is eligible to make the request for banked sick leave provided that the employee is fully vested (7 years) and has a minimum of 160 sick leave hours in the sick leave bank. Requests for cash payment pursuant to this section may be submitted to the Human Resources department quarterly. Such requests must be submitted by March 1, June 1, September 1 or December 1 to be paid on the first full pay period in March, June, September or December.
- I. LIFE INSURANCE:** The CITY agrees to provide group term life insurance up to fifty thousand dollars (\$50,000) for each employee.
- J. SHORT-TERM DISABILITY INSURANCE:** The CITY agrees to maintain the short-term disability coverage at the levels in effect on January 1, 2014 for full-time employees.
- K. BILINGUAL PAY:** Employees who have been certified using a CITY designated language proficiency test as being fluent speaking or interpreting (not reading or writing) in sign language or other secondary languages shall receive one dollar and fifty cents (\$1.50) per hour premium pay, if the need for fluency is necessary in the current job and approved by the Administrative Director and City Manager. Each certified employee may be required to be recertified as a condition of continued receipt of premium pay. Authorization and continuation of premium pay will be at the sole discretion of the City Manager.
- L. DIRECT DEPOSIT:** As a general rule, all employees shall be paid by direct deposit of their payroll check into an account of their choice at a financial institution.
- M. WELLNESS PROGRAM:** An employee who voluntarily joins a health or fitness club, purchases pre-approved exercise equipment, visits a chiropractor shall be eligible for reimbursement of the fee up to but not exceeding fifty dollars (\$50) for each full month the employee has been employed. It will be the responsibility of the employee to submit requests for reimbursement

to the Human Resources department in order to receive reimbursement. The CITY shall pay this reimbursement bi-annually under the CITY reimbursement policy. Each participating employee is solely liable and responsible for any and all personal injuries, and shall fully indemnify the CITY. The CITY assumes no liability for injury or compensation for employee participation in this program, nor is this a mandated program or a job requirement.

- N. **ADMINISTRATIVE/PERSONAL LEAVE:** The Deputy Chief classification shall be allocated a maximum of forty (40) hours of administrative/personal leave on July 1st of each CITY fiscal year. The maximum amount of administrative/personal leave that the Deputy Chief may accrue at any given time may not exceed eighty (80) hours total. The Deputy Chief may request payment of up to forty (40) hours banked administrative leave pay, to be paid by separate check, per calendar year. Requests for payment of banked leave pay should be submitted in accordance with the procedure stated in section V.H.11 above.

ARTICLE VI: HOURS AND WORKING CONDITIONS

- A. **HOLIDAY ACCRUAL:** The CITY allocates fourteen (14) eight-hour days per year accrued at 4.31 hours per pay period (one hundred twelve (112) hours per year). Holiday time may be taken as time off if the Department Head or City Manager can properly schedule the time off. Scheduled time off does not need to occur on actual holidays.

An employee may request payment of banked holiday pay, to be paid by separate check. Requests for cash payment pursuant to this section shall be submitted to the Human Resources department bi-annually. Such requests must be submitted quarterly by March 1st, June 1st, September 1st, or December 1st to be paid on the first full pay period after. An employee may maintain a maximum of two hundred twenty-four hours (224) of banked holiday pay. Any excess holiday hours, above the maximum accrual, as of December 31st of any year, will be paid to employees in January of the next year using the rate of pay in effect prior to any Memorandum of Understanding increase in January.

Those employees assigned to a flex schedule will deduct the scheduled hours from their holiday accrual leave bank (E.g. An employee that is normally scheduled to work a ⁴/₁₀ will deduct 10 hours holiday accrual from their leave bank on a holiday off).

A holiday shall cover a twenty-four (24)-hour period beginning at 12:00 a.m. and ending at 11:59 p.m.

- B. **VACATION ACCRUAL:** Vacation time shall be accrued on the following basis and shall be credited for subsequent use each pay period.

Hire date - Three (3) years	two (2) weeks per year	3.077 hours per pay period
Three (3) years 1 day - Seven (7) years	three (3) weeks per year	4.615 hours per pay period
Seven (7) years 1 day - Nineteen (19) years	four (4) weeks per year	6.153 hours per pay period

Nineteen (19) years 1 day	five (5) weeks per year	7.692 hours per pay period
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Total vacation accrual for any employee shall not exceed the equivalent of two (2) years' accrual at the current accrual rate for that employee. Employees will no longer accrue vacation hours once they have reached the cap.

An employee may request payment of up to eighty (80) hours banked vacation pay, to be paid by separate check, per calendar year. Such requests must be submitted quarterly by March 1st, June 1st, September 1st, or December 1st to be paid on the first full pay period after.

C. PROMOTION PROBATIONARY PURPOSES: During the probationary in paid status following a promotion or transfer, a regular employee who held permanent status at the time of the promotion or transfer shall, upon the employee's request, be returned to a position in the previously held classification in the former employing department if a vacancy exists. If the return involves a change in classification, the salary step shall be the same step that the employee held or would have received immediately prior to the promotion or transfer. Computation of the probationary period in a paid status does not include overtime, stand-by, on-call or military leave of absence.

D. BIDDING FOR OPEN POSITIONS: In the event any position becomes open, it will be the responsibility of the Human Resources Department to notify permanent full-time and permanent part-time CITY employees of the opening prior to outside recruitment. Such responsibility shall include posting of a notice in a conspicuous place within each regular work location for a period of ten (10) working days prior to outside recruitment. This notice will include the rate of pay ranges, hours to be worked, and any special requirements and conditions. An eligible and qualified employee interested in an open position shall submit an application and supporting documentation within ten (10) working days of the announcement's posting to be considered for the position prior to outside recruitment. If an eligible and qualified represented employee is selected to fill an open position, the employee will maintain his/her seniority, but will be required to accept the salary step range applicable to the job. Placement of an individual on a step higher than starting pay will be at the discretion of the department administrator of the job applied for and the City Manager. Seniority within the CITY will prevail over similar qualifications. If an individual believes that he/she was unfairly evaluated for the position bid for, he/she may utilize the formal grievance procedure.

Employees shall meet all requirements, qualifications and training, and pass any and all examinations that may be required for such position before being appointed.

E. HOURS: The POLICE MANAGEMENT UNIT's official workweek shall be Friday from 6 a.m. to Friday at 6 a.m.

ARTICLE VII: PERSONNEL RULES AND REGULATIONS

Representatives from the CITY and the POLICE MANAGEMENT UNIT will meet for the purpose of possible modification of the Employee Handbook and to convert it into a Personnel Rules and Regulations format.

ARTICLE VIII: JOB DESCRIPTIONS

Representatives from the CITY and each bargaining unit will meet for the purpose of possible modifications and revisions of employee job descriptions into a standardized and consistent format.

ARTICLE IX: SAVINGS CLAUSE

Should any provision of this Agreement, or any application thereof, be made unlawful by virtue of any Federal, State or local law and/or regulation, including judicial decisions, such provision shall be effective and implemented only to the extent permitted by such laws, regulations and decisions. In all other respects the provisions of this Agreement shall continue in full force and effect for the term thereof.

ARTICLE X: SKELLY PROCEDURE

- A. STANDARDS OF CONDUCT:** It is expected that all CITY employees shall render the best possible service and reflect credit on the CITY, and therefore high standards of conduct are essential.
- B. IMPROPER EMPLOYEE CONDUCT:** Improper conduct may be cause for disciplinary action up to and including termination of employment. The term “improper conduct” means not only any improper action by an employee in the employee’s official capacity, but also conduct by an employee not connected with the employee’s official duties that affects the employee’s ability to perform official duties, and any improper use of the position as an employee for personal advantage. In addition, improper conduct includes, but is not limited to, the following.
 - 1. Tardiness.
 - 2. Failure to observe precautions for personal safety, posted rules, signs, safety instructions, or to use protective clothing or equipment.
 - 3. Careless workmanship resulting in waste of materials.
 - 4. Unsatisfactory work performance.
 - 5. Abuse of sick leave privileges, e.g., failure to present adequate documentation of illness when required by the City Manager or respective department head, use of sick leave for unauthorized purposes.
 - 6. Failure or delay in carrying out orders, work assignments, or instructions of superiors; inattention to, or dereliction of duty, including loafing or wasting time.
 - 7. Acceptance of gifts from parties doing business with the CITY.

8. Unauthorized sleeping while on duty.
9. Disorderly conduct: fighting, threatening, attempting to inflict bodily injury on another; engaging in dangerous horseplay.
10. Being on duty under the influence of a chemical or intoxicant or reporting for duty while so influenced.
11. Chemical or alcohol abuse affecting work performance.
12. Loss or destruction of CITY property or the property of others, through carelessness.
13. Political activity in violation of the law.
14. Unexcused absence from duty.
15. Reckless driving on CITY premises or reckless operation of CITY vehicle.
16. Gambling or promotion of gambling on CITY premises while on duty.
17. Endangering the safety of or causing injury to any employee, including him or herself.
18. Unauthorized disclosure of confidential information as defined by law or by written directive of the CITY or respective department.
19. Treating any city official, officer or employee, or any member of the public, in a disrespectful, rude, insulting, abusive or demeaning manner while in the performance of duties, or related thereto.
20. Unauthorized use of CITY vehicles or equipment.
21. Covering up or attempting to conceal defective work, removing or destroying same without permission.
22. Knowingly making a falsification, misstatement or concealment of material fact in connection with employment, promotion, any record, investigation, or other proper proceeding.
23. Making false or unfounded statements which are derogatory, slanderous or defamatory about other employees or officials.
24. Willful damage to CITY property or to the property of others.
25. Making a false confession.
26. Any on-duty violation of federal, state or local laws or any off-duty violation of law which might bring discredit to the CITY.

- 27. Failure to adhere to this adopted Memorandum of Understanding or to other CITY or departmental rules, policies or procedures.
- 28. Sexual harassment or other unlawful discrimination.
- 29. Willful violation of CITY or Departmental policies and procedures regarding media contact.

C. DISCIPLINARY PROCESS: The purpose of disciplinary action is to correct deficiencies in employee performance, to seek improvement to meet appropriate standards, and/or to correct for violation of CITY policies. The CITY will verbally counsel an employee when circumstances warrant it, prior to taking any formal disciplinary action. This gives the supervisor an opportunity to communicate in a non-disciplinary fashion that a problem is perceived and that the supervisor is available to help solve it.

Discipline may be initiated for various reasons, including, but not limited to, violations of CITY work rules, insubordination or poor job performance. The severity of the action depends on the nature of the offense and an employee’s record, and may range from verbal counseling to dismissal.

The disciplinary process outlined below has been established to provide general guidelines for a fair method for disciplining employees. Disciplinary actions imposed under this article shall be in accordance with sections 3300-3311 of the California Government Code.

1. Normal Progressive Discipline Sequence:

- a) Verbal Reprimand: To communicate to the employee that a repeat action may result in more serious disciplinary action. (Not appealable)
- b) Written Reprimand: A written communication to the employee that the same or related offense has been committed. A copy of this warning is given to the employee and one copy is filed in the employee’s personnel file. Written reprimands may be appealed to the Chief of Police within five (5) calendar days. The decision of the Chief of Police shall be final. In addition, the employee may submit a written response within thirty (30) calendar days. The employee’s response will be attached to the written reprimand.
- c) Suspension: Temporary removal of an employee from his/her duties without pay for misconduct.
- d) Demotion: This step involves either the reduction in pay step or reduction in class.
- e) Dismissal: The final step in the disciplinary process.

2. Disciplinary Procedure: Although one or more of these steps may be taken in connection with a particular employee, no formal order or system is necessary. The CITY reserves the right to deviate from this sequence when it feels that circumstances are so severe that such a deviation is warranted. The Chief of Police or designee is vested with the authority to determine the appropriate course of action.

Further steps in the discipline involving suspension, demotion or dismissal should not be taken without consulting the department head and the Human Resources Director.

- a) Suspension, Demotion, Dismissal. Subject to the Hearings and Appeals Procedures specified in section D below, the CITY may:

Impose a suspension without pay upon an employee when, in his/her judgment, such action will best serve the interests of the CITY. Such suspension shall, however, not exceed a period of thirty (30) working days except that if the suspension is imposed because of an employee's trial by a court of law, the suspension may extend to such time as that court has rendered its decision.

- b) Suspension without Pay. Suspensions shall occur only after the notice procedures specified in section D.1 and shall be subject to appeal in accordance with section D.2.
- c) Demote a regular employee to a position in a lower class with an appropriate reduction in pay or a reduction in pay step, for reasons including, but not limited to, unsatisfactory performance.
- d) Dismiss for cause any regular employee.

D. HEARINGS, APPEALS AND GRIEVANCES: Only discipline involving suspension, demotion or dismissal is subject to an appeal as outlined below.

1. Pre-Discipline Meeting Procedures: Prior to undertaking the personnel actions set forth in Article XII, the department head or designee shall first provide the employee with a written specification of reasons for the proposed action and all documents relied on to support the action being taken. The statement shall either be delivered personally to the employee or sent by Certified Mail, Return Receipt Requested, and shall notify the employee of his/her right to request a meeting with the department head. The employee may, accordingly, request a meeting to determine if there is cause for the proposed personnel action. A request for a meeting must be in writing and must be delivered to the department head on or before five (5) working days after the employee's receipt of notice of intended action.

Upon receipt of the Request for Meeting, the department head shall notify the employee of the time and place for a meeting to be held not later than ten (10)

working days after receipt of the request therefore. The employee shall be entitled to be present at such meeting together with an attorney and/or designated representative. The meeting is to be conducted by the department head or designee and shall provide the employee with the opportunity to refute, explain, or otherwise address the proposed statement of charges. All decisions of the department head or designee shall be rendered within ten (10) working days after conclusion of the meeting, and shall be final unless timely appealed by the employee as provided in section D.2.

2. Appeals Procedures: Any regular employee subjected to any disciplinary action set forth herein (suspension, demotion or dismissal) may appeal any decision of the department head or designee by filing a written Notice of Appeal with the City Manager or designee within five (5) working days after his/her receipt of the decision. The employee's appeal shall be heard by an impartial hearing officer selected in a manner mutually agreeable to the City Manager and the employee; if no agreement is reached the hearing officer shall be selected from a list of advisory mediators from a list provided by the State Mediation and Conciliation Service (SCMS) – Public Employment Relations Board (PERB).
 - a) Representation: The employee may be represented by his/her Association/Union representative, any other regular employee of the CITY, or his/her attorney.
 - b) Hearing: The hearing officer shall issue subpoenas to compel the attendance of witnesses, if he/she deems such to be necessary at the request of either party. The hearing may be recorded by a certified shorthand reporter.
 - c) Evidence: Oral evidence shall be taken only on oath or affirmation. Each party shall have the right to call and examine witnesses, to introduce exhibits, to cross-examine opposing witnesses on any matter relevant to the issue even though the matter was not covered in the direct examination, to impeach any witness regardless of which party first called him/her to testify, and to rebut the evidence against him/her.

3. Binding Arbitration: Permanent employees who receive a long-term suspension or are demoted or terminated may, after the hearing, appeal the discipline by submitting it to binding arbitration. Arbitration shall be conducted as follows: If the parties cannot mutually choose an arbitrator, the parties will request a list of five (5) arbitrators, preferably arbitrators with experience in police and fire discipline matters, from the State Mediation and Conciliation Service (SMCS) - Public Employment Relations Board (PERB). The parties will flip a coin. The winner shall choose the first name and so on until one name is left who shall be the arbitrator. The arbitrator must decide each and every dispute in accordance with the laws of the State of California, and all other applicable laws. Limited discovery may be conducted in the arbitration proceeding as approved by the arbitrator. Unless the employee and the city stipulate to the contrary, prior to the appointment of the arbitrator, all disputes shall first be submitted to non-binding mediation, conducted by a neutral mediator. The parties shall split the cost of

all fees charged for such mediation and arbitration proceedings. The arbitrator's decision is final and binding.

ARTICLE XI: GRIEVANCE PROCEDURE-NON-SKELLY

- A. **PURPOSE:** A grievance is a complaint by an employee or the employee's organization that the employee has been adversely affected due to a misinterpretation or misapplication of this Memorandum of Understanding. Disciplinary actions are subject only to the provisions of Article XII, and are not subject to the procedures of this Article.
- B. **TIME LIMIT FOR PURSUING GRIEVANCES:** To ensure timely resolution of grievances, a grievance shall be pursued within 10 business days after the employee became aware of the grievance, or reasonably should have been aware of it. All other grievances shall be deemed untimely and may be rejected unless the city manager, in his/her sole discretion, determines that there is good cause for the late filing of a grievance.
- C. **GRIEVANCE PROCEDURE:** There are four steps to the grievance procedure:

Step 1: Informal Discussion with Immediate Supervisor: Employee(s) shall first take their grievance up informally with his/her immediate supervisor. If the grievance is not resolved by informal discussion, the employee(s) may formally submit, in writing, the grievance to his/her immediate supervisor. The employee(s) shall briefly describe the grievance and, when possible, a suggested solution. The immediate supervisor shall forward the grievance within two working days to the department head. If the immediate supervisor is the subject of the grievance, skip to Step 2.

Step 2: Department Head: The department head shall meet with the employee(s) within three working days after receiving the written grievance and shall deliver his/her answer in writing to the employee(s) within two working days thereafter. The employee(s) shall have the right to present the grievance to the department head with or without a representative.

Step 3: Human Resources Director or Assistant City Manager: If the grievance is not resolved in step 2, the employee(s) may submit it in writing to the Human Resources Director (or Assistant City Manager) within three working days after the department head's answer is received by the employee(s). The Human Resources Director (or Assistant City Manager) shall meet with the employee(s) within three working days after having received the written grievance and shall deliver his/her response to them in writing within three working days after such meeting.

Step 4: City Manager: If The grievance is not resolved in step 3, the employee(s) may submit it in writing to the City Manager within three working days after the decision of the Human Resources Manager/Assistant City Manager is received. The City Manager shall meet with the employee(s) within five working days after having received the grievance and shall deliver his or her response in writing within five working days after such meeting, or subsequent meeting(s), if any. The decision of the City Manager shall be binding and conclusive on all parties.

ARTICLE XII: NEGOTIATING

For purposes of renegotiating the Agreement, either party may submit a written request to the other party to renegotiate this Agreement **no earlier than July 1 and no later than September 30** prior to the scheduled date of expiration of the Agreement. **No later than the last day of September**, both parties shall meet and exchange their respective written proposals. Any terms of the Agreement that are not addressed or changed in either of the initial, exchanged proposals of the parties, whether they are mandatory subjects of bargaining, shall be automatically deemed a part of the contract being negotiated by the parties consistent with the Employer-Employee Relations Resolution, unless the parties mutually agree otherwise.

The parties shall meet and confer in good faith in an endeavor to reach agreement prior to the adoption of the CITY's final budget for the ensuing fiscal year. As set forth in the Employer-Employee Relations Resolution, good faith shall consist of, among other things, the meeting of the parties at reasonable times and places, the exchange of information, the exchange of proposals and counter proposals; however, it shall not require the granting of a concession, nor the incorporation of permissive items into the final agreement. In the event that an agreement is reached, the parties shall reduce the matter to writing in the form of a Memorandum of Understanding, which shall not be binding, and shall submit the matter for consideration before the City Council during a public meeting.

ARTICLE XIII: COMPLETE AGREEMENT CLAUSE

This written Agreement is the complete Agreement negotiated between the parties. Nothing excluded from this Agreement is agreed to unless it is put in writing, signed by all parties and attached to the Agreement as an amendment hereto.

ARTICLE XIV: WAGE REOPENER

During the term of this Agreement, in the event that CITY determines that layoffs will be implemented during the term of this Agreement, both parties agree that upon written notice from CITY, this Agreement shall reopen on the subject of wages only, and the parties shall meet and confer over wages.

SIGNATURE PAGE TO
MEMORANDUM OF UNDERSTANDING
BETWEEN
CITY OF BEAUMONT
AND
POLICE MANAGEMENT UNIT

Effective January 1, 2020 through December 31, 2021

For the CITY OF BEAUMONT

City Manager

Date

For the POLICE MANAGEMENT UNIT

Date

Date

Date

Date



Staff Report

TO: Mayor, and City Council Members
FROM: Kari Mendoza, Administrative Services Director
DATE: January 21, 2020
SUBJECT: Authorize the Memorandum of Understanding between the City of Beaumont and Managers/Professional/Technical Unit

Background and Analysis:

The current Memorandum of Understanding (MOU) between the City of Beaumont and the Managers/Professional/Technical Unit (Unit) expired December 31, 2019. In October, the two parties began to meet and confer on terms and conditions for the new MOU.

On January 10, 2020, the City and the Unit reached a tentative agreement with changes in the following areas:

- 2.5% Cost of living adjustment effective upon signing,
- 2.5% Cost of living adjustment January 2021,
- Increase cafeteria plan from \$1,500.00 to \$1,675.00 monthly, and
- Increase vacation and sick cash out from 40 to 80 hours annually.

Fiscal Impact:

The proposed terms included in the attached MOU are in line with the Fiscal Year 2020 budget.

Recommended Action:

City Council approval of the Memorandum of Understanding between the City of Beaumont and Managers/Professional/Technical Unit and authorize the City Manager to execute.

Attachments:

- A. Memorandum of Understanding between the City of Beaumont and Managers/Professional/Technical Unit.

MEMORANDUM OF UNDERSTANDING
BETWEEN
CITY OF BEAUMONT
AND
MANAGERS/PROFESSIONAL/TECHNICAL
AS INDIVIDUALS

EFFECTIVE JANUARY 1, 2020 THROUGH DECEMBER 31, 2021

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**Memorandum of Understanding
Between
City of Beaumont
and
Managers/Professional/Technical as Individuals**

This Memorandum of Understanding (“Agreement”) is entered into between the City of Beaumont, a Municipal Corporation, (the “CITY”), and the Manager/Professional/Technical as Individuals (the “UNIT”), relative to wages, hours and other terms and conditions of employment. This Agreement shall become effective January 1, 2020 and remain in full force and effect until December 31, 2021.

The CITY recognizes the following classifications:

Administrative Services Manager	Principal Engineer
Assistant Director of Community Services	Public Works Manager
Budget Specialist	Senior Accountant
Building Grounds Maintenance Supervisor	Senior Planner
Chief Building Official	Solid Waste Recycling Manager
Chief Plant Operator	Special Projects / PIO
Community Services Manager	Street Maintenance Supervisor
Deputy City Clerk	Transit Operations Supervisor
Economic Development Manager	Wastewater Plant Supervisor
Executive Assistant	Vehicle Maintenance Supervisor
Information Services Manager	

ARTICLE I: ADOPTION OF HANDBOOK

It is understood and agreed that there is an Employees’ Handbook (also referred to as the Personnel Manual) and the Employer-Employee Relations Resolution (Resolution No. 1978-16), which are incorporated by reference unless hereafter modified by mutual agreement. The provisions of this Agreement prevail when there is an inconsistency between this Agreement and the Personnel Manual. All previous Memoranda of Understanding and agreements, whether written or verbal, are superseded by this Agreement.

ARTICLE II: MANAGEMENT RIGHTS

The UNIT members recognize and agree that the CITY and its representatives have the exclusive responsibility and authority for managing and directing all operations and activities of the CITY, including, but not limited to, the exclusive right to determine the composition of its constituent departments, commissions and boards, the processes and the material to be employed: to subcontract any work or operation; to expand or diminish services; the procedures and standards of selection for employment and promotion; determine classification, direct its employees; take disciplinary action (for just cause following any probation period); relieve its employees from duty because of lack of work or for other legitimate reasons; maintain the efficiency of governmental operations; determine the methods,

means and personnel by which governmental operations are to be conducted and to assign work to employees, make reasonable assignments outside normal job classifications when mandated by reduction of personnel, to establish and change work schedules and assignments, to determine the days and hours when the employees shall work; take all necessary actions to carry out its mission in emergencies; and exercise complete control and discretion over its organization and the technology of performing its work.

ARTICLE III: NON-DISCRIMINATION CLAUSE

The provisions of this Agreement shall apply to all persons covered by this Agreement without discrimination on account of race, religion (including religious dress and grooming practices), color, sex (including pregnancy, childbirth, breastfeeding and/or related medical conditions), sexual orientation, national origin (including language use restrictions), ancestry, citizenship status, uniformed service member or veteran status, marital status, age, medical condition (genetic characteristics, cancer related), physical or mental disability (including HIV and AIDS), gender, gender identity, or gender expression, nor will there be any discrimination with respect to hiring, retention or any conditions of employment because of membership or activities in the Managers/Professional/Technical as Individuals unit.

The Managers/Professional/Technical as Individuals unit will accept into membership all eligible persons of the bargaining unit without regard to any protected class under federal, state or local law.

The Harassment, Discrimination and Retaliation Prevention Policy of the CITY is incorporated herein by this reference.

ARTICLE IV: UNIT SPECIFIC BENEFITS

A. COLA:

- 1. Effective the first pay period on or after this Agreement is signed, the CITY agrees to provide a two-and-one-half percent (2.5%) cost of living salary increase to all classifications in this UNIT.
- 2. Effective the first pay period on or after January 1, 2021, the CITY agrees to provide a two-and-one-half percent (2.5%) cost of living salary increase to all classifications in this UNIT

B. PROFESSIONAL DEVELOPMENT: The CITY hereby agrees to budget and to pay the dues, subscription, travel and subsistence expenses for professional and official travel, meetings, and occasions adequate to continue the professional development and to adequately pursue necessary official and other functions for the CITY, local service clubs and such other national, regional, state, and local government groups and committees thereof on which a Manager serves as a member, as may be approved by the City Manager. The CITY also agrees to budget and to pay

for the travel and subsistence expenses of the Manager for short courses, institutes and seminars that are necessary for his/her professional development, which are not POST reimbursed courses, as may be approved by the City Manager.

- C. **CELL PHONE:** With City Manager approval, the CITY shall provide a cell phone for use by a Manager who is subject to 24-hour call back or a monthly cell phone allowance of \$100.
- D. **SAFETY BOOTS AND SHOES:** The CITY shall provide each eligible employee with an annual allowance of up to one hundred and fifty dollars (\$150.00) per calendar year for reimbursement of the purchase of safety boots and/or shoes. The type of acceptable footwear will be defined in the CITY’s Dress Code Policy. Employees in the following classification series, which require the wearing of durable, reinforced protective work boots or shoes for personal safety to help protect against the impact or punctures due to the nature of the job duties, are eligible:

Assistant Director of Community Services
 Building/Grounds Maintenance Supervisor
 Chief Building Official
 Chief Plant Operator
 Public Works Manager
 Street Maintenance Supervisor
 Transit Operations Supervisor
 Vehicle Maintenance Supervisor
 Wastewater Plant Supervisor

It will be the responsibility of the employee to submit receipts with his/her request for reimbursement to the Human Resources department in order to receive reimbursement. The CITY shall provide this reimbursement on a quarterly basis in January, April, July, and October for the preceding three (3) month period. In years of hire and separation, the amount will be prorated and overpayment to the employee will be refunded to the CITY by date of separation.

- E. **VEHICLE ALLOWANCE:** With City Manager approval, the CITY shall provide a vehicle for use by a member to travel during the course of employment or a monthly vehicle allowance the sum of Three Hundred Fifty Dollars (\$350.00) per month. The employee shall be responsible for paying for liability, property damage and comprehensive insurance coverage on employee’s personal vehicle and shall further be responsible for all expenses attendant to the purchase, operation, maintenance, repair and regular replacement of employee’s personal vehicle.

ARTICLE V: SALARY AND BENEFITS

- A. **UNIFORM COMPENSATION PLAN:** The CITY agrees to maintain a Uniform Compensation Plan and shall place employees within monthly salary ranges or the equivalent hourly rate if the employee is permanent part-time.

- B. SALARY STEP INCREASE:** Each employee may (until reaching the maximum step for a salary range), on his/her anniversary date, be eligible for a salary step increase within the approved salary range. The CITY retains the right to approve or deny any salary step increase, for reasonable cause, after formal evaluation of said employee, which shall occur every year on or about the employee's anniversary date.
- C. RATE OF PAY HIGHER THAN STARTING:** When an employee is hired to fill a specific position within the CITY, and his/her qualifications and/or experience justifies a rate of pay higher than the posted starting pay, the City Manager may at his/her sole discretion approve a starting pay anywhere within the salary range for that position. The City Manager may also at his/her discretion offer credit for previous experience in another agency for the purpose of vacation accrual calculations.
- D. PUBLIC EMPLOYEES RETIREMENT SYSTEM (PERS) ELIGIBILITY:** The CITY provides employees with retirement benefits through the California Public Employees Retirement System (CalPERS). Such benefits are subject to applicable law and regulations, including but not limited to the Public Employees' Retirement Law (PERL), the Public Employees' Pension Reform Act (PEPRA) of 2013, and CalPERS. For the purpose of retirement benefits, employees are defined as either a "classic" or "new" member of CalPERS as follows:

 - (a) "Classic" Member: Any employee - excluding transit employees* - hired by the City prior to January 1, 2013; or any employee previously employed by a CalPERS participating public agency, hired by that agency prior to January 1, 2013, and who becomes employed by the City with less than a six (6) month break in service; or any transit employee hired by the City prior to December 29, 2014; or any employee, regardless of hire date, who is eligible for reciprocity with another California public retirement system.
 - (b) "New" Member: Any employee - excluding transit employees* - hired by the City or any other CalPERS participating public agency, on or after January 1, 2013; or any employee previously employed by a CalPERS participating public agency who becomes employed by the City after a break in service of greater than six (6) months; or any transit employee hired by the City on or after December 30, 2014; or any employee, regardless of hire date, who is ineligible for reciprocity with another California public retirement system.

* See CalPERS Circular Letter No: 200-006-15 issued on February 25, 2015 regarding PEPRA and transit employees.

1. RETIREMENT FORMULAS AND CALCULATIONS

Retirement formulas and calculations are based upon a combination of the employee's age, years of service, and annual pensionable compensation.

- (a) "Classic" Members: "3% at 60" and single highest year. No cap on annual salary that can be used to calculate final compensation.

2. “New” Members: “2% at 62” and three year average. Pensionable compensation cap on annual salary used to calculate final compensation. RATES OF CONTRIBUTIONS

(a) “Classic” Members: Effective January 12, 2018 the CITY shall pay one hundred percent (100%) of the effective employer’s obligation, currently twelve and six nine eight percent (12.698%) for miscellaneous (non-public safety) employees.

(b) “Classic” Members: Effective January 12, 2018 the employee shall pay one hundred percent (100%) of the effective employee’s obligation, currently eight percent (8%) for miscellaneous (non-public safety) employees.

(c) “New” Members: The CITY and employee will participate in equal sharing of normal costs, with the employee paying fifty percent (50%) of normal costs.

3. ELIGIBILITY FOR PART-TIME EMPLOYEES

Pursuant to CalPERS regulations, part-time employees shall become eligible for CalPERS retirement membership on the first day of the pay period in which the employees complete one thousand (1,000) hours of service during any fiscal year (July 1 through June 30). A part-time employee is defined by CalPERS, as an employee who works less than forty (40) hours per week for a majority of the weeks in a year.

4. CALPERS SERVICE CREDIT FOR VESTED SICK LEAVE

In accordance with the provisions set forth in section V.I.3, the CITY agrees to a service credit of unused sick leave for CalPERS retirement when an employee retires from CITY employment.

E. OVERTIME: Overtime will be compensated for actual hours worked at the rate of time and one-half (1½) for overtime in accordance with federal regulations. FLSA exempt employees are not eligible for overtime. Overtime is based on hours actually worked and does not include paid or unpaid leave time such as vacation, holiday, and sick leave.

F. COMPENSATORY TIME: At the option of the employee, the employee may elect to bank overtime hours at the rate of time and one-half (1½) hours for each overtime hour. Overtime will be calculated as stated in Section E herein. FLSA exempt employees are not eligible for compensatory time.

Compensatory time off shall reduce the compensatory time banked on an hour-for-hour basis, since the time worked is banked at time and one-half (1½) times the hours worked. An employee may not be required, but may elect, to take less than eight (8) hours of compensatory time off on any given day. Compensatory time off shall be scheduled by mutual agreement between the

employee and supervisor. Time off shall be granted within a reasonable time after requested unless it would disrupt the operation of the CITY. Each year on the last payroll of the year, the employee will receive cash out of all compensatory time left in their compensatory time bank from that year. Compensatory time will be cashed out at the employee's rate of pay at the time of payment. Compensatory time may be accrued up to the maximum limits allowed per FLSA regulations, after which overtime will be paid for the hours worked.

G. ASSIGNMENT TO A HIGHER JOB CLASSIFICATION: When an employee is assigned to a higher job classification for more than ninety (90) consecutive days, he/she shall receive an additional five (5%) percent differential pay, retroactive to the first day of service in the higher classification. Such assignments shall not exceed six (6) consecutive months in length without mutual agreement of the City Manager and the appropriate unit representative or individual.

H. CAFETERIA PLAN: Effective January 1, 2020, the CITY shall contribute one-thousand six hundred seventy five dollars (\$1,675.00) per month to each unit member for the cafeteria benefit plan detailed in this section.

1. Said contribution shall be used to provide for health insurance for the employee. Employee shall be covered by health insurance with a City approved health plan unless the employee provides proof to the City the employee is covered by another acceptable health plan as determined by the City's Human Resource Department.
2. The balance may be used for any of the following or any combination thereof:
 - a. Health Insurance for employee's spouse and/or dependents;
 - b. Dental Insurance for employee's, spouse and/or dependents;
 - c. Eye care plan for employee, spouse and/or dependents.
3. There is no cash-back of the remaining contributions amount, if any, to the employee after payment of the selected premiums(s). The employee shall be responsible for the remaining payments(s) through payroll deduction, of any premiums selected which are in excess of the monthly contribution amount.
4. If an employee elects to not participate in the Health Insurance coverage and can show adequate proof of an approved health plan, the employee shall have the option to have an amount equal to the most current Kaiser employee only (single) monthly premium rate [as of January 1, 2020 the single rate is \$598.31] paid to the employee, or deposited by the CITY into the employee's Deferred Compensation Plan each month. If taken as cash payment, the amount is not to be considered as pensionable compensation for the purposes of CalPERS. Such alternative health plan coverage must be verified initially and thereafter on an annual basis through presentation of a valid medical insurance card, or other reasonable means of verification as

approved by the City Manager. Alternative health plan coverage must be maintained until the next available CITY open enrollment period. The balance may be used for any of the following or any combination thereof:

- a. Health Insurance for employee’s spouse and/or dependents;
 - b. Dental Insurance for employee’s, spouse and/or dependents;
 - c. Eye care plan for employee, spouse and/or dependents;
5. Beginning in 2020, the terms of this section V.H.--Cafeteria Plan only may be reopened for negotiation so long as written notice is given to the other party by September 1 of each year. All other terms of this Agreement will remain in effect.

I. SICK LEAVE:

- 1. Sick leave shall accrue at the rate of 3.69 hours per bi-weekly pay period for full-time employees.
- 2. The CITY agrees to a one thousand (1,000) sick leave hours accumulation cap. Employees will no longer accrue sick hours once they have reached the cap.
- 3. The CITY agrees to a service credit of unused sick leave for PERS retirement when an employee retires from CITY employment. If an employee leaves the CITY with at least seven (7) years of service, the employee may elect to receive a lump sum payment of the value of the unused sick leave. If the employee leaves the CITY prior to completing seven (7) years of service, then the employee is eligible for sick leave cash out using the following guidelines. This payment will be determined by a graduating scale that increases by fifteen percent (15%) per year for each year completed, through the first six (6) years of service ninety percent (90%) and an additional ten percent (10%) after completion of the seventh (7th year of service (100%). All sick leave vesting levels shall begin after the completion of probation and the second (2nd) year of service thirty percent (30%). A year of service will be considered completed when the employee reaches the anniversary date of their initial employment.

See scale provided below.

Year Completed	1	2	3	4	5	6	7
Percent Vested	0%	30%	40%	60%	70%	90%	100%

Previously accrued and unused sick leave that was not paid out at the time of separation will be reinstated if an employee leaves employment and is then re-hired within one year.

4. Employees who are laid off as a result of a reduction in force shall receive, at the option of the employee, either a lump sum payment equal to one hundred percent (100%) of accrued sick leave or the one hundred percent (100%) service credit towards retirement if the employee chooses to retire immediately following layoff.
5. All employees may use accrued paid sick leave for the purposes set forth in Labor Code section 246.5(a).
6. Accrued paid sick leave shall carry over to the following year, but no additional paid sick pay will accrue until the employee's accrued paid sick leave falls below the one thousand (1,000) hour cap.
7. The City will provide all employees with a written notice of the amount of paid sick leave available. The notice will be provided on the designated pay date with the employee's payment of wages. Sick pay will be paid at employee's hourly rate of pay when the sick leave is taken. Sick pay will be paid by the payday for the next regular payroll period after the sick leave is taken.
8. Employees can use accrued paid sick leave upon a written or oral request. If the need to use paid sick leave is foreseeable, the employee must give reasonable advance notice. If the need to use paid sick leave is unforeseeable, notice must be given as soon as practicable.
9. On July 1st of every year, part-time, seasonal temporary employees will be credited 3 days (24 hours) or 3 times their normal shift of sick leave. It shall not be carried over but is available for cash out upon termination pursuant to section IV.I.10.
10. Accumulated sick leave hours can be paid at the time of separation from service at the employee's hourly rate at the time of separation or the CITY agrees to a service credit of unused sick leave for CalPERS retirement when an employee retires from CITY employment.
11. An employee may request payment of up to eight (80) hours banked sick leave, to be paid by separate check, per calendar year. The employee is eligible to make the request for banked sick leave provided the employee is fully vested (7 years) and has a minimum of 160 sick hours in the sick leave bank. Requests for cash payment pursuant to this section shall be submitted to the Human Resources department quarterly. Such requests must be submitted by March 1, June 1, September 1 or December 1 to be paid on the first full pay period in March, June, September or December.

- J. LIFE INSURANCE:** The CITY agrees to provide group term life insurance up to fifty thousand dollars (\$50,000) for each employee.
- K. SHORT-TERM DISABILITY INSURANCE:** The CITY agrees to maintain the short-term disability coverage at the levels in effect on January 1, 2018 for full-time employees.
- L. BILINGUAL PAY:** Employees who have been certified using a City designated language proficiency test as being fluent in sign language or other secondary language shall receive a dollar fifty (\$1.50) per hour. Once certified, an employee shall not be required to be recertified as a condition of continued receipt of premium pay.
- M. WELLNESS REIMBURSEMENT:** An employee who voluntarily joins a health or fitness club, purchases pre-approved exercise equipment, or visits a chiropractor shall be eligible for reimbursement of the fee up to but not exceeding fifty dollars (\$50) for each full month the employee has been employed. It will be the responsibility of the employee to submit requests for reimbursement to the Human Resources department in order to receive reimbursement. The CITY shall pay this reimbursement bi-annually under the CITY reimbursement policy. Each participating employee is solely liable and responsible for any and all personal injuries, and shall fully indemnify the CITY. The CITY assumes no liability for injury or compensation for employee participation in this program, nor is this a mandated program or a job requirement.
- N. DIRECT DEPOSIT:** As a general rule, all employees shall be paid by direct deposit of their payroll check into an account of their choice at a financial institution. An employee may elect to receive payment via live check due to personal circumstances.
- O. DEPENDENT CARE FLEXIBLE SPENDING ACCOUNT:** The CITY agrees to provide a Dependent Care Flexible Spending Account. A Dependent Care Flexible Spending account will let an employee's set aside a portion of their paycheck tax free (up to IRS Limits) to pay for dependent care in conformance with IRS Tax Law requirements.

ARTICLE VI: HOURS AND WORKING CONDITIONS

- A. HOLIDAY ACCRUAL:** Holidays for employees in the UNIT are as follows:
 - New Year's Day
 - Martin Luther King Jr. Day
 - Presidents' Day
 - Memorial Day
 - Independence Day
 - Labor Day
 - Columbus Day
 - Veterans Day
 - Thanksgiving Day
 - Day after Thanksgiving

Christmas Eve
 Christmas Day
 Day after Christmas
 New Year's Eve

B. VACATION ACCRUAL: Vacation time shall be accrued on the following basis and shall be credited for subsequent use each pay period.

Hire date - Three (3) years	two (2) weeks per year	3.077 hours per pay period
Three (3) years 1 day - Seven (7) years	three (3) weeks per year	4.615 hours per pay period
Seven (7) years 1 day - Nineteen (19) years	four (4) weeks per year	6.153 hours per pay period
Nineteen (19) years 1 day	five (5) weeks per year	7.692 hours per pay period

Total vacation accrual for any employee shall not exceed the equivalent of two (2) years' accrual at the current accrual rate for that employee. Employees will no longer accrue vacation hours once they have reached the cap.

An employee may request payment of up to eighty (80) hours banked vacation pay, to be paid by separate check, per calendar year. Requests for cash payment pursuant to this section shall be submitted to the Human Resources department bi-annually. Such requests must be submitted by July 1st or December 1st to be paid on the first full pay period in July or December.

C. PROMOTION PROBATIONARY PURPOSES: During the probationary in paid status following a promotion or transfer, a regular employee who held permanent status at the time of the promotion or transfer shall, upon the employee's request, be returned to a position in the previously held classification in the former employing department. If the return involves a change in classification, the salary step shall be the same step that the employee held or would have received immediately prior to the promotion or transfer. Computation of the probationary period in a paid status does not include overtime, stand-by, on-call or military leave of absence.

D. BIDDING FOR OPEN POSITIONS: In the event any position becomes open, it will be the responsibility of the Human Resources Department to notify permanent full-time and permanent part-time CITY employees of the opening prior to outside recruitment. Such responsibility shall include posting of a notice in a conspicuous place within each regular work location for a period of ten (10) working days prior to outside recruitment. This notice will include the rate of pay ranges, hours to be worked, and any special requirements and conditions. An eligible and qualified employee interested in an open position shall submit an application and supporting documentation within ten (10) working days of the announcement's posting to be considered for the position prior to outside recruitment. If an eligible and qualified represented employee is selected to fill an open position, the employee will maintain his/her seniority, but will be required to accept the salary step

range applicable to the job. Placement of an individual on a step higher than starting pay will be at the discretion of the department administrator of the job applied for and the City Manager. Seniority within the CITY will prevail over similar qualifications. If an individual believes that he/she was unfairly evaluated for the position bid for, he/she may utilize the formal grievance procedure.

Employees shall meet all requirements, qualifications and training, and pass any and all examinations that may be required for such position before being appointed.

- E. HOURS:** The CITY's official workweek shall be Monday through Friday from 8 a.m. to 5p.m. An alternate work schedule for non-safety employees, not to exceed 40 hours per work week, may be allowed with prior approval of the Department Head.

ARTICLE VII: SAVINGS CLAUSE

Should any provision of this Agreement or any application thereof, be made unlawful by virtue of any Federal, State or local law and/or regulation, including judicial decisions, such provision shall be effective and implemented only to the extent permitted by such laws, regulations and decisions. In all other respects the provisions of this Agreement shall continue in full force and effect for the term thereof.

ARTICLE VIII: COMPLETE AGREEMENT CLAUSE

This written Agreement is the complete Agreement negotiated between the parties. Nothing excluded from this Agreement is agreed to unless it is put in writing, signed by all parties and attached to the Agreement as an amendment hereto.

ARTICLE IX: SKELLY PROCEDURE

Before imposing a long-term suspension, demotion or termination, the employee shall be entitled to the following so-called Skelly rights:

- A. Service of Written Notice:** The affected employee shall be served with a written Notice of Intent to Discipline. The Notice of Intent shall describe the violation(s), the proposed discipline to be imposed, the reasons for the proposed discipline, a statement advising the employee of his/her right to request a *Skelly* hearing within two work days after service of the Notice of Intent, and copies of any charges and materials upon which the proposed discipline is based, which copies shall be attached to the Notice of Intent.
- B. Service of the Notice of Intent to Discipline:** The Notice of Intent shall be served whenever possible personally, or by first class mail to the last known address of the employee. Attached to the Notice of Intent shall be a Proof of Service, the original of which shall be kept in the employee's personnel file.

- C. Request for Hearing:** The proposed disciplinary action shall not be imposed until the end of the second full business day following the day the Notice of Intent was personally served, or at the end of the fifth full business day following the day the Notice of Intent was mailed. During that period, the employee's salary shall be continued to be paid, and he/she may be terminated at the end of the second (or fifth, as the case may be) business day if no *Skelly* hearing has been requested by the affected employee. In the event a hearing is requested, the employee shall continue to be paid until a final decision is made.
- D. THE SKELLY HEARING:** If the employee requests a hearing, it shall be conducted by a neutral third party, such as the Department Head, the Human Resources Manager, the Assistant City Manager, the Chief of Police or his/her designee, or the City Manager or his/her designee. The hearing shall be conducted as soon as possible after it is requested, usually no later than two business days following the request. The hearing is to be conducted informally for the purpose of giving the employee an opportunity to provide an explanation or mitigation, or to correct mistakes of fact. Neither the neutral third party nor the employee shall be represented by counsel or by union representatives (unless a labor agreement provides otherwise). Normally, such hearings are concluded within a short period of time; however, the affected employee should be given such additional time as may be reasonably necessary to produce new information or to substantiate his/her explanation or mitigation. The hearing may be continued to a later time in the same day or the next day or such other day as may reasonably be necessary for such purpose. The neutral third party shall issue his/her decision within two business days after the conclusion of the hearing, either approving, disapproving or modifying the intended discipline. The resulting decision shall be implemented immediately.
- E. Binding Arbitration:** Permanent employees who receive a long-term suspension or are demoted or terminated may, after the *Skelly* hearing, appeal the discipline by submitting it to binding arbitration. Arbitration shall be conducted as follows: If the parties cannot mutually choose an arbitrator, the parties will select the names of five (5) arbitrators from the Federal Mediation and Conciliation Service. The parties will flip a coin. The winner shall choose the first name and so on until one name is left who shall be the arbitrator. The arbitrator must decide each and every dispute in accordance with the laws of the State of California, and all other applicable laws. Limited discovery may be conducted in the arbitration proceeding upon a showing of good cause and the approval of the arbitrator. Unless the employee and the City stipulate to the contrary, prior to the appointment of the arbitrator, all disputes shall first be submitted to non-binding mediation, conducted by a neutral mediator. The parties shall split the cost of all fees charged for such mediation and arbitration proceedings. The arbitrator's decision is final and binding.
- F. Disciplinary Actions in Emergency Situations:** Under emergency circumstances, where the health and safety of co-workers or the public is threatened, an employee may be immediately disciplined without prior notice and hearing. In such a case, the affected employee's supervisor

shall promptly document the circumstances which justified the immediate disciplinary action. After the emergency has passed, the supervisor shall initiate the *Skelly* procedures, above.

ARTICLE X: GRIEVANCE PROCEDURE—NON-SKELLY

- A. Purpose:** When an employee has a complaint or problem concerning his/her job, or the interpretation or application of this Agreement, and the complaint or problem cannot be resolved by informal discussion with his/her immediate supervisor, they may be brought to the attention of management through the grievance procedure.
- B. Matters Excluded from the Grievance Procedure:** Certain matters and issues are not a proper subject of the grievance process. Improper matters or issues are those that fall into two categories:
1. Matters that have their own appeal process, such as the Skelly disciplinary action; or
 2. Matters and issues that are solely within the discretion of management, such as staff reorganizations and reductions in the workforce (budgetary layoffs).
- C. Time Limit for Pursuing Grievances:** To ensure timely resolution of grievances, they shall be pursued within 10 business days after the employee became aware of the grievance, or reasonably should have been aware of it. All other grievances shall be deemed untimely and may be rejected unless the City Manager, in his/her sole discretion, determines that there is good cause for the late filing of a grievance.
- D. Grievance Procedure:** There are four steps to the grievance procedure.

Step 1: Informal Discussion with Immediate Supervisor: Employee shall first take his/her grievance up informally with his/her immediate supervisor. If the grievance is not resolved by informal discussion, the employee may formally submit, in writing, the grievance to his/her immediate supervisor. The employee shall briefly describe the grievance and, when possible, a suggested solution. The immediate supervisor shall forward the grievance within two (2) working days to the Department Head.

Step 2: Department Head: The Department Head shall meet with the employee within three (3) working days after receiving the written grievance and shall deliver his/her answer in writing to the employee within two (2) working days thereafter. The employee shall have the right to present the grievance to the Department Head with or without a representative.

Step 3: Human Resources Director or Assistant City Manager: If the grievance is not resolved in Step 2, the employee may submit it in writing to the Human Resources Director (or Assistant City Manager) within three (3) working days after the Department Head's answer is received by the employee. The Human Resources Director (or Assistant City Manager) shall meet

with the employee within three (3) working days after having received the written grievance and shall deliver his/her response to them in writing within three working days after such meeting.

Step 4: City Manager: If the grievance is not resolved in Step 3, the employee may submit it in writing to the City Manager within three (3) working days after the decision of the Human Resources Manager/Assistant City Manager is received. The City Manager shall meet with the employee within five (5) working days after having received the grievance and shall deliver his or her response in writing within five (5) working days after such meeting, or subsequent meeting(s), if any. The decision of the City Manager shall be binding and conclusive on all parties.

ARTICLE XI: NEGOTIATING

For purposes of renegotiating the Agreement, either party may submit a written request to the other party to renegotiate this Agreement **no earlier than July 1 and no later than September 30** prior to the scheduled date of expiration of the Agreement. **No later than the last day of September**, both parties shall meet and exchange their respective written proposals. Any terms of the Agreement that are not addressed or changed in either of the initial, exchanged proposals of the parties, whether they are mandatory subjects of bargaining, shall be automatically deemed a part of the contract being negotiated by the parties consistent with the Employer-Employee Relations Resolution, unless the parties mutually agree otherwise.

The parties shall meet and confer in good faith in an endeavor to reach agreement prior to the adoption of the CITY's final budget for the ensuing fiscal year. As set forth in the Employer-Employee Relations Resolution, good faith shall consist of, among other things, the meeting of the parties at reasonable times and places, the exchange of information, the exchange of proposals and counter proposals; however, it shall not require the granting of a concession, nor the incorporation of permissive items into the final agreement. In the event an agreement is reached, the parties shall reduce the matter to writing in the form of a Memorandum of Understanding, which shall not be binding, and shall submit the matter for consideration before the City Council during a public meeting.

[SIGNATURES ON THE FOLLOWING PAGE.]

Date



Item No. 13.

ROXANN M. VOTAW
votaw@sbemp.com
FIRM ADMINISTRATOR

REPLY TO:
Palm Springs, California

JANUARY 3, 2020

CITY OF BEAUMONT PROFESSIONAL SERVICES THRU: 12/31/2019

TOTAL DUE: \$59,767.04

Sincerely,
SBEMP, LLP

By: Roxann M Votaw

SLOVAK BARON EMPEY MURPHY & PINKNEY LLP

Palm Springs, CA
T (760) 322-2275

Indian Wells, CA
T (760) 322- 9240

Costa Mesa, CA
T (714) 444-4444

San Diego, CA
T (619) 501-4540

Princeton, NJ
T (609) 955-3393

New York, NY
T (212) 829-4399

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A T T O R N E Y S

1800 E Tahquitz Canyon Way
Palm Springs, CA 92262
Fed. ID #33-0833010
Telephone 760-322-2275
Facsimile 760-322-2107

JANUARY 3, 2020

City of Beaumont
E-MAIL INVOICES

Our file no:
City of Beaumont*Chatigny

Professional services through: 12/31/2019:

Invoice # 56003

Amount

BALANCE DUE – PLEASE SUBMIT PAYMENT:

\$2,482.43

SLOVAK BARON EMPEY MURPHY & PINKNEY LLP

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Fed. ID #33-0833010
Telephone 760-322-2275
Facsimile 760-322-2107

JANUARY 3, 2020

City of Beaumont
E-MAIL INVOICES

Our file no:
City of Beaumont*Hatcher

Professional services through: 12/31/2019:

Invoice # 56004

	<u>Amount</u>
BALANCE DUE – PLEASE SUBMIT PAYMENT:	<u>\$115.50</u>

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JANUARY 3, 2020

City of Beaumont
E-MAIL INVOICES

Our file no:
City of Beaumont*Hupp

Professional services through: 12/31/2019:

Invoice # 56005

Amount

BALANCE DUE – PLEASE SUBMIT PAYMENT:

\$55.00

SLOVAK BARON EMPEY MURPHY & PINKNEY LLP

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JANUARY 3, 2020

City of Beaumont
E-MAIL INVOICES

Our file no:
City of Beaumont*Huss

Professional services through: 12/31/2019:

Invoice # 56006

Amount

BALANCE DUE – PLEASE SUBMIT PAYMENT:

\$1,760.00

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JANUARY 3, 2020

City of Beaumont
E-MAIL INVOICES

Our file no:
City of Beaumont*McFarlinAnder

Professional services through: 12/31/2019:

Invoice # 56007

Amount

BALANCE DUE – PLEASE SUBMIT PAYMENT:

\$1,916.28

SLOVAK BARON EMPEY MURPHY & PINKNEY LLP

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JANUARY 3, 2020

City of Beaumont
E-MAIL INVOICES

Our file no:
City of Beaumont*MV

Professional services through: 12/31/2019:

Invoice # 56008

Amount

BALANCE DUE – PLEASE SUBMIT PAYMENT:

\$275.00

SLOVAK BARON EMPEY MURPHY & PINKNEY LLP

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JANUARY 3, 2020

City of Beaumont
E-MAIL INVOICES

Our file no:
City of Beaumont*Norton Rose

Professional services through: 12/31/2019:

Invoice # 56009

Amount

BALANCE DUE – PLEASE SUBMIT PAYMENT:

\$6,101.00

SLOVAK BARON EMPEY MURPHY & PINKNEY LLP

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JANUARY 3, 2020

City of Beaumont
E-MAIL INVOICES

Our file no:
City of Beaumont*Peters

Professional services through: 12/31/2019:

Invoice # 56010

Amount

BALANCE DUE – PLEASE SUBMIT PAYMENT:

\$4,559.10

SLOVAK BARON EMPEY MURPHY & PINKNEY LLP

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JANUARY 3, 2020

City of Beaumont
E-MAIL INVOICES

Our file no:
City of Beaumont*TalleyAguirre

Professional services through: 12/31/2019:

Invoice # 56011

Amount

BALANCE DUE – PLEASE SUBMIT PAYMENT:

\$13,486.58

SLOVAK BARON EMPEY MURPHY & PINKNEY LLP

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Facsimile 760-322-2107

JANUARY 3, 2020

City of Beaumont
E-MAIL INVOICES

Our file no:
City of Beaumont*ULC Defense

Professional services through: 12/31/2019:

Invoice # 56012

	<u>Amount</u>
BALANCE DUE – PLEASE SUBMIT PAYMENT:	<u>\$950.50</u>

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JANUARY 3, 2020

City of Beaumont
E-MAIL INVOICES

Our file no:
City of Beaumont*Urban Logic

Professional services through: 12/31/2019:

Invoice # 56013

	<u>Amount</u>
BALANCE DUE – PLEASE SUBMIT PAYMENT:	<u>\$598.50</u>

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JANUARY 3, 2020

City of Beaumont
E-MAIL INVOICES

Our file no:
City of Beaumont*Wallis Receiv

Professional services through: 12/31/2019:

Invoice # 56014

	<u>Amount</u>
BALANCE DUE – PLEASE SUBMIT PAYMENT:	<u>\$137.50</u>

SLOVAK BARON EMPY MURPHY & PINKNEY LLP

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JANUARY 3, 2020

City of Beaumont
E-MAIL INVOICES

Our file no:
City of Beaumont*Winters

Professional services through: 12/31/2019:

Invoice # 56015

Amount

BALANCE DUE – PLEASE SUBMIT PAYMENT:

\$3,162.50

SLOVAK BARON EMPY MURPHY & PINKNEY LLP

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JANUARY 3, 2020

City of Beaumont
E-MAIL INVOICES

Our file no:
City of Beaumont-3rdPartyClaim

Professional services through: 12/31/2019:

Invoice # 56016

Amount

BALANCE DUE – PLEASE SUBMIT PAYMENT:

\$39.00

SLOVAK BARON EMPY MURPHY & PINKNEY LLP

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JANUARY 3, 2020

City of Beaumont
E-MAIL INVOICES

Our file no:
City of Beaumont-Gen Lit

Professional services through: 12/31/2019:

Invoice # 56017

Amount

BALANCE DUE – PLEASE SUBMIT PAYMENT:

\$4,838.25

SLOVAK BARON EMPEY MURPHY & PINKNEY LLP

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Facsimile 760-322-2107

JANUARY 3, 2020

City of Beaumont
E-MAIL INVOICES

Our file no:
City of Beaumont-Labor&Employ

Professional services through: 12/31/2019:

Invoice # 56018

	<u>Amount</u>
BALANCE DUE – PLEASE SUBMIT PAYMENT:	<u>\$1,959.80</u>

SLOVAK BARON EMPHEY MURPHY & PINKNEY LLP

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JANUARY 3, 2020

City of Beaumont
E-MAIL INVOICES

Our file no:
City of Beaumont-OverRetainer

Professional services through: 12/31/2019:

Invoice # 56019

Amount

BALANCE DUE – PLEASE SUBMIT PAYMENT:

\$8,532.30

SLOVAK BARON EMPY MURPHY & PINKNEY LLP

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JANUARY 3, 2020

City of Beaumont
E-MAIL INVOICES

Our file no:
City of Beaumont-RDA/SA

Professional services through: 12/31/2019:

Invoice # 56020

Amount

BALANCE DUE – PLEASE SUBMIT PAYMENT:

\$1,027.70

SLOVAK BARON EMPHEY MURPHY & PINKNEY LLP

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JANUARY 3, 2020

City of Beaumont
E-MAIL INVOICES

Our file no:
City of Beaumont-Retainer

Professional services through: 12/31/2019:

Invoice # 56021

Amount

BALANCE DUE – PLEASE SUBMIT PAYMENT:

\$7,500.00

SLOVAK BARON EMPY MURPHY & PINKNEY LLP

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Facsimile 760-322-2107

JANUARY 3, 2020

City of Beaumont
E-MAIL INVOICES

Our file no:
City of Beaumont-Serrato

Professional services through: 12/31/2019:

Invoice # 56022

Amount

BALANCE DUE – PLEASE SUBMIT PAYMENT:

\$270.10

SLOVAK BARON EMPEY MURPHY & PINKNEY LLP

1800 E. Tahquitz Canyon Way
Palm Springs, California 92262
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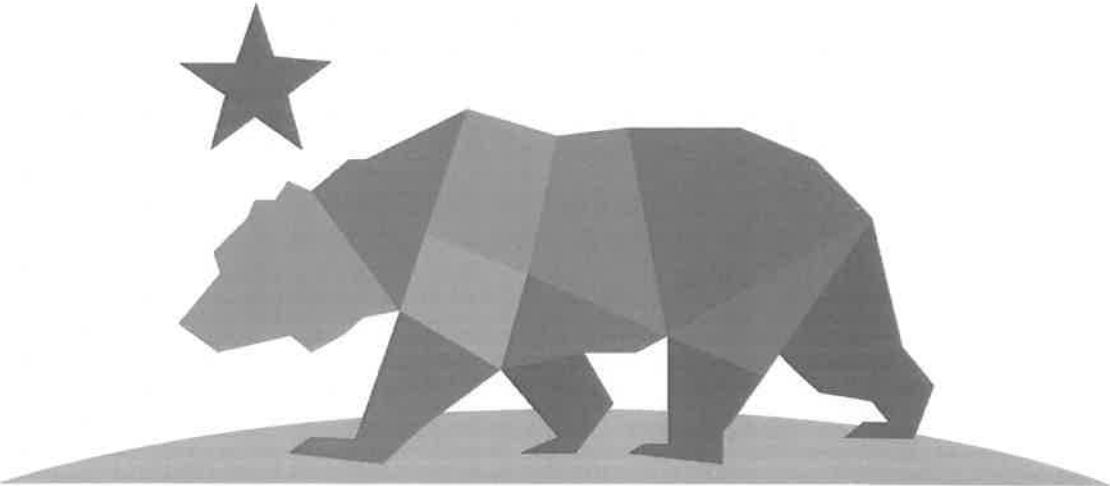
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Costa Mesa, California 92626
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GOVERNOR'S BUDGET SUMMARY

2020-21



Gavin Newsom, Governor
State of California

To the California Legislature
Regular Session 2019-20



GOVERNOR
Gavin Newsom

January 10, 2020

To the members of the Senate and the Assembly of the California Legislature:

It's often said that budgets are statements of values. In America's most populous and productive state, our state Budget is more than that. It is a blueprint for a better quality of life and brighter future for millions of individuals striving and succeeding together—in pursuit of their own version of the California Dream.

Thanks to your leadership and support, we saved more than ever for a rainy day and paid off the state's budgetary wall of debt, while achieving our highest credit ratings in nearly two decades. We moved closer toward universal health care coverage, and we took on Big Pharma and rising prescription drug costs. California enacted the strongest renter protection package in the nation, provided a \$1,000 tax rebate to low-income families with young children to relieve the economic stress of working families and address childhood poverty, and made two years of community college tuition-free. California made the largest investment ever in K-12 schools and met the unprecedented challenge presented by wildfires with \$1 billion in disaster preparedness, response, and recovery.

California is stronger than ever today, and the Budget found in the pages ahead reflects our fortitude. Our state has provided the rocket fuel for the nation's economic expansion. We are the world's capital of innovation. We have more people with access to health care and higher education than any other state. California is showing the nation and the world what big-hearted, effective governance looks like.

In spite of this progress, there are deep, structural challenges that threaten our state's future and demand our urgent attention. These problems—catastrophic wildfires and their impacts, the expanding homelessness crisis, and growing inequality of opportunity—have been decades in the making and won't be fixed overnight. California can and must do more to tackle these challenges and fortify our future.

Our heroic emergency personnel and firefighters put out more than 7,800 fires last year—thanks in many cases to repositioned assets and the newest weather technology. But wildfires fueled by climate change continue to threaten our people and our way of life. The Budget builds on this record investment by expanding firefighting technology and personnel.

Last year, California dedicated a record amount of emergency funding for cities and counties to fight homelessness and empowered cities and counties to quickly build more shelters and navigation centers, and to provide services. But addressing this issue takes much more than funding—it will take an all-of-the-above approach from state and local leaders, one that includes innovative mental health and substance use disorder treatment, and more shelters to help get people off the streets and into housing.

For too long, our state's prosperity has not been broadly shared. In 2019, California took bold action to expand access to opportunity and tackle the affordability crisis families are facing. We've sought to make it easier for every California family to afford to live and thrive in America's most beautiful state. This Budget doubles down on the war on unaffordability—from taking on health care costs and having the state produce our own generic drugs to expanding the use of state properties to build housing quickly.

Our state's best days are ahead of us. Through smart investments and tackling the most intractable problems, California can continue to lead the nation in growth and opportunity.

I look forward to our work together in the year ahead as we enact a budget that continues to move us closer to a California for All.

With respect,

s/s

Gavin Newsom

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INTRODUCTION

The Governor's Budget was developed against the backdrop of an extraordinarily strong economy. As 2020 begins, California's economy is the strongest in the nation, with a gross domestic product (GDP) of nearly \$3 trillion, representing the fifth largest economy in the world.

California's economic growth has fueled the nation's economy, which has been growing for a record 126 months. The state's unemployment rate is now at 3.9 percent, down from a peak of 12.2 percent during the Great Recession. The state's average annual real GDP growth of 3.8 percent has beaten that of Texas and Florida, and California is first in the nation in new business starts, venture capital, and manufacturing.

Even with California's strong economy, continued growth is uncertain due to the instability in global economic markets and the nation's political climate. Further, the state's strong economy has not lifted all Californians. Economic inequality persists between regions of the state and for many living within the state's more prosperous regions.

Building on the 2019 Budget Act, the Budget continues to build reserves and promotes a more effective government that can withstand a downturn in the economy, as well as emergencies and disasters. It squarely addresses the affordability crisis that too many Californians experience and continues unprecedented investments in promoting opportunity. The Budget continues to reflect the principle that maintaining a balanced

budget and strong budget resiliency is non-negotiable and a necessary predicate for expanding programs, especially with the growing risks facing the state.

Last year, the Budget took steps to reduce the cost of prescription drugs, made a major investment to lower housing costs by spurring more housing development, and expanded the Earned Income Tax Credit (EITC) to provide an economic boost to working families and reduce childhood poverty. The Budget builds on these efforts by adding new proposals to address the affordability of health care and housing, support the increase in the state's minimum wage to \$13 per hour, and make bold steps to promote opportunity from cradle to career.

The Budget continues to tackle two persistent problems facing California: risks caused by climate change, including wildfires, and providing safe, reliable, affordable, and clean energy given the climate change impacts on utilities; and the increase in people living on the streets that affects communities throughout the state. Building on an investment of \$1 billion last year, the Budget tackles the root causes of homelessness with new approaches to expand affordable and supportive housing and to improve the state's behavioral health system.

The Budget also promotes effective government by enhancing California's ability to prevent and respond to emergencies, and continues critical work to bring government services into the digital age, including enhancing California's ability to prevent and respond to cyber threats.

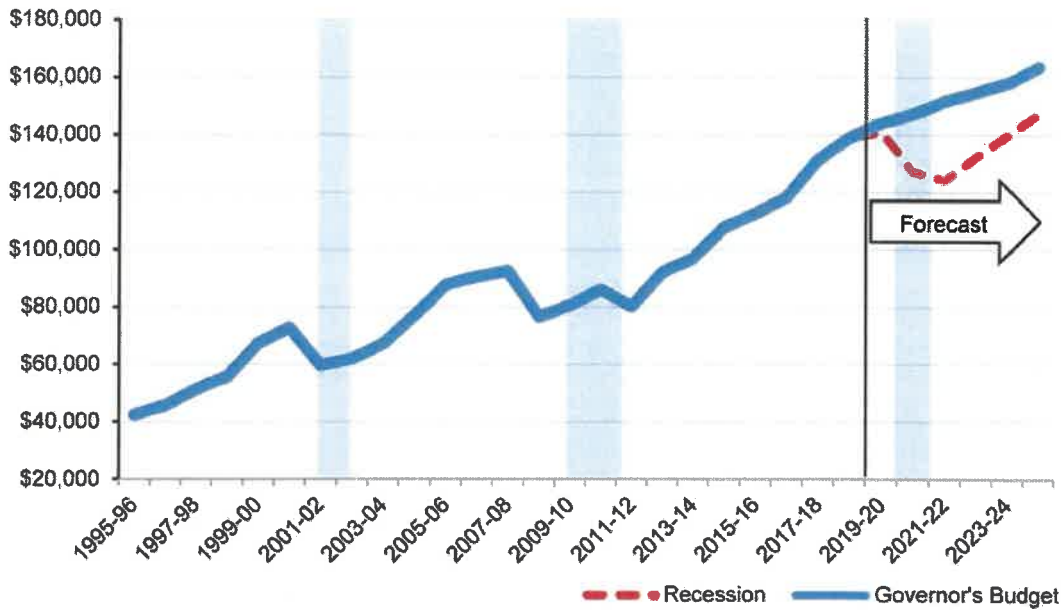
STRONG FOUNDATION, BUT INTENSIFIED RISKS

Now in its eleventh year, the nation's economic expansion marks the longest period of sustained growth since World War II. However, this expansion is occurring in the context of slowing global growth and growing uncertainty regarding the political climate and federal policies. State revenue growth is projected to be slower in each of the next four years compared to 2019-20, constraining new spending commitments.

In 2019, the state enacted a budget that committed the bulk of available resources to build reserves and pay down budgetary debts and unfunded liabilities. As a result, California is in a stronger fiscal position, with robust reserves.

The state is prepared for an economic downturn with reserves of \$21 billion. Even with these reserves, managing a recession will be challenging, as even a moderate recession could result in revenue declines of nearly \$70 billion and a budget deficit of over \$40 billion over three years.

Annual Revenue Could Drop by Tens of Billions of Dollars in a Recession
(Dollars in Millions)



To promote a more effective government that is able to withstand a slowing economy, the 2019 Budget Act was structurally balanced in each fiscal year through 2022-23. This was accomplished in part with statutory provisions to suspend nearly \$2 billion in programmatic expansions on December 31, 2021.

While the state is currently projected to have reserves to cover the suspended programs through 2023-24, significant risks to the forecast remain. To maintain structural balance through 2023-24, the Budget proposes to continue the suspensions added by the 2019 Budget Act, but delays them by 18 months until July 1, 2023.

The forecast assumes federal approval of the Managed Care Organization tax authorized in Chapter 348, Statutes of 2019 (AB 115) with revenues beginning to accrue in 2021-22. With these revenues, the Budget is projected to remain structurally balanced through 2023-24.

In this Budget, as with last year's, the majority of the surplus is devoted to one-time spending. This approach enables the state to make significant investments in critical areas while also maintaining reserves.

ADDRESSING THE AFFORDABILITY CRISIS

HEALTH CARE COST CONTAINMENT

California continues to be a national leader in health care, but more needs to be done to advance health care affordability and universal access to health care for all Californians. The 2019 Budget Act reduced health care costs for individuals and families by stabilizing the individual insurance market, saving money on prescription drugs, and adding subsidies for more middle-class Californians. This year, the Administration will pursue new initiatives to increase price transparency, address hospital cost trends by region with a particular focus on increases driven by consolidation, and reduce unnecessary administrative costs by increasing the use of technology and value-based reimbursements. In these efforts, the Administration will focus on returning cost savings to consumers and employers. The Administration will also strengthen California's existing public option for health insurance to promote choice and affordability.

The Budget continues work to reduce prescription drug costs for taxpayers, employers, and consumers by expanding the state's ability to consider the best prices offered by manufacturers internationally, negotiate additional supplemental rebates, and increase the state's purchasing program to further consolidate the state's purchasing power. This spring the Administration will propose to establish a single market for drug pricing within the state, as well as the state's own generic drug label.

The Budget also expands full-scope Medi-Cal coverage to low-income undocumented Californians aged 65 and above. This investment moves the state towards universal coverage, which will further the state's cost containment goals.

HEALTHIER CALIFORNIA FOR ALL

The Budget proposes to transform Medi-Cal to achieve a healthier California with the Medi-Cal Healthier California for All initiative. It is designed to move Medi-Cal to a more consistent and seamless system by reducing complexity and increasing flexibility, identifying and managing member risk and needs through enhanced care, and addressing social determinants of health.

In its last federal demonstration waiver, the state piloted a whole person care approach to better integrate services and treatment, and more effectively address social determinants of health. Medi-Cal Healthier California for All will build on that progress by pursuing structural changes to the state's behavioral health delivery system and expanding statewide wraparound services, such as housing and social services. The initiative will also make additional investments in prevention through incentives to

provide a broader range of services including preventive dental care. These steps will position the state's Medi-Cal system to better connect individuals—including children and youth in foster care, individuals experiencing homelessness, individuals with substance use disorders, and individuals involved in the justice system—to the services they need.

The Budget also includes funding to support counties in implementing the changes necessary for transformation of the county-run behavioral health and substance use disorder systems.

HOUSING

After decades of underproduction, Californians continue to face a staggering housing crisis. The 2019 Budget Act included \$1.75 billion to increase housing supply, including funding to local governments for planning and infrastructure, an investment in the state's housing loan program, and an expansion of state housing tax credits. The Administration also launched an effort to reuse excess state properties for innovative housing projects and worked to leverage additional capital from the private sector to build more housing.

The Budget authorizes \$500 million annually for the state's housing tax credit program. It continues to support the Administration's efforts to spur housing development by significantly increasing the number of excess state properties used for housing development, pursuing additional capital from the private sector for housing development, and revamping the state's regional housing goals. In addition, the Administration is streamlining state processes to accelerate housing production. The Administration is also committed to working with the Legislature on additional actions to expedite housing production, including changes to local zoning and permitting processes, as well as adding predictability and reducing the costs of development fees.

Last year, the state passed the strongest renter protections in the nation, which addresses two key causes of the housing crisis: price gouging and evictions. Beginning January 1, 2020, annual rent increases may not exceed 5 percent, plus inflation, and renters are protected from discriminatory and retaliatory evictions without cause.

Finally, the Administration continues work in accordance with Chapter 669, Statutes of 2019 (SB 113) to establish a trust with \$331 million that will provide borrower relief and support housing counselors or other legal aid agencies in representing homeowners and renters in housing-related matters.

PROMOTING OPPORTUNITY

EARLY CHILDHOOD

Over the long term, the Administration is committed to building a universal preschool system and a comprehensive, quality, and affordable child care system for California. To this end, the Administration is continuing development of a Master Plan for Early Learning and Care that will provide a roadmap for implementing this commitment. The Plan will be completed by October 1, 2020. The Budget builds on the historic investments made last year to expand access to child care, preschool and full-day kindergarten, with funding for 10,000 additional full day/full year preschool slots, moving the state closer to its goal of universal preschool for all income-eligible four-year-olds.

Reducing childhood poverty and health disparities is critical to improving outcomes for children. The Budget builds on major investments made last year to expand the EITC and increase California Work Opportunity and Responsibility to Kids (CalWORKs) grants by increasing the amount of child support payments retained by families on CalWORKs. The Budget also proposes to develop a new adverse childhood experiences cross-sector training program with the goal of reducing adverse childhood experiences and toxic stress by half in a generation.

The 2019 Budget Act expanded the Paid Family Leave benefit duration from six to eight weeks—moving two-thirds towards the goal of six months of paid family leave for two parents to bond with a new child. The Budget builds on this expansion by proposing to extend job protections to more employees, thereby expanding the number of families that can take advantage of this benefit.

Finally, the Administration is proposing to establish a new Department of Early Childhood Development under the Health and Human Services Agency effective July 1, 2021. This new department will better position the state to implement recommendations from the Master Plan for Early Learning and Care, and allow for better integration of services and outcomes for children in child care and other health and human services programs.

K-12 EDUCATION

The Budget proposes a historic level of funding for K-12 schools. Per pupil funding has grown by more than \$7,200 since its low point in 2011-12 and achievement gaps are closing for many students. Since the implementation of the Local Control Funding Formula, new standards, and the new accountability system, the state has seen some of the nation's steepest gains in reading and math, and achievement gaps are starting

to close for low-income children and children who enter school as English learners. However, achievement gaps are not closing broadly for students with disabilities and African American students.

To further strengthen the state's accountability system, the Administration is proposing additional changes to the Local Control Accountability Plan to improve transparency of how funds are expended for high-need student groups, and to require local educational agencies to identify actions and spending that did not occur as planned.

The state has a well documented, long-term, statewide teacher shortage in the areas of special education, science, and math. Certain regions of the state, including rural and high cost-of-living areas, have been more heavily impacted than others and report difficulty hiring fully credentialed teachers regardless of subject matter area. Recent studies link poor student outcomes directly to a high proportion of un-credentialed and underprepared teachers, especially in high-poverty schools. Most African American students are concentrated in only 23 districts and are in the highest poverty schools where there are fewer experienced teachers. To improve the number of prepared teachers in the state's high-poverty schools, the Budget proposes an investment of approximately \$900 million in teacher training, including professional development, educator service awards, and teacher residency programs. These investments will increase and improve the teacher workforce, which is foundational to improving student outcomes.

The 2019 Budget Act began a multi-year effort to reform the special education system to improve outcomes and incentivize inclusive models, prevention, and early intervention. The Budget builds on the new base rate funding provided last year with an additional \$250 million ongoing focused on early intervention. The teacher training investments will also focus on training for special education teachers, including early diagnosis of dyslexia.

The Budget also includes \$300 million one-time for grants and technical assistance to prepare and implement improvement plans at the state's lowest-performing schools, and includes \$300 million one-time for grants to develop community school models with innovative partnerships that support mental health and the whole child.

To better prepare California students for high-technology careers, the Budget makes critical investments in computer science instruction, including teacher training.

School nutrition programs play a critical role in supporting health outcomes for children. The Budget includes a 40-percent increase in state funding for school nutrition programs

to boost the quality of meals provided and to expand access. The Budget also includes \$10 million for grants to foster innovative farm-to-school linkages that support sustainable agriculture and make more healthy foods available to school children.

Local educational agencies will also continue to benefit from the massive \$3.15 billion non-Proposition 98 General Fund payment made on their behalf to the California State Teachers' Retirement System (CalSTRS) and the California Public Employees' Retirement System (CalPERS) Schools Pool. An estimated \$850 million is buying down the employer contribution rates in 2019-20 and 2020-21 and the remaining \$2.3 billion is being paid toward long-term unfunded liabilities. Overall, these payments are expected to save schools \$6.9 billion over the next three decades.

HIGHER EDUCATION

Higher education continues to be a driving force of innovation in California's economy. However, the state's colleges and universities must continue to evolve and adapt to the changing needs of the state's economy. Further innovation and integration is needed across the state's higher education system to strengthen occupational pathways that also improve students' social and economic mobility.

The 2019 Budget Act included major investments in higher education that provided two years of tuition-free community college and increased enrollment and investments to improve student success across all segments. The Budget further expands enrollment, increases student supports, and encourages degree completion through innovative delivery methods, including University Extension centers.

JOBS, THE ECONOMY, AND PROTECTING THE ENVIRONMENT

More businesses start in California than anywhere in the United States, including many green technology businesses. Many of California's businesses become industry leaders. This is a direct result of the state's world-class colleges and universities, state-of-the-art laboratories, talented workforce, and commitment to combatting climate change. Further, the state continues to move towards a \$15 per hour minimum wage by 2023. The Budget reflects the next \$1 increase in the state's minimum wage, bringing it to \$13 per hour for most employees on January 1, 2020.

Income inequality persists and prosperity is not shared by all regions of the state. Last year, the Governor established the Future of Work Commission to create inclusive, long-term economic growth so that workers and their families share in the state's prosperity. The Commission is examining ways to broaden opportunity, better prepare

the state's workforce, modernize worker safety net protections, and preserve good jobs. The Commission will bring forward a set of recommendations later this spring.

Rapid advancements in technology, automation, and artificial intelligence are reshaping the economy and the nature of work, and the state needs to better align data, policy, and program analysis for the state's workforce training programs. The Budget includes funding to establish a new Department of Better Jobs and Higher Wages to consolidate the workforce functions currently dispersed across the Labor and Workforce Development Agency.

In recognition of the important role that small businesses play in the creation of jobs and regional economic development, the Budget also proposes to reduce the minimum franchise tax for small businesses, removing a barrier to entrepreneurship and job creation.

The Budget proposes major investments in Inland California communities that face higher unemployment and create fewer jobs in high-wage sectors. The Budget allocates additional ongoing funding to expand enrollment and increase operational support for the UC Riverside School of Medicine and to expand the UC San Francisco School of Medicine Fresno Branch Campus in partnership with UC Merced. The Budget also includes funding for a major new food innovation corridor in the Central Valley. This collaboration between academic institutions and industry will spur economic development in a region of the state that for decades has faced nearly double the unemployment rate of the entire state.

The Budget proposes a comprehensive approach to California's investments to protect the state's environment, address the effects of climate change, and promote resiliency. This Climate Budget includes \$12 billion over the next five years. Three key areas of the Climate Budget are a proposed climate resilience bond, Cap and Trade expenditures to continue the transition to a carbon-neutral economy, and a new Climate Catalyst Fund to promote the deployment of new technologies, especially by small businesses and emerging industries.

The Climate Catalyst Fund, which will be administered by the Infrastructure and Economic Development Bank, will finance investments in low-carbon transportation, sustainable agriculture, and waste diversion through low-interest loans. The Budget proposes to capitalize the Fund with \$1 billion General Fund over the next four years. The Fund will have a revolving loan structure that will leverage private capital and will support projects well into the future. It will be designed to support good jobs and a just transition to achieving California's climate goals.

Finally, the Budget allocates \$53 billion to the state's infrastructure over the next five years, focusing on investments that underpin economic activity and create a sustainable and resilient California.

CRIMINAL JUSTICE

The Budget continues recent significant progress in creating a more effective, rational, and equitable criminal justice system. As a result of Public Safety Realignment in 2011, Propositions 47 and 57, and other efforts, California has significantly reduced its prison population. At the same time, it has created more incentives for inmates to participate in rehabilitation programs. If population trends hold, the Administration plans to end private prison contracts for male inmates this year, to phase out public prison contracts thereafter, and to close a state-operated prison within five years.

The Budget builds on important steps taken last year, including shifting juvenile justice to focus on rehabilitation and reentry, investing in restorative justice, community-based violence prevention, substance use disorder treatment, prison literacy, and pretrial diversion.

The Budget proposes to continue expansion of opportunities for rehabilitation and treatment—starting with the youngest offenders in state prison. The Budget proposes to cluster the 5,800 young offenders (under age 26) into campus-style environments within existing facilities, with specialized programming and educational opportunities. The Budget also includes a major investment in technology for inmates participating in academic programs and expanded access to higher education programming through partnerships with the California State University system.

A critical component of a well-functioning correctional system is a professional, well-trained workforce. Correctional officers and counselors play an especially important role in the rehabilitation efforts of inmates. The Budget includes a major proposal to enhance staff development through a new training facility and training program for correctional officers and counselors.

The Budget also proposes evidence-based reform of the probation system that will include reducing probation terms to a two-year maximum and increasing supervision for specified misdemeanors. These changes will improve public safety and reduce further incarceration.

Recognizing the financial hardship certain fines and fees have created for low-income individuals, the Budget includes resources to establish a statewide ability to pay program within the trial courts for both traffic and non-traffic infractions.

EMERGENCY RESPONSE AND EFFECTIVE GOVERNMENT

EMERGENCY RESPONSE

The 2019 Budget Act included nearly \$1 billion to enhance the state's emergency response capabilities. The Budget builds on this foundation with investments that further strengthen California's ability to prevent and respond to fires, and that provide the state's first responders with additional capabilities and support.

The Budget enhances the Department of Forestry and Fire Protection's operational capabilities by adding firefighter surge capacity during peak fire season, increasing the number of year-round engines, and providing further relief coverage to support state firefighter health and wellness. The Budget also increases the use of technology by obtaining Light Detection and Ranging (LiDAR) data to better inform resources management and hazard assessment decisions, and establishes a new Wildfire Forecast and Threat Intelligence Integration Center to analyze data on wildfire risk.

The Budget also devotes significant new resources to further improve cyber security. Building on recent initiatives, the Budget expands the California Cyber Security Integration Center and supports a full-time Joint Incident Response team for cyber threats. These investments offer additional protection in a time of growing cyber risks and enhance the state's emergency capabilities across all areas.

HOMELESSNESS CRISIS

Homelessness is an issue that impacts both urban and rural communities throughout the state, and puts stress on public resources from emergency rooms to jails and public works departments. It is a complex social services problem and must be combatted at its root causes, which is why the Budget introduces several new strategies to build on the \$1.15 billion provided to local governments in the last two budgets.

The Budget proposes a radical shift in the state's involvement to house the many unsheltered persons living in California, by launching the California Access to Housing and Services Fund with a \$750 million initial investment. This Fund will create a structure for developing affordable housing units, supplementing and augmenting rental subsidies, and stabilizing board and care homes. Funds will flow through contracts between the state and regional administrators and will be subject to a 10-percent administrative cap. These efforts will be coordinated with county services and designed to align to community needs. To the extent feasible, state funding will be coupled with the use of excess state properties to expedite availability of homelessness housing

capacity. The Administration is asking the Legislature to take early action to establish this Fund so investments can be deployed this summer.

The changes proposed in the Medi-Cal Healthier California for All initiative will also contribute to addressing the homelessness crisis by transforming the Medi-Cal system to better serve individuals experiencing mental illness and homelessness. The Administration will also work to reform the state's behavioral health system, including changes to the Mental Health Services Act (Proposition 63) to better focus it on early intervention and people with mental illness who are also experiencing homelessness, or are involved in the criminal justice system, as well as strategies to strengthen enforcement of behavioral health parity laws.

SAFE, RELIABLE, AFFORDABLE, AND CLEAN ENERGY

Addressing the destabilizing effects of catastrophic wildfires on the state's electric utilities has been a primary focus of the Administration, which took decisive action in 2019 to more effectively prevent and fight fires, partnered with the Legislature to enact Chapter 79, Statutes of 2019 (AB 1054)—wildfire safety and utility transformation legislation—and assumed a leadership role in the resolution of the Pacific Gas & Electric (PG&E) bankruptcy. These efforts have paid off, stabilizing Southern California Edison and San Diego Gas & Electric, supporting investments in hardening electricity transmission at a lower cost to ratepayers, and making California safer and more resilient.

The state's goals are clear. Californians must have access to safe, reliable, affordable, and clean energy. California must continue to make progress on the state's climate change goals. And any resolution of the pending bankruptcy proceeding must fairly compensate victims, protect the workforce, and on average must be ratepayer neutral.

After PG&E's decades of mismanagement and neglect of its critical infrastructure, failed efforts to improve its safety culture, and its disruptive implementation of public safety power shutoffs, the company that emerges from bankruptcy must be poised for transformation as required by AB 1054. The Budget reflects necessary support for the Administration's efforts to achieve the required transformation of PG&E within the bankruptcy process. However, if protecting Californians' interests and ensuring the necessary transformation requires further intervention, including a state takeover of the utility, the Administration will work with the Legislature to secure necessary statutory changes, appropriations to support transactional and planning costs, and liquidity measures. Consistent with the Administration's commitment to maintain a balanced

budget and strong fiscal resiliency, any such action would be carefully structured in a manner that safeguards the state's General Fund.

EFFECTIVE GOVERNMENT

The state continues to improve the way it delivers services and invests in technology. The 2019 Budget Act included a major investment in a new Office of Digital Innovation that is charged with revamping the way government delivers service to Californians. This includes driving a customer-focused culture and providing additional information technology training across state government.

The Administration also continues major improvements at the Department of Motor Vehicles, including additional staffing and operational improvements to develop more mobile and online transaction capabilities and to make critical information technology improvements.

The Budget also expands the Department of Business Oversight's authority and capacity to protect consumers and foster the responsible development of new financial products. It establishes a new California Consumer Financial Protection Law, modeled on the activities of the federal Consumer Financial Protection Bureau, to provide consumers with more protection against unfair, deceptive, and abusive practices when accessing financial services and products.

BUILDING RESERVES AND REDUCING LIABILITIES

BUDGETARY RESERVES

The Budget continues to build additional reserves in the Budget Stabilization Account (commonly called the Rainy Day Fund). The Budget assumes an additional transfer of nearly \$2 billion in 2020-21 and an additional \$1.4 billion over the remainder of the three-year forecast period. The Rainy Day Fund balance is projected to be \$18 billion in 2020-21 and \$19.4 billion by 2023-24.

The Budget maintains \$900 million in the Safety Net Reserve, and also sets aside \$110 million more in the Public School System Stabilization Account, bringing its total balance to \$487 million.

Finally, the Budget reserves \$1.6 billion in the Special Fund for Economic Uncertainties to address emergencies and other unforeseen events.

Overall, the Budget has \$21 billion set aside in reserves.

PAYING DOWN UNFUNDED RETIREMENT LIABILITIES

Maintaining the fiscal health of the state's retirement systems is critical to ensuring the long-term security of the state's retirement benefits. The Budget dedicates all constitutionally required Proposition 2 debt payments to pay down the state's retirement liabilities. Proposition 2, passed by the voters in 2014, requires minimum annual payments toward eligible debts until 2029-30 and annual deposits into the state's rainy day fund.

Last year, the Budget set aside an additional \$6 billion to pay down the state's share of unfunded liabilities within CalPERS and CalSTRS. This included an additional \$3 billion General Fund above required Proposition 2 debt payments.

These supplemental payments to CalPERS and CalSTRS are each expected to generate savings to the state of \$7.4 billion over the next three decades.

Even with these commitments, California continues to have considerable unfunded retirement liabilities.

Retirement Liabilities (Dollars in Millions)

	Outstanding Amount at Start of 2020-21 ^{2/}
Retirement Liabilities	
State Retiree Health	\$85,595
State Employee Pensions	59,714
Teachers' Pensions ^{1/}	101,992
Judges' Pensions	3,299
Total	\$250,600

^{1/} The state portion of the unfunded liability for teachers' pensions is \$33.4 billion.

^{2/} For retiree health and pensions, the amounts reflect latest actuarial report available.

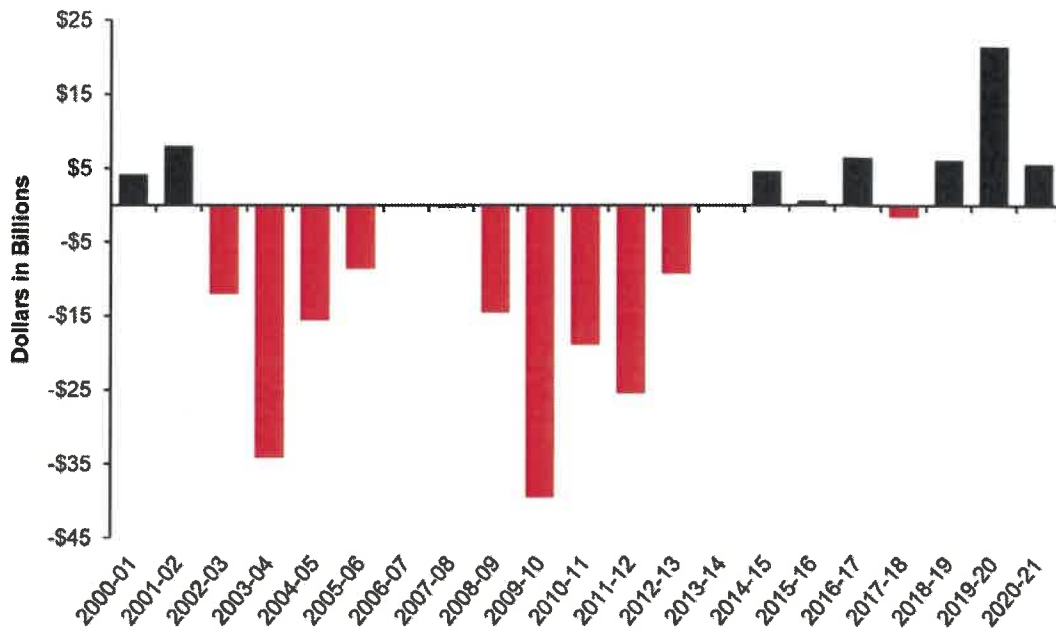
The Budget allocates the remaining required Proposition 2 debt payments to further reduce unfunded retirement liabilities, including \$340 million towards retiree health and \$817 million to repay the loan from the state's Surplus Money Investment Fund used to make a \$6 billion supplemental payment to CalPERS authorized in 2017.

Finally, under Proposition 2, an additional supplemental payment of \$1.1 billion will be made to CalPERS in 2023-24. This additional payment to CalPERS will generate \$2.3 billion in additional savings over the next three decades.

A STRONG FOUNDATION IS FUNDAMENTAL TO A CALIFORNIA FOR ALL

Maintaining California's fiscal health is an ongoing challenge, particularly given the state's volatile revenue base and limited spending flexibility. As shown in the figure, balanced budgets have been followed quickly by huge deficits. The Budget demands constant attention to stay in balance—especially in light of the record length of the economic expansion and ongoing federal uncertainty.

Balanced Budgets Have Been Quickly Followed by Huge Deficits^{1/}



^{1/} Budget shortfalls or surplus, measured by the annual Governor's Budget.

The Budget continues to prepare the state for an economic slowdown by building reserves. The Budget also makes strategic investments—mainly one-time—to expand opportunity, address affordability, and strengthen emergency preparedness and effective government. Building a strong fiscal foundation now is the best way the state can prepare for the future and continue to build a California for all.

SUMMARY CHARTS

This section provides various statewide budget charts and tables.

**2020-21 Governor's Budget
General Fund Budget Summary**
(Dollars in Millions)

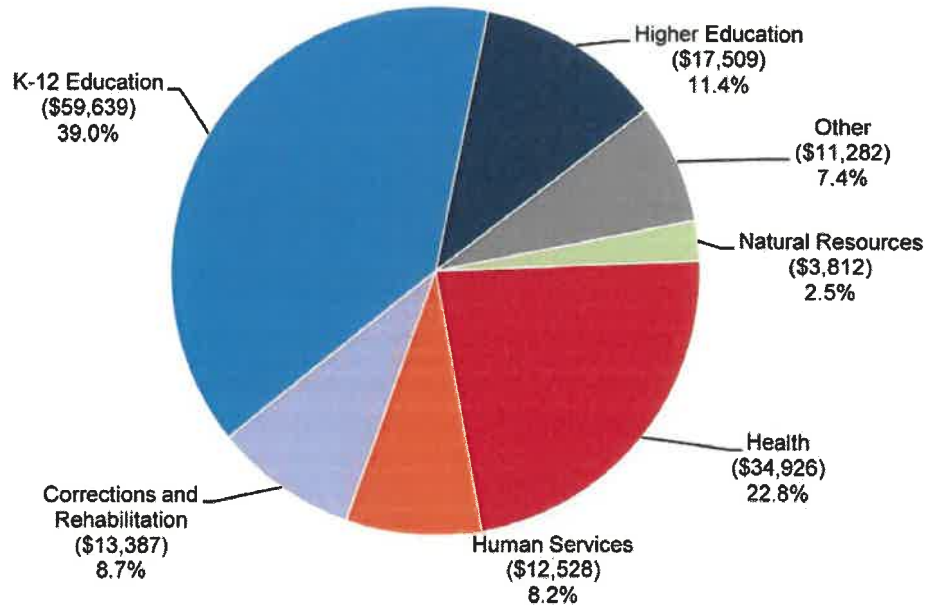
	2019-20	2020-21
Prior Year Balance	\$8,497	\$5,234
Revenues and Transfers	\$146,486	\$151,635
Total Resources Available	\$154,983	\$156,869
Non-Proposition 98 Expenditures	\$93,344	\$95,510
Proposition 98 Expenditures	\$56,405	\$57,573
Total Expenditures	\$149,749	\$153,083
Fund Balance	\$5,234	\$3,786
Reserve for Liquidation of Encumbrances	\$2,145	\$2,145
Special Fund for Economic Uncertainties	\$3,089	\$1,641
Public School System Stabilization Account	\$524	\$487
Safety Net Reserve	\$900	\$900
Budget Stabilization Account/Rainy Day Fund	\$16,018	\$17,977

General Fund Expenditures by Agency (Dollars in Millions)

	2019-20	2020-21	Change from 2019-20	
			Dollar Change	Percent Change
Legislative, Judicial, Executive	\$5,909	\$4,520	-\$1,389	-23.5%
Business, Consumer Services & Housing	1,465	348	-1,117	-76.2%
Transportation	287	240	-47	-16.4%
Natural Resources	3,812	3,812	-	-
Environmental Protection	672	140	-532	-79.2%
Health and Human Services	41,893	47,454	5,561	13.3%
Corrections and Rehabilitation	13,432	13,387	-45	-0.3%
K-12 Education	58,675	59,639	964	1.6%
Higher Education	17,490	17,509	19	0.1%
Labor and Workforce Development	186	159	-27	-14.5%
Government Operations	1,839	1,413	-426	-23.2%
General Government:				
Non-Agency Departments	1,025	987	-38	-3.7%
Tax Relief/Local Government	505	432	-73	-14.5%
Statewide Expenditures	2,558	3,043	485	19.0%
Total	\$149,749	\$153,083	\$3,335	2.2%

Note: Numbers may not add due to rounding.

2020-21 General Fund Expenditures (Dollars in Millions)

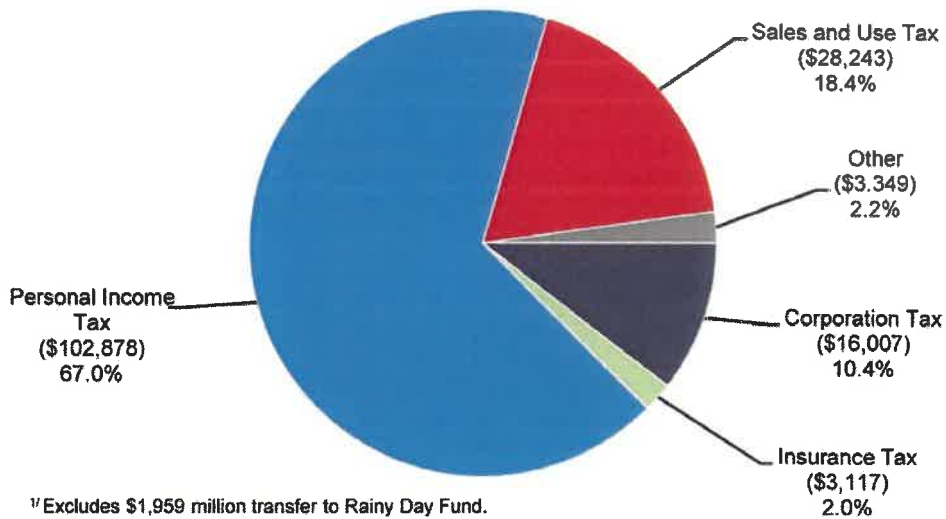


General Fund Revenue Sources
(Dollars in Millions)

	2019-20	2020-21	Change from 2019-20	
			Dollar Change	Percent Change
Personal Income Tax	\$101,682	\$102,878	\$1,196	1.2%
Sales and Use Tax	27,185	28,243	1,058	3.9%
Corporation Tax	15,305	16,007	702	4.6%
Insurance Tax	3,023	3,117	94	3.1%
Alcoholic Beverage Taxes and Fees	383	389	6	1.6%
Cigarette Tax	60	58	-2	-3.3%
Motor Vehicle Fees	35	38	3	8.6%
Other	863	2,864	2,001	231.9%
Subtotal	\$148,536	\$153,594	\$5,058	3.4%
Transfer to the Budget Stabilization Account/Rainy Day Fund	-2,050	-1,959	91	-4.4%
Total	\$146,486	\$151,635	\$5,149	3.5%

Note: Numbers may not add due to rounding.

2020-21
General Fund Revenues and Transfers^{1/}
(Dollars in Millions)

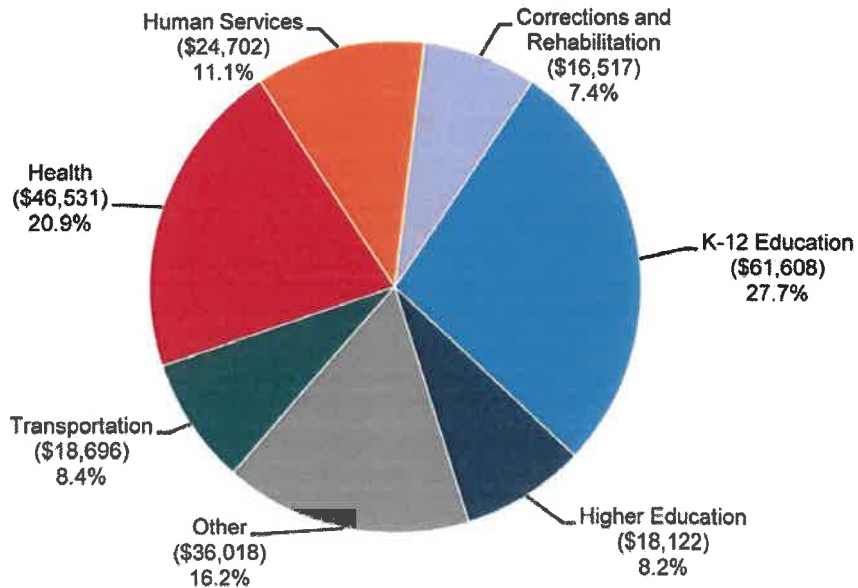


2020-21 Total State Expenditures by Agency
(Dollars in Millions)

	General Fund	Special Funds	Bond Funds	Totals
Legislative, Judicial, Executive	\$4,520	\$3,915	\$554	\$8,989
Business, Consumer Services & Housing	348	1,023	1,083	2,454
Transportation	240	17,828	628	18,696
Natural Resources	3,812	1,769	1,092	6,674
Environmental Protection	140	3,769	18	3,927
Health and Human Services	47,454	23,779	-	71,233
Corrections and Rehabilitation	13,387	3,130	-	16,517
K-12 Education	59,639	428	1,541	61,608
Higher Education	17,509	195	419	18,122
Labor and Workforce Development	159	880	-	1,039
Government Operations	1,413	351	8	1,772
General Government:				
Non-Agency Departments	987	1,856	8	2,851
Tax Relief/Local Government	432	3,005	-	3,437
Statewide Expenditures	3,043	1,832	1	4,876
Total	\$153,083	\$63,758	\$5,352	\$222,193

Note: Numbers may not add due to rounding.

2020-21
Total State Expenditures
(Including Selected Bond Funds)
(Dollars in Millions)

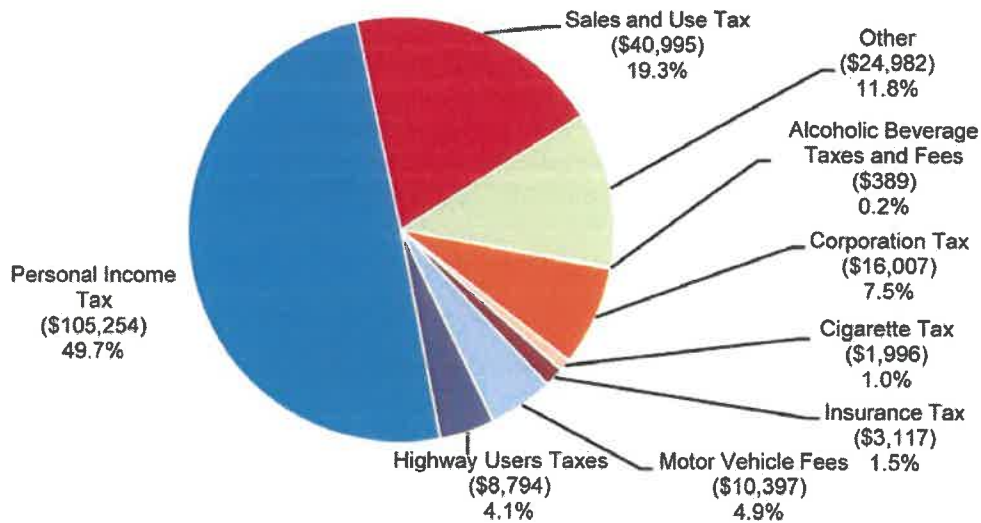


2020-21 Revenue Sources
(Dollars in Millions)

	General Fund	Special Funds	Total	Change From 2019-20
Personal Income Tax	\$102,878	\$2,376	\$105,254	\$1,172
Sales and Use Tax	28,243	12,752	40,995	1,540
Corporation Tax	16,007	-	16,007	702
Highway Users Taxes	-	8,794	8,794	415
Insurance Tax	3,117	-	3,117	94
Alcoholic Beverage Taxes and Fees	389	-	389	6
Cigarette Tax	58	1,938	1,996	-9
Motor Vehicle Fees	38	10,359	10,397	391
Other	2,864	22,118	24,982	-1,739
Subtotal	\$153,594	\$58,337	\$211,931	\$2,572
Transfer to the Budget Stabilization Account/Rainy Day Fund	-1,959	1,959	-	-
Total	\$151,635	\$60,296	\$211,931	\$2,572

Note: Numbers may not add due to rounding.

2020-21 Total Revenues and Transfers
(Dollars in Millions)



HEALTH AND HUMAN SERVICES

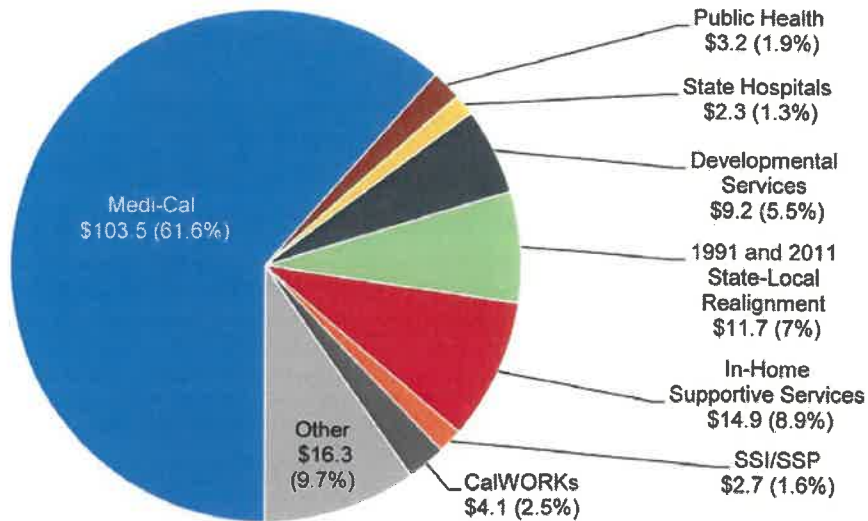
The Health and Human Services Agency oversees departments and state entities that provide health and social services to California's most vulnerable and at-risk residents. The Budget includes \$167.9 billion (\$47.4 billion General Fund and \$120.5 billion other funds) for all health and human services programs.

The Budget supports a healthy California for all through important investments that integrate health and human services, promote person-centered, data-driven public programs and services, and improve the lives of California's most vulnerable.

The 2019 Budget Act assumed the suspension of various health and human services investments effective December 31, 2021. These suspensions include, but are not limited to, Proposition 56 supplemental payment increases, reversing the 7-percent reduction in In-Home Supportive Services hours, and Developmental Services payment increases. The Budget proposes to continue the suspensions added by the 2019 Budget Act, but delay them by 18 months until July 1, 2023.

The Budget forecast assumes federal approval of the Managed Care Organization tax authorized in Chapter 348, Statutes of 2019 (AB 115) with revenue beginning to accrue in 2021-22.

**Health and Human Services Proposed 2020-21 Funding^{1/}
All Funds
(Dollars in Billions)**



^{1/}Totals \$167.9 billion for support, local assistance, and capital outlay. This figure includes reimbursements of \$15.7 billion, and excludes \$38.7 million in Proposition 98 funding in the Department of Developmental Services', Department of Social Services', and Department of Youth and Community Restoration's budgets and county funds that do not flow through the state budget.

Note: Numbers may not add due to rounding.

Major Health and Human Services Program Caseloads

	2019-20 Revised	2020-21 Estimate	Change
Medi-Cal	12,834,700	12,880,436	45,736
California Children's Services (CCS) ^{1/}	14,497	14,497	0
CalWORKs	363,095	358,090	-5,005
CalFresh	1,902,319	1,980,713	78,394
SSI/SSP (support for aged, blind, and disabled)	1,206,032	1,184,493	-21,539
Child Welfare Services ^{2/}	111,446	109,996	-1,450
Foster Care	41,530	41,530	0
Adoption Assistance	88,118	89,134	1,016
In-Home Supportive Services	561,283	586,390	25,107
Regional Centers	350,047	368,622	18,575
State Hospitals ^{3/}	6,690	6,761	71
Developmental Centers ^{4/}	297	322	25
Vocational Rehabilitation	23,567	23,567	0
Youth and Community Restoration Average Daily Population	773	862	89

^{1/} Represents unduplicated quarterly caseload in the CCS Program. Does not include Medi-Cal CCS clients.

^{2/} Represents Emergency Response, Family Maintenance, Family Reunification, and Permanent Placement service areas on a monthly basis. Due to transfers between each service area, cases may be reflected in more than one service area.

^{3/} Represents the year-end population, includes JBCT. Beginning in 2017-18, reflects psychiatric programs shifted from State Hospitals to CDCR.

^{4/} Represents average in-center population as of January 31 each year.

MAKING HEALTH CARE AFFORDABLE

The 2019 Budget Act made significant investments to expand coverage and increase the affordability of health care by:

- Instituting a state individual mandate to stabilize the health insurance market;
- Augmenting premium assistance for Covered California enrollees, making California the first state in the nation to provide additional state premium assistance for the middle class;
- Extending Medi-Cal to income-eligible young adults regardless of immigration status;
- Expanding eligibility for no-cost Medi-Cal for persons aged 65 and older and persons with disabilities up to 138 percent of the federal poverty level;
- Restoring optional benefits and extending full-scope Medi-Cal coverage to new mothers with a maternal mental health diagnosis;
- Expanding preventative services with a specific focus on screening for adverse childhood experiences;
- Increasing Medi-Cal provider rates;
- Repaying loans for doctors and dentists who agree to serve Medi-Cal patients in under-resourced parts of the state; and
- Addressing the high costs of prescription drugs.

These investments provide more Californians with coverage and strengthen the overall health care system by encouraging individuals to use preventative and primary care services. Keeping people covered and healthy slows the growth of the average Californian's personal health care expenses.

This year, the Budget proposes additional investments to continue this momentum on affordability and coverage in California's health care system. Specifically, the Budget includes bold plans to address health care cost trends, strengthen California's public option, lower prescription drug prices for all Californians, and continue progress towards universal health care. These efforts will focus on returning cost savings to consumers and employers and will align with the efforts of the Healthy California for All Commission, which is charged with exploring policy solutions that drive toward a unified health care system that is universal, affordable, high-quality, and equitable for all.

Central to the success of making health care affordable are efforts to reduce administrative burdens and improve data interoperability. The Administration is committed to continuing to work with providers, health plans, and other stakeholders to make these improvements.

OFFICE OF HEALTH CARE AFFORDABILITY

Improving the affordability of private insurance will benefit millions of working Californians, and this endeavor must be accompanied by efforts to address underlying cost drivers. Given the size and complexity of California's health care system, the Administration will propose the establishment of the Office of Health Care Affordability in spring 2020.

This Office will be charged with increasing price and quality transparency, developing specific strategies and cost targets for the different sectors of the health care industry, and financial consequences for entities that fail to meet these targets. The ultimate goal is for savings to return to consumers who are directly impacted by increasing health care costs.

The Office will also create strategies to address hospital cost trends by region, with a particular focus on cost increases driven by delivery system consolidation. To improve health outcomes, the Office will also work to establish standards to advance evidence-based and value-based payments to physicians, physician groups, and hospitals, as well as to advance administrative simplification.

STRENGTHENING CALIFORNIA'S PUBLIC OPTION

Since its inception in 2014, Covered California has provided the state with a public option by engaging in extensive vetting and negotiation with health insurance companies on premiums, networks, benefit design, and quality. As a result, 99.5 percent of individual market consumers have a choice of plans and some of the lowest premium increases in the nation. The state will leverage both Covered California and Medi-Cal to build an even more robust public option in California. The Health and Human Services Agency will develop options to strengthen enrollment, affordability, and choice through Covered California, including opportunities to leverage the statewide network of existing public Medi-Cal managed care plans.

CONTINUING THE WORK TO REDUCE PRESCRIPTION DRUG COSTS

High prescription drug costs are a national problem that impacts all patients and drives up the cost of health care for everyone. Absent federal action to address these rising costs, the state will use its market power to secure better prices from pharmaceutical manufacturers for taxpayers, employers, and consumers.

In January 2019, Governor Newsom issued Executive Order N-01-19 to address increases in prescription drug costs, and the Department of Health Care Services began to transition pharmacy services from Medi-Cal managed care to a fee-for-service system. This transition will standardize the Medi-Cal pharmacy benefit statewide, improve the availability of pharmacy services with a pharmacy network that includes approximately 94 percent of the state's pharmacies, and strengthen California's ability to negotiate state supplemental drug rebates with drug manufacturers. The transition is estimated to result in hundreds of millions of dollars in annual General Fund savings by fiscal year 2022-23.

The Budget includes three proposals to reduce drug costs for taxpayers, employers, and consumers:

- **Medi-Cal Best Price**—Current law authorizes the Department of Health Care Services to negotiate state supplemental rebates based, in part, on the best prices that manufacturers provide to other purchasers within the United States. The Budget proposes to expand the Department's authority to consider the best prices offered by manufacturers internationally when conducting negotiations for state supplemental rebates.
- **Rebates for Non-Medi-Cal Drug Purchases**—Currently, the Department of Health Care Services receives federally mandated rebates and state-negotiated supplemental rebates from drug manufacturers for drugs purchased on behalf of Medi-Cal enrollees only. The Budget proposes to leverage the purchasing power of the Medi-Cal program to negotiate supplemental rebates on behalf of targeted populations outside the Medi-Cal program.
- **Increasing the State's Purchasing Program**—The Department of General Services will continue expanding partnerships with local pharmaceutical purchasers to solicit participation in, and troubleshoot barriers to, the state's pharmaceutical purchasing program.

In the spring of 2020, the Administration will propose two additional initiatives in this area:

- **Golden State Drug Pricing Schedule**—The Administration will propose to establish a single market for drug pricing within the state. This proposal would enable all purchasers—Medi-Cal, California Public Employees' Retirement System, Covered California, private insurers, self-insured employers, and others—to combine their purchasing power. Drug manufacturers would have to bid to sell their drugs—at a uniform price—in the California market. California would invoke a most-favored-nation clause in the manufacturer price bid, which would require manufacturers to offer prices at or below the price offered to any other state, nation, or global purchaser if they wish to sell their products in California.
- **Generic Contracting Program**—The Administration will negotiate partnerships to establish the state's own generic drug label. The state would contract with one or more generic drug manufacturers to manufacture certain generic drugs on behalf of the state and participating entities. This proposal will increase competition in the generic market, resulting in lower generic drug prices for all purchasers.

COMBATTING THE YOUTH VAPING EPIDEMIC

To address the rapidly increasing youth use of potent nicotine-based vaping products, the Budget proposes a new nicotine content-based E-cigarette tax. The vaping tax will begin on January 1, 2021, and will be \$2 for each 40 milligrams of nicotine in the product. The new tax will be in addition to all existing taxes on E-cigarettes, which are presently taxed as tobacco products under state law. Revenues from the new tax are expected to be \$32 million in 2020-21, and will be deposited into a new special fund to be used for administration, enforcement, youth prevention, and health care workforce programs.

The Budget includes \$9.9 million and 10.5 positions for the Department of Tax and Fee Administration to administer the proposed tax and \$7 million for the California Highway Patrol to establish a task force in collaboration with the Department of Justice dedicated to combatting the underground market in vaping products. Similar to the implementation of Proposition 56, the Administration anticipates proposing a spending plan for the remainder of the revenues in the 2021-22 Governor's Budget. In addition to the tax, the Administration will support a statewide ban of all flavored nicotine products as of January 1, 2021.

MAKING PROGRESS IN THE FIGHT AGAINST OPIOIDS

In response to increasing rates of opioid overdose deaths, the California Department of Public Health convened the Statewide Opioid Safety Workgroup to coordinate activities of over 40 state agencies and community organizations. California is making progress in addressing the epidemic. Opioid prescriptions have dropped significantly, and Medi-Cal prescriptions for buprenorphine—one of the most effective treatment options for opioid use disorder—increased six-fold in the last five years. California's opioid overdose death rate—one-third of the national average—is on a slower upward trend than the rest of the nation.

The Budget continues efforts to combat opioid overdose through better prevention, early intervention, and treatment to stabilize conditions before they become severe. Specifically, the Budget includes \$89.2 million in 2019-20 for the Medication Assisted Treatment Expansion Project, which has added over 650 access points across the health care and criminal justice systems. The Project's Naloxone Distribution Program, which aims to reduce opioid overdose through the provision of naloxone, helped reverse over 8,000 opioid overdoses as of October 2019. The Budget also includes \$426 million (\$62.6 million General Fund) to support the Drug Medi-Cal Organized Delivery System, which provides expanded substance use disorder treatment for Medi-Cal beneficiaries.

HEALTH AND HUMAN SERVICES AGENCY

DEPARTMENT OF EARLY CHILDHOOD DEVELOPMENT

The Budget proposes to establish the Department of Early Childhood Development under the Agency to promote a high-quality, affordable, and unified early childhood system that improves program integration and coordination. For additional information, see the Early Childhood chapter.

OFFICE OF THE SURGEON GENERAL

The Budget includes \$10 million one-time General Fund for the development of an adverse childhood experiences cross-sector training program that will be accredited by the Office of the Surgeon General, in addition to a statewide adverse childhood

experiences public awareness campaign. See the Early Childhood chapter for more information.

CENTER FOR DATA INSIGHTS AND INNOVATION

The Budget proposes to consolidate existing resources to establish a Center for Data Insights and Innovation within the Agency. The Center will focus on leveraging data to develop knowledge and insights to improve program delivery and drive system transformation across health and human services.

The Center will integrate the Office of Innovation, the Office of the Patient Advocate, and the Office of the Health Information Integrity to achieve the following outcomes: (1) improve the operational use and quality of integrated data for program planning, policy development, and rigorous research and evaluation; (2) increase the state's ability to create evidence-based programs and maximize federal reimbursements; (3) enhance the capacity of state staff to use linked data to inform policy and decision making; (4) increase collaboration between university-based researchers and state staff to translate data into knowledge; and (5) improve the rigor, transparency, and reproducibility of research with Agency data in order to create better services that generate more equitable outcomes for all Californians.

BEHAVIORAL HEALTH

The Administration is focused on improving outcomes for the state's behavioral health system through a number of initiatives that improve the integration and parity of behavioral health treatment with physical health. To further these efforts, the Administration is establishing the Behavioral Health Task Force at the Health and Human Services Agency. The Task Force will bring together relevant state departments, counties, consumers, health plans, providers, and other stakeholders. The Task Force will review existing policies and programs to improve the quality of care, and coordinate system transformation efforts to better prevent and respond to the impacts of mental illness and substance use disorders in California's communities.

As discussed later in this chapter, the Administration is proposing a new Medi-Cal Healthier California for All initiative to make Medi-Cal, including behavioral health benefits, a more consistent and seamless system.

Further, the Health and Human Services Agency and the Department of Managed Health Care will be working with health plans, providers, patient representatives, and

other parties to update and strengthen its enforcement of behavioral health parity laws and other health plan requirements. Enforcement efforts will focus on timely access to treatment, network adequacy, benefit design, and plan policies. The Administration will propose any updates to implement these efforts this spring.

PROPOSITION 63—MENTAL HEALTH SERVICES ACT

Proposition 63, also known as the Mental Health Services Act (MHSA), was approved by the voters in 2004 and imposes a 1-percent tax on personal income in excess of \$1 million. Revenue generated under the Act primarily supports county mental health services.

In 2018, audits determined there was insufficient action taken by the state to ensure that unspent MHSA funds were being recovered and reallocated under the statutory time frames. As a result, Chapter 328, Statutes of 2018 (SB 192) established a methodology for determining prudent county reserves of MHSA funds. Because of the change in methodology, it is estimated that counties currently have slightly more than \$500 million in local reserves, of which \$161 million must be shifted to mental health prevention and treatment services by June 30, 2020—a marked improvement from previous years.

The MHSA has become a foundational element of California's mental health system in the 15 years since Proposition 63 was enacted. However, communities behavioral health needs have evolved during that time and the Act should be updated to reflect this knowledge. Currently, MHSA funds cannot be used for substance use disorder treatment. The Act should be updated to better focus on people with mental illness who are also experiencing homelessness, who are involved in the criminal justice system, and for early intervention for youth. The Administration will submit a proposal in the spring regarding this proposed reform.

DEPARTMENT OF HEALTH CARE SERVICES

Medi-Cal, California's Medicaid program, is administered by the Department of Health Care Services. Medi-Cal is a public health care program that provides comprehensive health care services at no or low cost for low-income individuals. The federal government mandates basic services be included in the program, including: physician services; family nurse practitioner services; nursing facility services; hospital inpatient and outpatient services; laboratory and radiology services; family planning; and early and periodic screening, diagnosis, and treatment services for children. In addition to these

mandatory services, the state provides optional benefits such as outpatient drugs, dental services, home and community-based services, and medical equipment. The Department also operates the California Children's Services and the Primary and Rural Health programs, and oversees county-operated community mental health and substance use disorder programs.

The Medi-Cal budget is \$105.2 billion (\$23.6 billion General Fund) in 2019-20 and \$107.4 billion (\$26.4 billion General Fund) in 2020-21. The Budget assumes that caseload will decrease approximately 1.3 percent from 2018-19 to 2019-20 and increase approximately 0.4 percent from 2019-20 to 2020-21. Medi-Cal is projected to cover approximately 12.9 million Californians, approximately one-third of the state's population, in 2020-21.

Chapter 348, Statutes of 2019 (AB 115) establishes a three-and-a-half year Managed Care Organization (MCO) provider tax, effective July 1, 2019. The federal government is currently reviewing the state's proposed tax structure. The Budget reflects these revenues beginning in 2021-22.

MEDI-CAL HEALTHIER CALIFORNIA FOR ALL

Medi-Cal has significantly expanded and changed over the last ten years, in large part due to the federal Patient Protection and Affordable Care Act. Since implementing the Affordable Care Act, the Department has undertaken many initiatives and embarked on innovative demonstration projects to improve the beneficiary experience.

Today, some Medi-Cal enrollees may need to access six or more separate delivery systems, including managed care, fee-for-service, mental health, substance use disorder, dental, developmental, and/or In Home Supportive Services. The need for care coordination increases with greater system fragmentation, greater clinical complexity, and/or decreased patient capacity for coordinating their own care. To improve clinical outcomes and assist beneficiaries with navigating this complex system, the Department is seeking to better coordinate between and integrate these delivery systems.

To this end, the Department is launching a Medi-Cal Healthier California for All initiative (formerly known as CalAIM, or the California Advancing and Innovating Medi-Cal initiative), which builds upon the critical successes of waiver demonstration programs such as Whole Person Care, the Coordinated Care Initiative, Health Homes, and public hospital system delivery transformation. Medi-Cal Healthier California for All proposes to

provide a wider array of services and supports for patients with complex and high needs.

Medi-Cal Healthier California for All has three primary goals:

- Identify and manage member risk and need through whole person care approaches and addressing social determinants of health;
- Move Medi-Cal to a more consistent and seamless system by reducing complexity and increasing flexibility; and
- Improve quality outcomes and drive delivery system transformation through value-based initiatives, modernization of systems, and payment reform.

Transformation of the delivery system is necessary to improve outcomes for Medi-Cal beneficiaries as well as to achieve long-term cost avoidance. The reforms proposed through Medi-Cal Healthier California for All represent a comprehensive approach to achieving these goals. These changes will position the state to better connect individuals—including children and youth in foster care, individuals experiencing homelessness, individuals with substance use disorders, and individuals involved in the justice system—to the services they need. Attaining these goals will have significant impacts on an individual's health and quality of life, and through iterative system transformation, ultimately reduce the per-capita cost over time.

To implement the Medi-Cal Healthier California for All initiative effective January 1, 2021, the Budget includes \$695 million (\$348 million General Fund), growing to \$1.4 billion (\$695 million General Fund) in 2021-22 and 2022-23. This investment will provide for enhanced care management and in lieu of services, necessary infrastructure to expand whole person care approaches statewide, and build upon existing dental initiatives. Beginning in 2023-24, the Administration proposes to phase out infrastructure funding, resulting in ongoing cost of \$790 million (\$395 million General Fund). In addition, the Administration plans to submit a proposal in the spring for the state operations component of implementing the new Medi-Cal Healthier California for All initiative. The Budget includes a placeholder of \$40 million (\$20 million General Fund) for these costs.

In alignment with the Medi-Cal Healthier California for All initiative, the Budget includes \$45.1 million General Fund in 2020-21 and \$42 million General Fund in 2021-22 for the Department to implement a Behavioral Health Quality Improvement Program. This will provide funding to county-operated community mental health and substance use disorder systems to incentivize system changes and process improvements that will help counties prepare for opportunities through the Medi-Cal Healthier California for All

initiative. Improvements include enhanced data-sharing capability for care coordination and establishing the foundational elements of value-based payment such as data collection, performance measurement, and reporting. These core investments build off the \$70 million in the 2019 Budget Act to provide value-based provider payments for services and projects focused on behavioral health integration.

EXPANDING COVERAGE AND BENEFITS

Since the implementation of the Affordable Care Act, the percentage of Californians who are uninsured has dropped by more than half, to 7.2 percent. Last year, the state expanded eligibility for no-cost Medi-Cal for eligible persons age 65 and older and persons with disabilities up to 138 percent of the federal poverty level, and to otherwise eligible undocumented young adults through age 25. The 2019 Budget Act also restored optional benefits—including audiology and speech therapy services, podiatric services, optical lab and optician services, and incontinence cream/washes—and extended full-scope Medi-Cal coverage to new mothers with a maternal mental health diagnosis.

The Budget proposes to make additional progress towards universal coverage by expanding eligibility for full-scope Medi-Cal benefits to all persons aged 65 years and older, regardless of immigration status, no sooner than January 1, 2021. This proposal builds upon the children's Medi-Cal expansion under Chapter 18, Statutes of 2015 (SB 75), and the young adult Medi-Cal expansion under Chapter 67, Statutes of 2019 (SB 104).

The Budget includes \$80.5 million (\$64.2 million General Fund) for this expansion, including In-Home Supportive Services costs. It is anticipated that most undocumented persons aged 65 and older who will be eligible are already receiving federally required coverage for emergency care. This expansion will provide preventative care to an estimated 27,000 undocumented persons in the first year. Full implementation costs are projected to be approximately \$350 million (\$320 million General Fund) in 2022-23 and ongoing.

REFORMING NURSING FACILITY FINANCING

Currently, the state provides annual cost-based increases and quality incentive payments to nursing facilities, funded partially by a Quality Assurance Fee equivalent to 6 percent of facility revenues. The resulting revenue draws down additional federal funding.

The existing framework, authorized initially in 2004 and last extended in 2015, sunsets on July 31, 2020. The Budget proposes to reform the funding framework to move from a primarily cost-based methodology to one that better incentivizes value and quality. The intent of these reforms is to further enable nursing facilities to invest in quality patient care while assuring the long-term financial viability of these essential Medi-Cal providers.

Other Significant Adjustments:

- 2019-20 Budget—The Budget includes decreased expenditures in the Medi-Cal program of approximately \$91.7 million General Fund compared to the 2019 Budget Act. The majority of the current year decrease results from lower-than expected managed care and fee-for-service costs, and one-time reconciliations for activity in several prior fiscal years.
- Drug Rebate Fund Reserve—The Budget allocates \$181 million to the Medi-Cal Drug Rebate Fund reserve. This reserve is intended to alleviate the General Fund impact related to drug rebate volatility.
- Hearing Aids for Children—The Budget proposes to create a state program to assist families with the cost of hearing aids and related services for children without health insurance coverage for hearing aids in households with incomes up to 600 percent of the federal poverty level.
- Medi-Cal Rx (Pharmacy Carve-Out)—The Budget includes savings of \$178.3 million (\$69.5 million General Fund) associated with the carve-out of the Medi-Cal pharmacy benefit from managed care to fee-for-service effective January 1, 2021.
- Supplemental Payment Pool for Non-Hospital 340B Clinics—The Budget proposes the creation of a new supplemental payment pool that would provide payments to non-hospital clinics for 340B pharmacy services. This proposal is linked to the Medi-Cal Rx initiative. The Budget includes \$52.5 million (\$26.3 million General Fund) for the program, assuming a January 1, 2021 implementation date.
- County Administration—The Budget includes an increase of \$67.7 million (\$23.7 million General Fund) for county eligibility determination activities based on growth in the California Consumer Price Index.

DEPARTMENT OF SOCIAL SERVICES

The Department of Social Services (DSS) serves, aids, and protects needy and vulnerable children and adults in ways that strengthen and preserve families, encourage personal responsibility, and foster independence. The Department's major programs include CalWORKs, CalFresh, In-Home Supportive Services (IHSS), Supplemental Security Income/State Supplementary Payment (SSI/SSP), Child Welfare Services, Community Care Licensing, and Disability Determination. The Budget includes \$29.5 billion (\$11.7 billion General Fund) for DSS programs in 2020-21.

Consistent with core government functions being performed by public employees, counties administer core social services programs on behalf of the state. Funding to support the administration of these programs has been systematically reviewed and adjusted over the past decade to reflect program changes and increased costs. The Administration is committed to continuing to work with the counties and the County Welfare Directors Association to make further adjustments, as needed.

Significant Adjustments:

- California Access to Housing and Services Fund—The Budget provides \$750 million one-time General Fund to establish a new fund, with the goal of reducing street-based homelessness and increasing the number of stable housing units. See the Homelessness chapter for additional information.
- CalFresh Application Assistance—The Budget includes \$5 million General Fund annually to maintain the GetCalFresh.org website, a statewide online application assistance tool that provides a streamlined application experience and allows clients to apply on multiple platforms. The website will be maintained until a CalSAWS statewide portal becomes operational and offers the same level of client service and language access.
- CalFresh Administration Budgeting Methodology—The Budget holds CalFresh county administration funding in 2020-21 to the 2019-20 level, resulting in increased costs of \$26.9 million General Fund. The Administration will continue to work with representatives of counties and the County Welfare Directors Association of California to develop recommendations for a new budgeting methodology to determine the annual funding level necessary to support CalFresh administration, with the goal of proposing the new methodology in the May Revision.

- Food Banks—The Budget includes \$20 million one-time General Fund for existing Emergency Food Assistance Program providers and food banks to support increased food purchases to partially mitigate the loss of CalFresh benefits due to federal rule changes.
- CalWORKs and CalFresh Program Improvement—The Budget includes \$3 million (\$1.3 million General Fund) to support increased staffing resources at DSS for the CalWORKs and CalFresh programs to improve program outcomes, services, administration, and oversight.

CALIFORNIA WORK OPPORTUNITY AND RESPONSIBILITY TO KIDS

The CalWORKs program, California's version of the federal Temporary Assistance for Needy Families (TANF) program, provides temporary cash assistance to low-income families with children to meet basic needs. It also provides welfare-to-work services so that families may become self-sufficient. Eligibility requirements and benefit levels are established by the state. Counties have flexibility in program design, services, and funding to meet local needs.

Total TANF expenditures are \$8.3 billion (state, local, and federal funds) in 2020-21. The amount budgeted includes \$5.7 billion for CalWORKs program expenditures and \$2.6 billion in other programs. Other programs include expenditures for Child Care, Child Welfare Services, Foster Care, Department of Developmental Services programs, the Statewide Automated Welfare System, Work Incentive Nutritional Supplement, California Community Colleges Child Care and Education Services, Cal Grants, and the Department of Child Support Services. Average monthly CalWORKs caseload is estimated to be approximately 358,000 families in 2020-21, a 1.4-percent decrease from the revised 2019-20 projection. Due largely to an improving economy, caseload has decreased every year from a recent peak of 587,000 in 2010-11.

Other Significant Adjustments:

- CalWORKs Grant Increase—As referenced in the Early Childhood chapter, the Budget reflects a 3.1-percent increase to CalWORKs Maximum Aid Payment levels, effective October 1, 2020, which is estimated to cost \$73.6 million in 2020-21 and \$98.1 million in 2021-22. These increased grant costs are funded entirely by the Child Poverty and Family Supplemental Support Subaccounts of the Local Revenue Fund.

- County Indigent Health Savings—The Budget reflects \$589.8 million in projected county indigent health savings in 2020-21 to offset General Fund costs in the CalWORKs program, a decrease of \$13.1 million from 2019-20. This decrease is more than offset by additional indigent health net savings of \$301.3 million available from 2017-18.

IN-HOME SUPPORTIVE SERVICES

The IHSS program provides domestic and related services such as housework, transportation, and personal care services to eligible low-income aged, blind, and disabled persons. These services are provided to assist individuals to remain safely in their homes and prevent more costly institutionalization. The Budget includes \$14.9 billion (\$5.2 billion General Fund) for the IHSS program in 2020-21, a 16-percent increase in General Fund costs over the revised 2019-20 level. Average monthly caseload in this program is estimated to be 586,000 recipients in 2020-21, a 4.5-percent increase from the revised 2019-20 projection.

Other Significant Adjustments:

- Minimum Wage—The Budget reflects \$1.1 billion (\$523.8 million General Fund) to support planned minimum wage increases of \$13 per hour on January 1, 2020 and \$14 per hour on January 1, 2021.
- Full-Scope Medi-Cal Expansion for Undocumented Persons Aged 65 and Over—The Budget includes \$5.9 million General Fund in 2020-21, growing to \$119.5 million General Fund in 2021-22, to support increased IHSS costs associated with the proposed expansion of full-scope Medi-Cal coverage for undocumented persons 65 years of age or older, beginning January 1, 2021. See the Department of Health Care Services section for more information.
- Training for County Social Workers and Managers—The Budget includes \$3.7 million (\$1.9 million General Fund) in 2020-21 and \$240,000 (\$120,000 General Fund) ongoing to support additional training for county social workers and managers in conducting needs assessments for IHSS recipients to promote consistency across all counties with respect to program requirements.

SUPPLEMENTAL SECURITY INCOME/STATE SUPPLEMENTARY PAYMENT (SSI/SSP)

The federal SSI program provides a monthly cash benefit to eligible aged, blind, and disabled persons who meet the program's income and resource requirements. In California, the SSI payment is augmented with an SSP grant. These cash grants assist recipients with basic needs and living expenses. The federal Social Security Administration administers the SSI/SSP program, making eligibility determinations, computing grants, and issuing combined monthly checks to recipients. The state-only Cash Assistance Program for Immigrants (CAPI) provides monthly cash benefits to aged, blind, and disabled legal noncitizens who are ineligible for SSI/SSP due solely to their immigration status.

The Budget includes \$2.66 billion General Fund in 2020-21 for the SSI/SSP program. This represents a 1.6-percent decrease from the revised 2019-20 budget. The average monthly caseload in this program is estimated to be 1.18 million recipients in 2020-21, a 1.8-percent decrease from the 2019-20 projection. The SSI/SSP caseload consists of 69.4 percent disabled persons, 29.3 percent aged, and 1.4 percent blind.

Effective January 2020, the maximum SSI/SSP grant levels are \$943 per month for individuals and \$1,583 per month for couples. The projected growth in the Consumer Price Index is 1.7 percent for 2021. As a result, the maximum SSI/SSP monthly grant levels will increase by approximately \$13 and \$20 for individuals and couples, respectively, effective January 2021. CAPI benefits are equivalent to SSI/SSP benefits.

The 2019 Budget Act included \$25 million General Fund ongoing to assist homeless, disabled individuals applying for SSI/SSP benefits.

CHILDREN'S PROGRAMS

Child Welfare Services include family support and maltreatment prevention services, child protective services, foster care services, and adoptions. California's child welfare system provides a continuum of services to children who are either at risk of or have suffered abuse and neglect. Program success is measured in terms of improving the safety, permanence, and well-being of children and families served. The Budget includes \$598.9 million General Fund in 2020-21 for services to children and families in these programs, an increase of \$38.9 million General Fund, or 6.9 percent, over the 2019 Budget Act. When federal and 1991 and 2011 Realignment funds are included, total funding for children's programs is over \$6.4 billion in 2020-21.

In 2017, California began implementation of the Continuum of Care Reform (CCR), as enacted in Chapter 772, Statutes of 2015 (AB 403). The reforms emphasize home-based family care, improved service delivery, and increased the role of children and families in assessment and case planning. The reforms also provide for greater coordination of child welfare and mental health services. The Budget includes \$548.6 million (\$373 million General Fund) to continue implementation of CCR.

Since CCR efforts began, the number of California youth in congregate care settings has fallen from 5,500 to roughly 3,500 today, a decline of nearly 40 percent. Counties are accelerating approvals of home-based family care settings for children, and the number of resource families, intensive services foster care, and therapeutic foster care settings is increasing, as is the licensed capacity of short-term residential therapeutic programs.

Other Significant Adjustments:

- Child Welfare Workforce Development—The Budget includes \$11 million (\$5.6 million General Fund) to establish an additional child welfare social workers regional training academy in northern California (bringing the statewide total to five academies), increase ongoing training for social workers and supervisors, assess training effectiveness, and modernize how social worker training is monitored and used to inform workforce development planning.
- California Automated Response and Engagement System—The Budget includes \$54.4 million (\$27.2 million General Fund) to reflect updated project cost estimates, an increase of \$14.2 million General Fund compared to the 2019 Budget Act.

IMMIGRATION SERVICES

The Department of Social Services funds qualified nonprofit organizations to provide immigration services to immigrants who reside in California via the unaccompanied undocumented minors and Immigration Services Funding programs. The Budget continues to include \$65 million General Fund in 2020-21 and ongoing for immigration services.

In November 2019, \$5 million appropriated in the 2018 Budget Act was made available for Deferred Action for Childhood Arrivals (DACA) Legal Services. This funding, provided to qualified contractors, supports legal services, application-filing fees, and education and outreach services for individuals needing to renew their DACA immigration status. The Administration continues to monitor litigation regarding the DACA program.

Other Significant Adjustments:

- **California Newcomer Education and Well-Being Project**—The Budget includes \$15 million one-time Proposition 98 General Fund for the California Newcomer Education and Well-Being Project (CalNEW). CalNEW was established in 2017-18 to assist school districts in improving refugee and unaccompanied undocumented minors students' well-being, English-language proficiency, and academic performance. The funding, which is available over three years, will also provide school-based supports to immigrant families to address harms caused by the federal “public charge” rule.
- **Immigration Legal Services on Community College Campuses**—As referenced in the Higher Education chapter, the Budget includes \$10 million ongoing Proposition 98 General Fund for California Community College campuses to support the provision of immigration legal services.
- **Social Entrepreneurs for Economic Development Initiative**—The Budget includes \$10 million one-time General Fund for the California Workforce Development Board to launch the Social Entrepreneurs for Economic Development Initiative to provide micro-grants and entrepreneurial training to immigrants.
- **Dreamer Resource Liaisons**—As referenced in the Higher Education chapter, the Budget includes an increase of \$5.8 million ongoing Proposition 98 General Fund to fund Dreamer Resource Liaisons and student support services, including those related to career pathways and economic mobility, for immigrant students on community colleges, pursuant to Chapter 788, Statutes of 2019 (AB 1645).

DEPARTMENT OF DEVELOPMENTAL SERVICES

The Department of Developmental Services (DDS) provides individuals with developmental disabilities a variety of services that allow them to live and work independently or in supported environments. California is the only state that provides services to individuals with developmental disabilities as an entitlement. The Budget includes \$9.2 billion (\$5.7 billion General Fund) and estimates that approximately 369,000 individuals will receive developmental services by the end of 2020-21.

REFORMING THE FINANCING OF DEVELOPMENTAL SERVICES

The Budget proposes additional investments in developmental services and establishes a Developmental Services Performance Incentive Program. During the past ten years,

the composition of regional center consumers has significantly changed. Today's consumers have more significant behavioral and healthcare needs, and have shifted in age and ethnicity. Specifically, behavioral health needs have grown by 48 percent, while those with an autism spectrum diagnosis have grown by 177 percent.

DDS, in collaboration with the Developmental Services Task Force and other stakeholders, will make recommendations on how to reform the financing and streamlining of the developmental services delivery system to improve the quality of services delivered. This requires establishing a system that prioritizes outcomes, innovation, and value, which is driven by a funding structure that provides transparency, oversight, and accountability.

DEVELOPMENTAL SERVICES PERFORMANCE INCENTIVE PROGRAM

The Budget includes \$78 million (\$60 million General Fund) to establish a Performance Incentive Program for Developmental Services administered through the Regional Center system. The program will provide incentive payments to Regional Centers to increase the quality of services and addressing disparities while improving data collection to demonstrate value. The Performance Incentive Program is intended to align with each Regional Center's performance contract, but will require Regional Centers to meet an advanced tier of performance measures to receive additional payments.

The goals of the program are: (1) focusing on a quality system that values personal outcome goals for people, such as an improved life or meaningful activities; (2) developing service options to better meet the needs of individuals and families in a person-centered way; (3) promoting the most integrated community settings; and (4) increasing the number of individuals who are competitively employed.

STATE-OPERATED FACILITIES

In 2015, the state announced the planned closure of the three remaining developmental centers: Sonoma, Fairview, and the general treatment area of Porterville. The last residents at Fairview and the Porterville general treatment area are transitioning to the community in January 2020. The Department will continue operating the secure treatment program at Porterville, the Canyon Springs community facility, and state-operated acute crisis facilities in Northern, Central, and Southern California, with an estimated population of 322 by June 30, 2021. To reduce the number of individuals with developmental disabilities found incompetent to stand trial (IST) and

awaiting placement, the Budget includes \$8.9 million General Fund for the temporary activation of one 20-bed unit in the Porterville secure treatment program. The additional unit will sunset June 30, 2024, as more integrated community resources are developed.

COMMUNITY SERVICES

With the developmental center closures, the Department continues to strengthen its focus on community services and the safety net. The Budget includes \$7.5 million General Fund to develop five enhanced behavioral support homes with secure perimeters aimed at providing long-term IST placement, which would become operational in 2021-22, and \$1.1 million General Fund for post-placement follow-up activities with residents transitioning from the remaining developmental centers into the community.

Other Significant Adjustments:

- Supplemental Rate Increases for Additional Service Codes—The Budget includes \$18 million (\$10.8 million General Fund) in 2020-21 and \$35.9 million (\$21.6 million General Fund) in 2021-22 to provide supplemental rate increases for Early Start Specialized Therapeutic Services, Infant Development and Independent Living services, consistent with the supplemental rate increases included in the 2019 Budget Act.
- Enhanced Caseload Ratios for Young Children—The Budget includes \$16.5 million (\$11.2 million General Fund) to establish a reduced regional center service coordinator caseload ratio for consumers who are under the age of five years.
- Systemic, Therapeutic, Assessment, Resources and Treatment Training—The Budget includes \$4.5 million (\$2.6 million General Fund) to provide training on person-centered, trauma-informed, and evidence-based support services for individuals with co-occurring developmental disabilities and mental health needs.
- Warm Shutdown of Fairview Developmental Center—The Budget includes \$11.9 million General Fund to extend the warm shutdown period at Fairview Developmental Center through 2020-21 until a site assessment is completed to inform the disposition of the property.

DEPARTMENT OF STATE HOSPITALS

The Department of State Hospitals (DSH) administers the state mental health hospital system, the Forensic Conditional Release Program, the Sex Offender Commitment Program, and the evaluation and treatment of judicially and civilly committed patients. The Budget includes \$2.2 billion (\$2 billion General Fund) in 2020-21 for support of the Department. The patient population is expected to reach 6,761 by the end of 2020-21, including patients receiving competency treatment in jail-based settings.

DIVERSION OF THE INCOMPETENT TO STAND TRIAL POPULATION

The Department continues to experience a growing number of incompetent to stand trial (IST) commitments—who are referred from trial courts—awaiting admission to the state hospital system. The number of ISTs pending placement into the state hospital system was approximately 800 individuals in December 2019.

To help address this need, the Budget includes \$24.6 million General Fund in 2020-21 to implement a Community Care Collaborative Pilot Program. This initiative will establish a six-year pilot program in three counties that provides incentives to treat and serve individuals deemed IST in the community. The total costs of the pilot program over six years is estimated to be \$364.2 million General Fund. This pilot program will primarily target development of community-based treatment options for individuals deemed IST and increase local investments in strategies to reduce the rate of arrests, rearrests, and cycling in and out of institutions for this population.

The Budget also includes \$8.9 million General Fund in 2020-21 and \$11.2 million General Fund annually thereafter to expand the Jail-Based Competency Treatment program to eight additional counties. This expansion is estimated to increase capacity by up to 63 beds in 2020-21. These efforts are intended to reduce the pending placement time and the waitlist for ISTs referred to DSH treatment programs.

IMPROVING IN-PATIENT CARE AND OUTCOMES

In 2013, the Department initiated a Clinical Staffing Study to develop a data-driven approach to standardize staffing at the five state hospitals. Through the Mission-Based Review process, the Department of Finance and State Hospitals completed an evaluation of the Hospital Forensic Departments and 24-Hour Care Nursing Services, and resources for both were included in the 2019 Budget Act. The Budget includes

\$39.9 million and 127.2 positions based on the evaluation of the two remaining components of the Clinical Staffing Study: Treatment Planning and Delivery and Protective Services.

- **Treatment Planning and Delivery**—The Budget includes \$32 million General Fund and 80.9 positions for the first year of a five-year phase-in to standardize clinician-to-patient ratios, significantly increasing the number of treatment teams and primary care physicians in the state hospitals. This will improve patient outcomes, result in shorter lengths of stay, and reduce patient violence and staff injuries. This proposal also funds two important initiatives: the implementation of trauma-informed care and the development of a comprehensive discharge planning program.
- **Protective Services**—The Budget includes \$7.9 million General Fund and 46.3 positions to support most protective services functions at Napa State Hospital and outside custody and executive leadership system-wide. This will reduce overtime hours and provide additional officers in housing units, which will improve security for patients and staff. The methodology developed for Napa is intended to serve as a model for the standardization at the other state hospitals.

INFRASTRUCTURE

The Budget also includes several investments in the state hospital system infrastructure. The Budget includes \$10.5 million General Fund beginning in 2020-21 and annually thereafter through fiscal year 2026-27, to mitigate ligature risks across the four hospitals accredited by The Joint Commission (TJC). This project is necessary to meet standards for acute psychiatric hospitals required by the federal Centers for Medicaid and Medicare Services, and to maintain TJC accreditation. In addition, the Budget includes \$49.3 million for critical replacements of roofs that have exceeded the useful life expectancy at the state hospitals. The proposal will provide for two roof replacement projects at Metropolitan State Hospital, four at Napa State Hospital, and one at Patton State Hospital.

DEPARTMENT OF YOUTH AND COMMUNITY RESTORATION

The 2019 Budget Act included resources to transition the Division of Juvenile Justice from the Department of Corrections and Rehabilitation to the Health and Human Services Agency as an independent department, effective July 1, 2020. The Budget includes

additional resources to establish the Division of Juvenile Justice as the Department of Youth and Community Restoration and support the administrative functions necessary to operate independently. The new department will consist of 1,415.9 positions and \$289.7 million (\$260.8 million General Fund) in 2020-21 and \$295.6 million (\$266.8 million General Fund) in 2021-22 and annually thereafter. The proposed funding level reflects the establishment of a new training academy, and continues funding for therapeutic communities (\$8 million General Fund ongoing).

This transition aligns with the rehabilitative mission and core values of the Agency by providing trauma-informed and developmentally appropriate services to youth in California's state juvenile justice system. This transition will improve the state's ability to provide youth in the juvenile justice system with the services necessary to return safely to the community and become responsible and successful adults.

In addition, the 2019 Budget Act included \$2 million for the Division of Juvenile Justice to partner with California Volunteers to assist current and recent Division of Juvenile Justice-committed youths in petitioning for honorable discharge designations by pairing those youth with credible messenger AmeriCorps volunteers who themselves had previous experience with the criminal justice system. The Division and California Volunteers have entered into an interagency agreement and are in the process of awarding a grant to an entity that will advertise the program and hire navigators to assist youth in seeking honorable discharge designations.

DEPARTMENT OF PUBLIC HEALTH

The Department of Public Health is charged with protecting and promoting the health and well-being of the people of California. The Budget includes \$3.2 billion (\$211.7 million General Fund) in 2020-21 for the Department.

CALIFORNIA COGNITIVE CARE COORDINATION INITIATIVE

The Budget includes \$3.6 million one-time General Fund to establish a coordination and training initiative through the Alzheimer's Disease Centers to develop a "train the trainer" program that will help family caregivers navigate the complexities of the disease. The new initiative will support caregivers by bridging the gap between the medical system and social services in order to treat the multiple and complicated dimensions of Alzheimer's Disease. The initiative aligns closely with work underway by the Governor's Alzheimer's Disease Preparedness and Prevention Task Force.

LICENSING AND CERTIFICATION

The Department of Public Health regulates many types of health care facilities and entities in the state. To meet mandated state licensing and certification workload, improve care, and better protect the safety of patients, the Budget proposes an additional \$32.9 million Licensing and Certification Program Fund and 92 positions for 2020-21. This augmentation will increase by \$24.5 million in fiscal year 2021-22 and \$5.4 million in in fiscal year 2022-23, supporting an additional 76.6 positions and the continued phase-in of resources for the Department's contract with Los Angeles County. These resources will allow the Department to complete licensure and re-licensure workload and the timely investigation of complaints to mitigate any future backlogs. In addition, the Budget proposes \$3 million from the Internal Departmental Quality Improvement Account to implement quality improvement projects and provide enhanced provider and program support within the Licensing and Certification Program. These resources will allow the Licensing and Certification Program to expand its capacity to better respond to stakeholders and future efforts to streamline and standardize practices.

2011 REALIGNMENT FUNDING

To provide services more efficiently and effectively, 2011 Realignment shifted responsibility and dedicated funding for public safety services to local governments. In addition, community mental health programs previously funded in 1991 Realignment are now funded primarily by revenue dedicated for 2011 Realignment.

The programs and funding for 2011 Realignment are funded through two sources: a state special fund sales tax rate of 1.0625 percent totaling \$7.8 billion, and \$749 million in Vehicle License Fees. These funds are deposited into the Local Revenue Fund 2011 for allocation to the counties and are constitutionally guaranteed for the purposes of 2011 Realignment.

2011 Realignment Estimate¹ - at 2020-21 Governor's Budget

	2018-19	2018-19 Growth	2019-20	2019-20 Growth	2020-21	2020-21 Growth
Law Enforcement Services	\$2,560.7		\$2,633.8		\$2,757.2	
Trial Court Security Subaccount	559.7	7.3	567.0	12.3	579.3	11.2
Enhancing Law Enforcement Activities Subaccount ²	489.9	221.3	489.9	257.4	489.9	259.1
Community Corrections Subaccount	1,311.2	54.8	1,366.0	92.6	1,458.6	83.6
District Attorney and Public Defender Subaccount	37.9	3.7	41.6	6.2	47.7	5.6
Juvenile Justice Subaccount	162.0	7.3	169.3	12.3	181.7	11.2
<i>Youthful Offender Block Grant Special Account</i>	<i>(153.1)</i>	<i>(6.9)</i>	<i>(160.0)</i>	<i>(11.6)</i>	<i>(171.7)</i>	<i>(10.6)</i>
<i>Juvenile Reentry Grant Special Account</i>	<i>(8.9)</i>	<i>(0.4)</i>	<i>(9.3)</i>	<i>(0.7)</i>	<i>(10.0)</i>	<i>(0.6)</i>
Growth, Law Enforcement Services		294.4		380.8		370.7
Mental Health³	1,120.6	6.8	1,120.6	11.4	1,120.6	10.4
Support Services	3,756.7		3,885.6		4,103.4	
Protective Services Subaccount	2,336.2	61.0	2,397.2	103.2	2,500.4	93.2
Behavioral Health Subaccount	1,420.5	67.8	1,488.4	114.7	1,603.0	103.5
<i>Women and Children's Residential Treatment Services</i>	<i>(5.1)</i>	<i>-</i>	<i>(5.1)</i>	<i>-</i>	<i>(5.1)</i>	<i>-</i>
Growth, Support Services		135.6		229.3		207.1
Account Total and Growth	\$7,868.0		\$8,250.1		\$8,559.0	
Revenue						
1.0625% Sales Tax	7,156.8		7,498.1		7,800.6	
General Fund Backfill ⁴	-	-	4.7	-	9.4	
Motor Vehicle License Fee	711.2		747.3		749.0	
Revenue Total	\$7,868.0		\$8,250.1		\$8,559.0	

This chart reflects estimates of the 2011 Realignment subaccount and growth allocations based on current revenue forecasts and in accordance with the formulas outlined in Chapter 40, Statutes of 2012 (SB 1020).

¹ Dollars in millions.

² Base Allocation is capped at \$489.9 million. Growth does not add to the base.

³ Base Allocation is capped at \$1,120.6 million. Growth does not add to the base.

⁴ General Fund backfill pursuant to Revenue and Taxation Code sections 6363.9 and 6363.10.

Other Health and Human Services Adjustments:

- **Child Support Payments**—The Budget proposes to increase the amount of child support payments passed through to CalWORKs families, effective January 1, 2022, from the current \$50 to \$100 for a family with one child and \$200 for a family with two or more children (see the Early Childhood chapter for more information). The Budget also proposes statutory changes to forgive child support payment arrearages or past due amounts that are determined to be uncollectible, beginning January 1, 2022.
- **Increased Support for Local Child Support Agencies**—The Budget includes an increase of \$56 million (\$19.1 million General Fund) for Local Child Support Agency administrative costs. See the Early Childhood chapter for more information.

JOBS AND ECONOMY

The current historic economic expansion has reduced unemployment from a peak of 12.2 percent during the Great Recession to 3.9 percent in November 2019. Real per capita personal income has increased by almost 25 percent from 2007 to 2018. The poverty rate has declined from over 16 percent at the start of the decade to just under 12 percent in 2018, lower than it was in 2007. This strong economic growth has enabled billions in investments to improve schools and roads, to increase access to and the affordability of higher education, to meaningfully move towards universal health care, to create a robust state earned income tax credit program and to steadily increase the state's minimum wage. These investments have strengthened California and made it more resilient.

This economic expansion, fueled by the state's innovative entrepreneurs, world-class education systems, and millions of hardworking residents, has unevenly benefited all regions of the state. Wage and job growth have been uneven across the state and too many struggle to make ends meet, even in the most prosperous areas.

The Budget continues to make targeted investments to move toward a more sustainable and inclusive California. These include investing in schools, colleges, universities, health care, and safety net services. They also include training the workforce of the future, building resilient infrastructure, investing in healthy communities, and mitigating and adapting to climate change.

SUPPORTING BUSINESS CREATION

More businesses start in California than anywhere in the United States, including many green technology businesses. Many of California's new businesses have gone on to become industry leaders, a direct result of the state's world-class colleges and universities, state-of-the-art laboratories, a talented workforce, and commitment to combatting climate change.

To encourage new and small businesses, which are a major engine of economic growth in California and are particularly impactful in rural and less populated areas of the state, the Budget proposes a first-year exemption from the \$800 minimum tax paid by limited liability companies, limited partnerships, and limited liability partnerships. This will put these entities on equal footing with corporations, which already enjoy a first-year exemption from the minimum franchise tax. These changes are expected to provide around \$100 million in tax relief per year, and are subject to annual budget authorization.

INVESTING IN INFRASTRUCTURE

Infrastructure and capital assets allow for the delivery of public services and the movement of goods across the state, both of which are essential components in fostering continued jobs and economic growth. To support this, infrastructure planning must be driven by the current and future needs of Californians, including mitigating the life-threatening impacts of climate change.

The 2020 Five-Year Infrastructure Plan (Plan) reflects the Governor's proposal for investing \$53 billion in state infrastructure over the next five years. It focuses on how these investments can be leveraged to create a sustainable and resilient California. Key areas include:

- The Road Repair and Accountability Act of 2017—SB 1 was passed to address the state's transportation crisis, increasing transportation funding and instituting much-needed reforms. SB 1 increased the gas fuel tax by 12 cents, providing the first significant, stable, and on-going increase in state transportation funding in more than two decades. Annual revenue is approximately \$5.4 billion, \$3.5 billion of which is dedicated to road projects, rehabilitation, and maintenance. The remaining \$1.9 billion is allocated each year to local transit, multi-modal projects, and other transportation priorities. The infusion of new and significant resources has funded

almost 8,000 projects throughout the state and created thousands of new jobs, both at the state and local level. These investments allow the state to continue repairing and maintaining its vast infrastructure and keeps California's economy growing.

- **Broadband for All**—Affordable high-speed Internet is vital to the daily lives of all Californians, such as receiving medical treatment, completing school homework, and taking advantage of emerging economic opportunities. Digital equity and inclusion—ensuring all communities enjoy the fruits of innovation—necessitates Broadband For All. The state's Broadband For All strategy is composed of four principal elements: (1) mapping the state of connectivity in California, including whether, where, and at what speed Californians have access to affordable high-speed Internet; (2) investing new resources, including \$51.4 million to improve school connectivity; (3) optimizing use of existing resources, including approximately \$900 million over the next five years; and (4) prioritizing connectivity across executive actions and policies.
- **Water Resilience Portfolio**—The Sierra snowpack, one of the primary sources of the state's water supplies, is decreasing, reducing natural water storage and altering winter and spring runoff patterns. As climate change continues to threaten the reliability of the state's water supplies, the Administration is advancing a comprehensive strategy to build a climate-resilient water system: the Water Resilience Portfolio. The Plan reflects a \$4.75 billion climate resilience bond for the November 2020 ballot. The bond is structured around climate risks, with over 60 percent of the proposed bond funding dedicated to programs that align with priorities identified in the Water Resilience Portfolio.

For additional information, see the Infrastructure chapter.

TRANSITION TO CARBON NEUTRALITY

California is committed to achieving carbon neutrality by 2045 and reducing greenhouse gas emissions to 80 percent below 1990 levels by 2050.

In recognition that the state's ambitious climate policies are also economic and work force policies, with the potential to create a more inclusive and sustainable economy for all Californians, the Budget includes \$1 billion over the next four years for a new Climate Catalyst Fund. This investment will simultaneously benefit the state's environment and economy across all regions. This new Fund will dramatically increase and leverage private sector investment to support climate-related projects. This

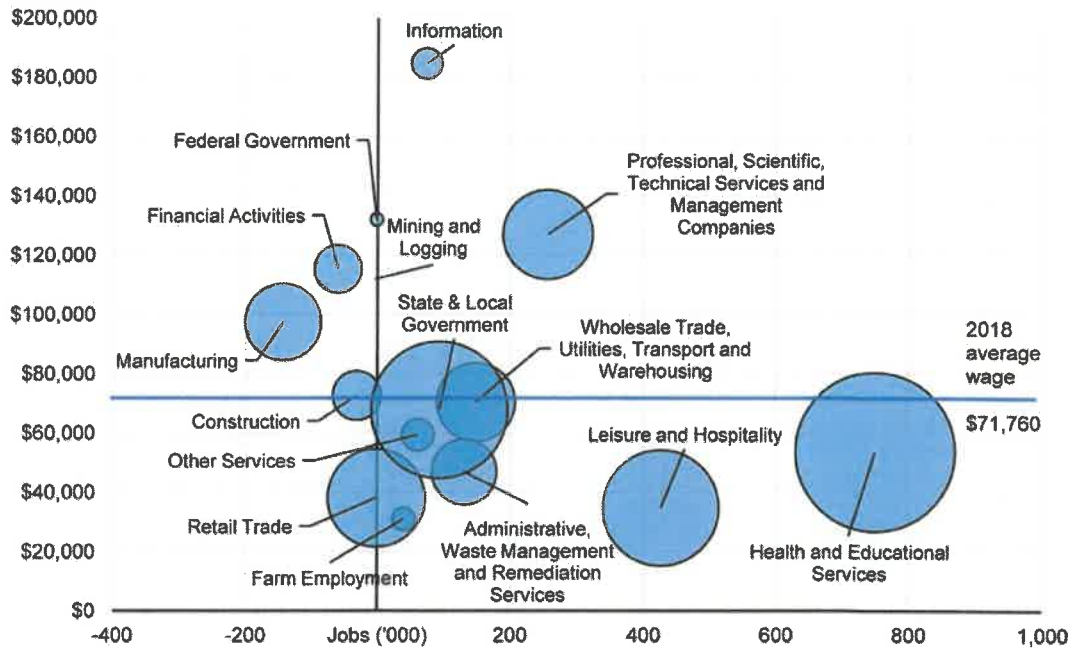
revolving loan fund will provide low-interest loans for a portfolio of projects, focused on areas that help meet the state's climate and equity goals, where technologies and infrastructure exist that could be deployed at much greater speed and scale but face barriers in the private market. Further, it will be designed to support good jobs and a just transition to achieving California's climate goals. For additional information, see the Climate Resilience chapter.

The Budget also reflects the continuation of a major commitment to preparing workers for a carbon-neutral economy by dedicating \$165 million over a five year period for multi-craft pre-apprenticeship programs to increase access to careers in the fast-growing construction industry and expanding the High Road Training Partnership program.

A STRONGER, MORE INCLUSIVE ECONOMY

As of November 2019, California had added more than 2 million payroll jobs since the last pre-recession peak in 2007. However, while average per capita income has increased almost 25 percent in real terms from 2007 to 2018, median household income was flat over that period. As can be seen in the figure on Jobs Added Since 2007 and Average Wages, most of the jobs added have been in lower-wage sectors that have employed the largest numbers of workers. For example, educational and health services added over 600,000 jobs to total around 2.7 million jobs in 2018 at an average wage of less than \$54,000.

Jobs Added Since 2007 and Average Wages
Bubble size indicates total number of 2018 jobs



Sources: CA Department of Finance; CA Employment Development Department, Labor Market Information Division

California's unemployment rate was at a record-low 3.9 percent in November 2019. Typically, low unemployment rates cause employers to raise wages and increase benefits to attract workers. But instead, median household income is stagnant and average wage growth is relatively low.

Income inequality persists and prosperity is not shared by all regions of the state. To create inclusive, long-term economic growth and ensure workers and their families share in that success, the Governor established the Future of Work Commission. The Commission is examining ways to broaden opportunity, better prepare the state's workforce, modernize worker safety-net protections, and preserve and grow good jobs. The Commission will bring forward a set of recommendations later this spring.

HIGHER WAGES FOR WORKING CALIFORNIANS

MINIMUM WAGE

The California state minimum wage increased by \$1 per hour on January 1, 2020 to reach \$12 per hour for businesses with 25 or fewer employees, and \$13 per hour for businesses with 26 or more employees.

Annual increases of \$1 per hour are scheduled to continue until the statewide minimum wage reaches \$15 per hour for everyone, indexed for inflation after that.

EARNED INCOME TAX CREDIT (EITC)

The 2019 Budget Act significantly expanded the EITC, by more than doubling the existing credit from \$400 million to \$1 billion. The expanded program extended credits to 1 million additional households, raising the number of households receiving the credit to 3 million. The expanded credit includes a \$1,000 credit for every family that otherwise qualifies for the credit and has at least one child under the age of 6. The Budget continues the expanded EITC, as well as outreach to encourage higher levels of household participation. In addition, the Budget continues development of a program that would allow workers to receive a portion of the EITC in monthly payments.

ENFORCEMENT OF LABOR LAWS

While new forms of work have provided flexibility for workers, the state has seen an increase in the use of independent contractors, rather than employees, that may be contributing to lower wage growth.

In California, employees are protected by labor laws that mandate a minimum wage, on-the-job breaks, paid time off, coverage for job injuries, unemployment insurance, reimbursement for expenses, health insurance in some instances, and protections against discrimination and harassment. These benefits can range in value from 25 to 50 percent of an hourly wage. For example, an employee making minimum wage of \$12 per hour would receive the equivalent of \$15 to \$18 per hour when benefits are included. By contrast, an independent contractor is paid per contract, and their revenue has to cover time spent working or waiting for a task, all of the insurance benefits, and expenses.

The misclassification of workers as independent contractors erodes worker protection and harms fair market competition, giving some employers an unfair advantage over competitors who pay their fair share of wages, payroll taxes, and benefits.

In 2018, the California Supreme Court issued a landmark ruling in the *Dynamex* decision, which established an employment test to determine whether a worker should be classified as an employee or independent contractor for certain purposes. This new standard presumes all workers are employees unless the employer can demonstrate a worker meets specified conditions, known as the ABC Employment Test.

Chapter 296, Statutes of 2019 (AB 5) codified the ABC Employment Test and expanded its application to include the Labor Code and the Unemployment Insurance Code. The Budget includes resources to enforce compliance with this new law, including:

- \$17.5 million for the Department of Industrial Relations to address workload associated with increased utilization of the workers' compensation program, investigations of labor law violations related to worker status, wage claim filings, and workplace health and safety inspections.
- \$3.4 million for the Employment Development Department to train staff and administer the ABC Employment Test, and to conduct hearings and investigations of worker status.
- \$780,000 for the Department of Justice to address increased enforcement actions and to prosecute cases involving misclassification of employees as independent contractors.

DEPARTMENT OF BETTER JOBS AND HIGHER WAGES

Historically, the state has created workforce programs in various entities in response to specific needs and available funding. This has resulted in a fragmented workforce system. Such programs include the Workforce Innovation and Opportunity Act Program in the California Workforce Development Board, employer services funded by the Wagner-Peyser Act in the Employment Development Department, and the Apprenticeship USA grant within the Department of Industrial Relations.

As rapid advancements in technology, automation, and artificial intelligence reshape the economy and the nature of work, more needs to be done to promote high-quality jobs and economic security for workers, families, and communities. Aligning fragmented workforce programs is a necessary component of these efforts. The Budget proposes a new Department of Better Jobs and Higher Wages and statutory changes to consolidate the workforce functions dispersed across the Labor and Workforce Development Agency. The Department will be comprised of the California Workforce Development Board, the Employment Training Panel, Workforce Services Branch and Labor Market Information Division, which are currently in the Employment Development

Department, and the Division of Apprenticeship Standards currently in the Department of Industrial Relations.

This reorganization is intended to better align data, policy, and program analysis of the state's workforce training programs. The new Department will help the education and training of workers for the jobs of the future. The Budget includes \$2.4 million one-time General Fund to establish executive staff for the new Department.

REGIONS RISE TOGETHER

Regions within the state can have very different growth patterns and challenges. In 2019, the Governor's Office of Business and Economic Development launched a Regions Rise Together initiative. Regions Rise Together seeks to overcome California's regional disparities by identifying and leveraging economic assets within each of the state's regions, as well as strengthening the connections among them. This includes working with local officials on their economic development plans.

The Budget includes \$758,000 ongoing General Fund for four positions for the Governor's Office of Business and Economic Development to be located in the Central Valley, Inland Empire, Central Coast, and North Coast to provide a focus on bringing business and economic development to these regions, by promoting the benefits of these regions and facilitating business expansion.

INVESTING IN INLAND CALIFORNIA

As referenced in the Higher Education chapter, the Budget includes \$25 million ongoing General Fund to support expanded enrollment for the UC Riverside School of Medicine and \$15 million ongoing General Fund to expand services provided by the UC San Francisco School of Medicine Fresno Branch Campus in partnership with UC Merced. These investments will improve access to health care in these underserved regions of the state.

The Budget also includes \$50 million one-time General Fund to support Fresno area regional investments that are focused on improving the economic mobility of Californians living in the region. Specifically, the Budget includes the following investments:

- Fresno-Merced Food Innovation Corridor—An increase of \$33 million one-time General Fund for the establishment of an innovation corridor to stimulate research

and development, commercialization, and innovation to support advanced sustainable agricultural production and high-quality jobs in the San Joaquin Valley. This collaboration between academic institutions and industry will spur additional economic development in a region of the state that for decades has faced nearly double the unemployment rate of the rest of the state.

- Fresno Integrated K-16 Education Collaborative—An increase of \$17 million one-time General Fund to support a plan to design educational pathways to improve social and economic mobility in the greater Fresno region. The project will increase educational attainment and economic mobility by building an efficient path for students in the region, from secondary school through college, and into jobs in high-wage, high-growth sectors.

SUSTAINABLE GROUNDWATER

A significant number of groundwater basins in the Central Valley are critically overdrafted. In recognition that the amount of groundwater available for use will be lower than historical pumping levels that have depleted aquifers, the Administration is focused on supporting local communities' transition to sustainable groundwater use by aligning state investments and policies to enable implementation of the Sustainable Groundwater Management Act. The climate resilience bond proposes \$395 million for projects to implement Groundwater Sustainability Plans. In addition, the Budget proposes \$60 million General Fund to support planning and water trading pilot projects across critically overdrafted basins, and water efficiency improvements in depleted groundwater basins. For additional information, see the Climate Resilience and Infrastructure chapters.

EARLY CHILDHOOD

Providing children in California with a healthy start is one of the best investments the state can make. A growing body of research points to the link between early childhood interventions and improved outcomes years or even decades into the future, including higher education levels, better health, and stronger career opportunities. Investing in early childhood enables these outcomes in the future while strengthening families and reducing child poverty. The framework adopted last year is continued in this budget and promotes a healthy start in three ways: (1) early access for children to educational and health care services, including services for those with adverse childhood experiences, (2) a two-generation approach that invests in parents so they can invest more in their children, and (3) easing financial pressures on parents so they can escape the cycle of poverty and focus on healthy development of their kids in those critical first five years of a child's life.

INCREASING AND IMPROVING ACCESS TO EARLY LEARNING AND CARE

DEPARTMENT OF EARLY CHILDHOOD DEVELOPMENT

California's early childhood system has evolved iteratively, resulting in multiple programs, providers, funding streams, and levels of quality. The array of regulations, funding mechanisms, program standards, and governance structures can be difficult for families and early childhood providers and agencies to navigate.

The Budget proposes to establish the Department of Early Childhood Development under the California Health and Human Services Agency (CHHS) effective July 1, 2021, to promote a high-quality, affordable, and unified early childhood system that improves program integration and coordination with other major programs serving young children. Consolidating child care funding streams and programs under a single system of state administration, in partnership with the Department of Education, which will continue to administer the State Preschool Program, and the State Board of Education, will create a coherent system of early childhood administration and maximize investments in high-quality early childhood programs for low-income children, their families, and the workforce.

The Budget includes \$8.5 million General Fund to establish a transition team at CHHS and will support staffing at the Department of Human Resources, CHHS, and the Department of Social Services to carry out child care collective bargaining activities pursuant to Chapter 385, Statutes of 2019 (AB 378).

MASTER PLAN FOR EARLY LEARNING AND CARE

The 2019 Budget Act included \$5 million one-time General Fund for a long-term strategic plan to provide a roadmap to universal preschool and a comprehensive, quality, and affordable child care system. The Master Plan for Early Learning and Care, administered by the Secretary of the Health and Human Services Agency, will examine ways the state can leverage public/private partnerships to fiscally sustain a universal preschool system and expanded child care system, determine high-need child care and preschool areas, contemplate changes to the current reimbursement rate system, and consider the impact of market rate changes on the cost of child care for unsubsidized families.

Final recommendations and findings from the Master Plan will be submitted by October 1, 2020.

In addition, to the Master Plan, the Administration has established the Early Childhood Policy Council, an advisory body that includes parents, providers, and relevant state agencies. The 2019 Budget Act also made major investments in data systems that integrate statewide provider and recipient information for the state's subsidized early learning and care programs.

SUBSIDIZED CHILD CARE

The 2019 Budget Act expanded child care for 9,400 children in the Alternative Payment Program and 3,000 children in the General Child Care Program. The 2019 Budget Act also included major expansions to access in the CalWORKs Stage 1 child care system by determining eligibility for a 12-month period and increasing access to the Emergency Child Care Bridge Program for Foster Children. Additionally, the 2019 Budget Act invested \$440 million to expand and improve child care facilities and invest in workforce development.

Building upon these investments, the Budget proposes the following increases for child care access:

- CalWORKs Stages 2 and 3 Child Care—A net increase of \$53.8 million non-Proposition 98 General Fund to reflect changes in CalWORKs child care cases, specifically a reduction in projected caseload in Stage 2 offset by an increase in projected caseload in Stage 3. Total costs for Stage 2 and 3 are \$588 million and \$583.1 million, respectively.
- General Child Care Slots—\$50 million ongoing funding from the Cannabis Fund to support over 3,000 General Child Care slots previously funded with General Fund, and an additional \$10.3 million Cannabis Fund for an increase of 621 General Child Care slots.

UNIVERSAL PRESCHOOL

An Administration priority is that all children, regardless of family income, have access to a high-quality preschool program before they begin kindergarten. The Budget continues the Administration's commitment to full-day, full-year access to State Preschool for all eligible low-income four-year-olds. Specifically, the Budget proposes an increase of \$31.9 million in 2020-21 and \$127 million ongoing non-Proposition 98 General Fund to support an additional 10,000 State Preschool slots at non-local educational agencies beginning April 1, 2021.

FULL-DAY KINDERGARTEN AND PRESCHOOL FACILITIES EXPANSION

The 2018 and 2019 Budget Acts included a total of \$400 million one-time non-Proposition 98 General Fund for eligible school districts to construct new, or retrofit existing, facilities to expand access to full-day kindergarten programs. Of this amount,

roughly \$300 million remains available to support the goal of converting existing part-day kindergarten programs to full-day programs. As referenced in the K-12 Education chapter, the Budget proposes dedicating a portion of these funds to support the construction of preschool facilities that increase access to early education for young children on school campuses.

The 2018 and 2019 Budget Acts included a total of \$177 million to support the Inclusive Early Education Expansion Program, which provides funding to local educational agencies to construct or modify preschool facilities to serve students with exceptional needs or severe disabilities. As referenced in the K-12 Education chapter, the Budget also includes \$75 million Proposition 98 General Fund to further support this program.

Chapter 530, Statutes of 2019 (AB 48) placed a \$15 billion general obligation bond—the Public Preschool, K-12, and College Health and Safety Bond Act (Act) of 2020—on the March 3, 2020 ballot for consideration by the voters. AB 48 authorizes school districts to use facilities grant funding to support the construction and modernization of school district operated preschool facilities located on school campuses. If the Act is approved, the Administration will propose statute authorizing the State Allocation Board to provide a new construction or modernization per-pupil grant enhancement to local educational agencies proposing to construct or modernize facilities to expand preschool programs on school campuses. Participants would be required to use the applicable facility to expand the number of preschool students served by the local educational agency consistent with current preschool staffing standards.

EARLY CHILDHOOD HEALTH AND WELLNESS

The 2019 Budget Act included funding for expanded developmental screenings for children, trauma screenings for children and adults, and provider training for trauma screenings. Research shows that individuals who experienced adverse childhood experiences are at greater risk of heart disease, diabetes, and premature death. Identifying cases of trauma in children and adults and providing treatment can lower long-term health costs and support individual and family wellness and healing.

Nearly one-third of the state's population, and approximately 45 percent of new mothers, receive Medi-Cal benefits. In an effort to bolster early childhood supports and reduce health disparities for low-income families, the 2019 Budget Act included a major expansion to the CalWORKs Home Visiting Program, the California Home Visiting Program, and the Black Infant Health Program, including the California Perinatal Equity Initiative.

The Budget builds on the initiatives outlined above through the Medi-Cal Healthier California for All initiative, which is designed to move Medi-Cal to a more consistent and seamless system that focuses on outcomes and prevention. This initiative will improve services to children in the foster care system.

The Budget also includes \$10 million one-time General Fund for the development of an adverse childhood experiences cross-sector training program that will be accredited by the Office of the Surgeon General, as well as a statewide adverse childhood experiences public awareness campaign. The Surgeon General has set a bold goal of cutting adverse childhood experiences and toxic stress in half in a generation through raising awareness and strengthening response networks. The Surgeon General will engage leading experts and consultants to develop a series of trauma-informed trainings specific to key sectors, including early childhood, education, government, and law enforcement. These trainings will incorporate the latest evidence on trauma-informed and trauma-sensitive responses and will be made available statewide.

REDUCING CHILDHOOD POVERTY

The 2019 Budget Act included several major actions to reduce childhood poverty, which is critical to improving outcomes for children. First, it more than doubled the State's Earned Income Tax Credit (EITC) and provided a \$1,000 credit for qualifying families with young children. Second, it restructured the California Work Opportunity and Responsibility to Kids (CalWORKs) grant levels to better assist households where only children are aided. Finally, it established supplemental student financial aid access awards for students with dependent children. This two-generation approach to improving outcomes for children provides new or renewal CalGrant recipients up to \$6,000 for education expenses.

The Budget builds on the 2019 Budget Act to reduce childhood poverty by increasing the amount of child support payments passed through to CalWORKs families. Effective January 1, 2022, child support payments passed through to CalWORKs families will be increased from the current \$50 to \$100 for a family with one child and \$200 for a family with two or more children. This change is anticipated to result in an additional \$34 million annually passed through to approximately 160,000 CalWORKs families, and will reduce annual General Fund revenues by \$17 million. The Budget includes \$1.4 million (\$0.9 million General Fund) for the necessary automation changes needed to implement the proposal in 2021-22.

The Budget also includes an increase of \$56 million (\$19.1 million General Fund) for Local Child Support Agency administrative costs. This increase represents the second year of a three-year, phased-in implementation of a new budgeting methodology. These resources create more equitable funding across all local agencies, reducing geographic disparities in funding for child support case management. The additional funding strengthens support for families with young children by increasing the ability of local agencies to collect and remit child support payments.

PAID FAMILY LEAVE

Research shows that providing paid parental leave leads to positive health and educational outcomes for children, greater economic security for parents, and less strain on finding and affording infant child care. In response, the 2019 Budget Act increased the Paid Family Leave (PFL) benefit duration from six to eight weeks for workers to bond with a new child or care for an ill family member, beginning July 1, 2020. This increase will move California two-thirds of the way to achieving the goal of six months of paid family leave to support parents bonding with their children. Continuing these efforts, the Budget takes additional steps to increase the use of PFL benefits including statutory changes to align PFL benefits with job protections and resources to support small businesses that extend the PFL benefits to their employees.

CHILD SAVINGS ACCOUNTS

Child savings accounts are accounts designated for a specific child to build assets over time through contributions from family, friends, government, non-governmental organizations, and/or the child. The accounts are generally opened with an initial contribution, or seed money, from a sponsoring organization. Eligible uses of the accounts are for tuition (normally for post-secondary education such as college, vocational, or technical schools), room and board, books, supplies and equipment, and mandatory fees.

The 2019 Budget Act included the following investments: \$25 million one-time General Fund to support grants to local governments and nonprofit organizations that sponsor or create local or regional child savings account program; and \$25 million one-time General Fund to support college savings accounts at the ScholarShare Investment Board for eligible low-income California children born on or after July 1, 2020. The Administration is committed to continuing implementation and further promoting the creation of local programs.

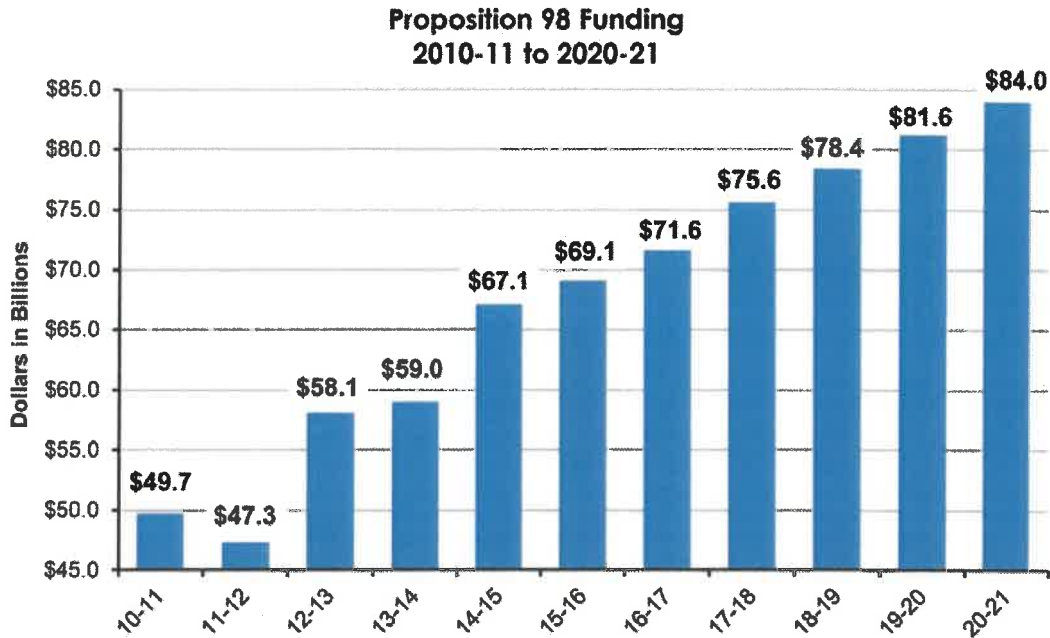
K-12 EDUCATION

California provides academic instruction and support services to nearly six million students in grades kindergarten through twelve in more than 10,000 schools throughout the state. A system of 58 county offices of education, approximately 1,000 local school districts, and more than 1,200 charter schools provides instruction in English, mathematics, history, science, and other core competencies to provide students with the skills they will need upon graduation to either enter the workforce or pursue higher education.

INVESTING IN EDUCATION

The Proposition 98 funding for K-12 schools and community colleges for 2020-21 is \$84 billion—an all-time high. When combined with more than \$819 million in settle-up payments for prior fiscal years, the Budget proposes an increased investment of \$3.8 billion in schools and community colleges.

The Budget proposes significant targeted investments that reflect the Administration's commitment to improving opportunities and outcomes for every child in public K-12 schools, while maximizing flexible funding in recognition of the fiscal challenges faced by many local educational agencies. Specifically, the Budget proposes a \$1.2 billion augmentation to the Local Control Funding Formula (LCFF), approximately \$900 million for educator recruitment and training, an increase of nearly \$900 million for special education, \$300 million for expanded supports and services for the state's neediest schools, \$300 million for the development of innovative community school models that



support student mental health, and \$70 million to improve and strengthen school meal programs. The Budget also proposes changes to improve fiscal accountability regarding the use of LCFF funds.

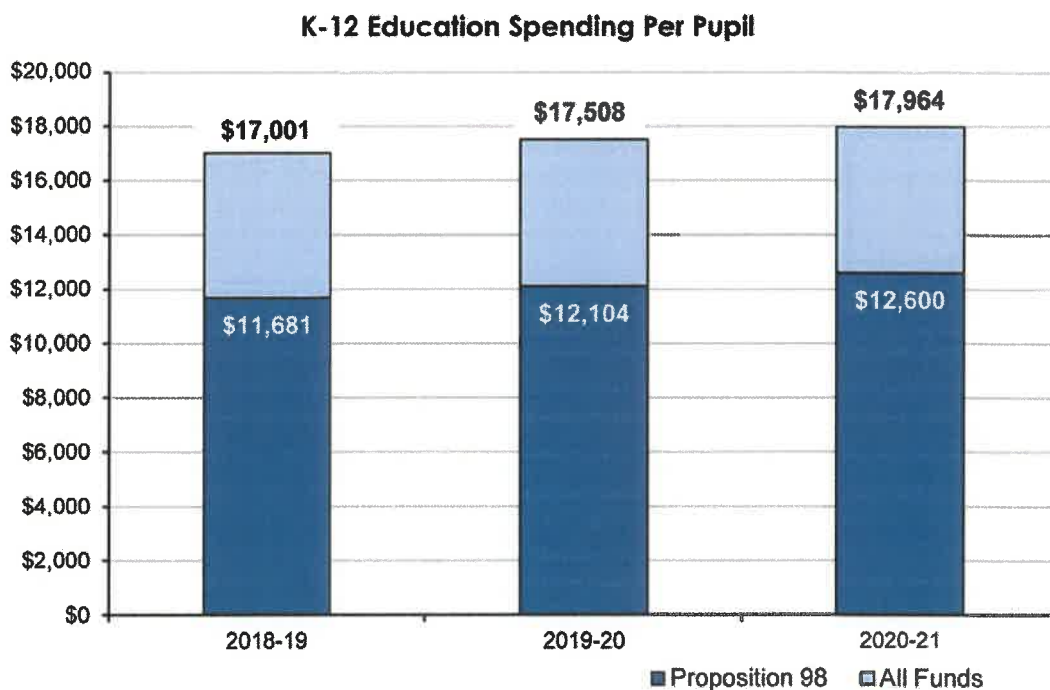
PROPOSITION 98

The annual funding level for K-12 schools and community colleges is determined by the Proposition 98 formula, a constitutional initiative approved by California voters in 1988 that guarantees K-12 schools and community colleges a minimum level of funding from state and local property taxes. Proposition 98 is designed to increase education funding each year by either: (1) funding K-14 education at its 1986-87 proportion of General Fund (known as Test 1), (2) applying growth in average daily attendance (ADA) and growth in per capita personal income to the prior year Proposition 98 funding level (known as Test 2), or (3) applying growth in ADA and growth in per capita General Fund to the prior year Proposition 98 funding level (known as Test 3). Due largely to projected increases in revenues and year-over-year declines in ADA, Test 1 is projected to be operative for fiscal years 2018-19 through 2020-21.

The Proposition 98 funding level for 2020-21 represents an increase of \$3 billion over the 2019-20 level funded in the 2019 Budget Act. The Proposition 98 funding levels for the 2018-19 and 2019-20 fiscal years increased from 2019 Budget Act levels by \$301.5 million

and \$517 million, respectively, due largely to an increase in property tax revenue in 2018-19 and increased General Fund revenues in both 2018-19 and 2019-20.

Reflecting the changes to Proposition 98 funding levels noted above, total K-12 per-pupil expenditures from all sources are projected to be \$17,508 in 2019-20 and \$17,964 in 2020-21—the highest level ever. Ongoing K-12 per-pupil expenditures of Proposition 98 funds are \$12,600 in 2020-21, an increase of \$496 per pupil over the level provided in 2019-20—and \$7,200 higher than its low point in 2011-12.



PUBLIC SCHOOL SYSTEM STABILIZATION ACCOUNT

Proposition 2, approved by the voters in 2014, established the Public School System Stabilization Account, also referred to as the Proposition 98 Rainy Day Fund, within the Proposition 98 Guarantee as a mechanism to lessen the impact of volatile state revenues on K-14 schools. In a fiscal year when all of the following conditions are met, a deposit is made into the Account:

- State General Fund revenues from capital gains exceed 8 percent of total revenues;
- Proposition 98 Test 1 is operative;

- Proposition 98 maintenance factor obligations created prior to 2014-15 have been paid;
- The Proposition 98 required minimum funding level is not suspended; and
- The Proposition 98 funding level is greater than the prior year's funding level less any deposits into the Account, adjusted for attendance growth and inflation.

The Budget projects that a deposit into the Account is required in 2019-20. Pursuant to Proposition 2, the amount deposited into the Account is the difference between the Test 1 funding level and the higher of Test 2 or the prior year funding level adjusted for growth and inflation, but not more than the impact that capital gains revenues in excess of 8 percent of total revenues has on the minimum funding level. In 2019-20, this results in a required deposit of \$524.2 million, which represents an increase of \$147.7 million over the deposit projected at the 2019 Budget Act.

Deposits made into the Account must be spent in fiscal years in which the minimum Proposition 98 funding level is not sufficient to fund the prior year funded level adjusted for any deposits or withdrawals from the Account and adjusted for growth and inflation. Pursuant to Proposition 2, a withdrawal of \$37.6 million is projected to be made from the Account in 2020-21.

Under current law, there is a cap on school district reserves in fiscal years immediately succeeding those in which the balance in the Account is equal to or greater than 3 percent of the total K-12 share of the Proposition 98 Guarantee (approximately \$2.2 billion). Because the balance in 2020-21 is \$486.6 million, school district reserve caps are not required in 2021-22.

SUPPLEMENTAL PENSION PAYMENTS

Local educational agencies will also continue to benefit from the massive \$3.15 billion non-Proposition 98 General Fund payment made on their behalf to the California State Teachers' Retirement System (CalSTRS) and the California Public Employees' Retirement System (CalPERS) Schools Pool. An estimated \$850 million is buying down the employer contribution rates in 2019-20 and 2020-21 and the remaining \$2.3 billion is being paid toward long-term unfunded liabilities. Overall, these payments are expected to save schools \$6.9 billion over the next three decades.

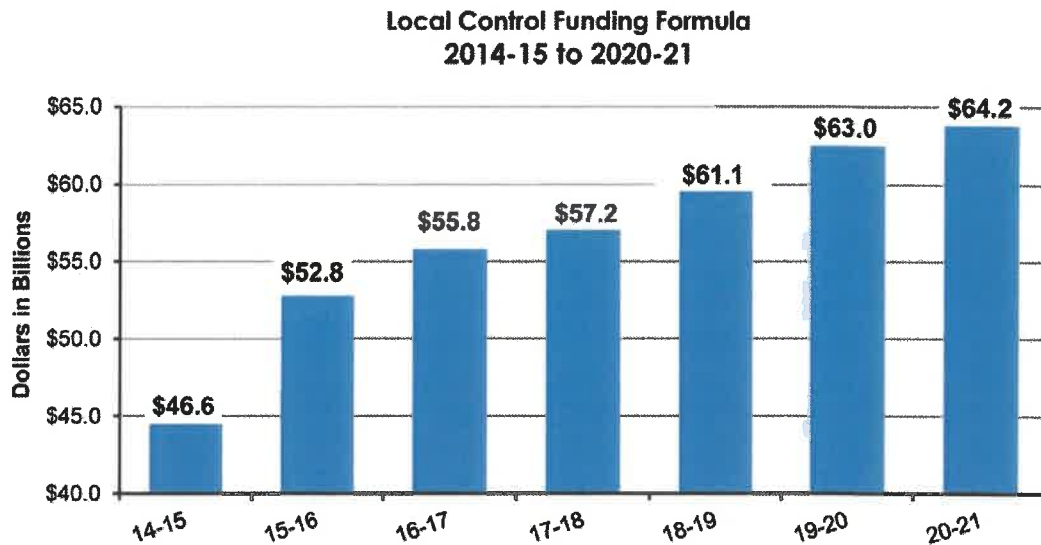
LOCAL CONTROL FUNDING FORMULA (LCFF)

The Administration is committed to funding public schools through the LCFF to support all students, with greater support for students from low-income families, English language learners, and youth in foster care. The formula was designed to account for research and practical experience that indicates that low-income students, English language learners, and youth in foster care often require supplemental services and supports to be successful in school. The formula includes the following major components:

- A base grant for each local educational agency per unit of average daily attendance, including an adjustment of 10.4 percent to the base grant to support lowering class sizes in grades K-3, and an adjustment of 2.6 percent to reflect the cost of operating career technical education programs in high schools.
- A 20-percent supplemental grant for English learners, students from low-income families, and youth in foster care to reflect increased costs associated with educating those students.
- An additional concentration grant of up to 22.5 percent of a local educational agency's base grant, based on the number of English learners, students from low-income families, and youth in foster care served by the local educational agency that comprise more than 55 percent of enrollment.

The county office of education formula includes: (1) a base grant for each county office of education per unit of average daily attendance to support instruction of students who attend community schools and juvenile court schools, and (2) unrestricted funding, inclusive of the resources necessary for administrative and technical support of local educational agencies in developing and approving local accountability plans based on the average daily attendance of all students in the county.

The Budget proposes a \$1.2 billion Proposition 98 General Fund increase for the LCFF, which reflects a 2.29 percent cost-of-living adjustment (COLA), and brings total LCFF funding to \$64.2 billion. Since the enactment of LCFF in 2013, the state has allocated over \$24.6 billion in additional ongoing resources to school districts and charter schools through the formula.



FISCAL ACCOUNTABILITY

As discussed in the prior section, a critical component of the LCFF is the additional funding provided to local educational agencies through supplemental and concentration grants. State law requires that local educational agencies increase or improve services provided to students who generate the grant funds (students from low-income families, English language learners, and youth in foster care) in proportion to the additional funding received, and document these increased or improved services in their Local Control and Accountability Plans (LCAPs), which include local educational agencies' three-year strategic spending plans to improve opportunities and outcomes for students. County superintendents of schools are required to review and approve school district LCAPs, which are developed with input from the local community and displayed on local educational agency websites.

Since the 2013 enactment of the state's educational accountability system, the Legislature and the State Board of Education have taken several actions to improve the LCAP. These include:

- Adoption of an LCAP template to provide consistency and clarity in local budgeting and strategic planning across the state.
- Improvements in the transparency and comparability of the local indicators for school site-level data.

- Development of the electronic template for the LCFF Budget Summary for Parents, which breaks down LCAP budgeting information to help stakeholders better understand local funding decisions.
- Various changes to streamline the LCAP and highlight its most important information, to improve families' ability to use it as a tool and engage in local decision-making.

Despite these reforms, concerns remain regarding the local budgeting of supplemental and concentration grant funds, and whether these funds are benefiting the students that generate them.

To further improve and strengthen LCFF fiscal accountability the Budget proposes \$600,000 one-time Proposition 98 General Fund to:

- Make statewide LCAP information easily accessible to the public through the development of an online LCAP portal. This portal will collect information from local educational agencies across the state using the revised LCAP template adopted by the State Board of Education. The new template includes an expenditure table that shows total LCFF funds expended on actions that increase or improve services for high-need student groups, and requires local educational agencies to identify actions from prior LCAPs that were not implemented as planned, including differences between planned and actual expenditures.
- Co-locate the School Accountability Report Card (SARC) and the LCAP online to make it easier for the public to access and compare both accountability tools.

Once completed, these new systems will provide easier access to statewide data on actions and expenditures included within LCAPs and how investments being made through LCFF are improving opportunities and outcomes for high-need students. Additionally, over the coming months, the Administration will engage in a process to identify potential avenues for strengthening accountability around the requirement for local educational agencies to provide increased or improved services for high-need students, particularly when actions described in an LCAP are not implemented as planned.

IMPROVING STUDENT OUTCOMES

California's education accountability system is built upon state, regional, and local partnerships and driven by a comprehensive set of student performance measures. The foundation for the system is the LCAP, which is created by local educational agencies in collaboration with their communities to support improved student outcomes.

Currently, student achievement across the state is measured using: (1) state test scores in English language arts and math, (2) English language acquisition for students with a home language other than English, (3) chronic absenteeism, (4) graduation rates, (5) suspension rates, and (6) a college/career readiness indicator. The online California School Dashboard displays statewide measures for all public schools, school districts, and county offices of education and breaks out data for more than a dozen student groups, including youth in foster care, homeless youth, students with disabilities, socioeconomically disadvantaged students, and English language learners, as well as by student race/ethnicity.

Data from the 2019 Dashboard highlights that while achievement gaps are narrowing for some student groups, persistent gaps remain. The Dashboard showed the achievement gap closing in various metrics for Latinx students, students with disabilities, low income students, and African American students. For example, African American students showed the largest graduation rate gain among student groups, students with disabilities made the greatest gains in math and English language arts, and gaps narrowed for Latinx students in college/career readiness, English language arts, and high school graduation.

However, students with disabilities, youth in foster care, homeless youth, and African American students are still more likely than their peers to score below the state standard on state English language arts and math tests. Youth in foster care are much more likely than their peers to be suspended from school and much less likely to graduate from high school. Students with disabilities, youth in foster care, and English language learners are less likely than their peers to finish high school ready for college or career.

Building upon the significant investments made in the 2019 Budget Act for special education, educator recruitment and training, early education, and longitudinal data collection, the Budget proposes augmentations to the following areas to target resources and support to programs aimed at closing the academic achievement gap and ensuring that teachers and school leaders have the tools necessary to improve outcomes for all students.

EDUCATOR RECRUITMENT AND PROFESSIONAL DEVELOPMENT

The state has a well documented, long-term, statewide teacher shortage in the areas of special education, science, and math. Certain regions of the state, including rural and high cost of living areas, have been more heavily impacted than others and report difficult hiring fully credentialed teachers regardless of subject matter area. A well-prepared teacher workforce is a significant factor in predicting high student achievement and in closing the achievement gap. Recent studies link poor student outcomes directly with a resulting high proportion of un-credentialed and under-prepared teachers especially in high poverty schools. Most African American students are concentrated in 23 districts that are in the highest poverty schools where there are fewer experienced teachers.

Schools are also finding it difficult to access and retain, at a reasonable cost, the services of educational specialists such as speech pathologists, psychologists, behaviorists, and occupational and physical therapists, whose services are crucial for students with exceptional needs. Additionally, educators and administrators have expressed that they are often unprepared or underprepared to meet the complex social-emotional needs of their students while delivering instruction in the increasingly rigorous curriculum required for students to be successful in the 21st century.

To expand and increase the preparedness of the state's public K-12 teacher and administrator workforce, especially in the state's low-income schools, the Budget allocates approximately \$900 million. This builds on \$147.4 million allocated for grants for students enrolled in a professional teacher preparation program who commit to working in a high-need field at a priority school; training and resources for classroom educators; and professional learning opportunities for public K-12 administrators and school leaders included in the 2019 Budget Act. The Budget proposes the following teacher training initiatives:

PROFESSIONAL DEVELOPMENT AND SUPPORT

- \$350 million one-time Proposition 98 General Fund to augment the funding provided in the 2019 Budget Act for the Educator Workforce Investment Grants, which support competitive grants for professional learning opportunities for teachers and paraprofessionals across the state. This new round of funding will be provided through a competitive process to local educational agencies to conduct training in the following high-need areas:

- special education, including inclusive practices, universal design for learning, and dyslexia identification;
 - multi-tiered systems of support and mental health interventions;
 - supporting English language learners;
 - social-emotional learning and restorative practices;
 - non-discrimination, anti-bullying, and affirmative supports for LGBTQ and other marginalized students; and
 - computer science and science, technology, engineering, and math (STEM).
- \$18 million one-time Proposition 98 General Fund for the California Collaborative for Educational Excellence to bolster awareness of available services and supports for all local educational agencies in the topics listed above, to strengthen the capacity of local educational agencies to improve student outcomes in state priority areas.

EDUCATOR RECRUITMENT AND PREPARATION

- \$193 million one-time Proposition 98 General Fund for the Workforce Development Grant Program to address workforce shortages in high-need subjects and areas.
- \$175 million one-time Proposition 98 General Fund to expand the Teacher Residency Program, which supports locally sponsored, one-year intensive, mentored, clinical teacher preparation programs dedicated to preparing and retaining teachers in high-need subject areas in high-need communities.
- \$100 million one-time Proposition 98 General Fund for the California Teacher Credential Award Program for \$20,000 stipends for fully credentialed teachers who complete four years of teaching service in a high-need subject at a high-need school.
- \$64.1 million one-time Proposition 98 General Fund to expand the California Classified School Employees Credentialing Program, which provides grants to K-12 local educational agencies to recruit non-certificated school employees to become certificated classroom teachers.

Additionally, the Budget proposes to suspend accreditation fees for institutions of higher education and local educational agencies that administer a teacher preparation program or induction program. The Commission on Teacher Credentialing collects approximately \$800,000 in these fees each year.

SPECIAL EDUCATION

Nationwide, local educational agencies are required by federal law to provide appropriate and comprehensive educational programs for students with disabilities, from ages 3 through 22. However, federal funding for support services for these students does not reflect the rising cost of special education services. Congress has set a goal of 40 percent for the federal share of costs of special education services, but averages only about 10 percent of costs in California. Additionally, the federal government provides the state with only a fraction of the funding necessary to support mandated services for preschool-age children with disabilities.

Recognizing these federal funding deficiencies, the state has significantly augmented funding to local educational agencies for special education services, providing approximately \$4 billion in 2019-20, compared to the federal allocation of \$1.3 billion. While the existing state special education funding formula is an improvement over previous models, the methodology remains complex and administratively costly, with base funding rates varying for Special Education Local Plan Areas (SELPA) across the state and a supplemental patchwork of add-ons with differing allocation formulas and spending restrictions.

As discussed in the previous section, the student academic achievement gap is most pronounced for children with disabilities. Of the student groups with data on the California School Dashboard, students with disabilities have the lowest statewide scores for mathematics, English language arts, and college/career readiness. However, from the 2017-18 school year to the 2018-19 school year, these students increased their scores on average in all of these areas (although the achievement gap for students with disabilities grew during this time as their peers' scores increased more quickly). This indicates a momentum that the state can build upon with targeted investments and policy improvements to support educators in maintaining this progress.

To improve local educational agencies' ability to effectively support students with disabilities, the 2019 Budget Act included a historic increase of \$645 million Proposition 98 General Fund for special education, providing all SELPA) with at least the statewide target rate for base special education funding, and increasing school districts' special education funding based on the number of children ages 3 to 5 years with exceptional needs being served. The continued allocation of these funds was contingent upon the adoption by the Legislature and Administration of reforms to the special education funding formula and special education accountability system as part of the 2020 Budget Act.

To this end, in summer and fall 2019, the Administration and the Legislature engaged with researchers and collaborated with stakeholders, including staff from many local educational agencies and SELPAs, to determine best practices and opportunities to improve the state's system of special education. Feedback and findings varied, but there was general agreement that:

- Skillful teaching in inclusive classrooms improves outcomes for all students, not just students with disabilities;
- Needs associated with student mental health and social-emotional issues are becoming more prevalent;
- Many teachers are not fully prepared to adapt curriculum to meet the changing needs of students, especially students with disabilities in a general education classroom;
- Shortages in special education teachers and specialists make providing services more costly, less effective, and difficult to schedule; and
- A clear and consistent message from the state is needed to allow teachers, parents, administrators, and school boards to fully embrace a move towards more inclusive classrooms and eliminate education siloes.

In response to these findings, the Budget proposes a three-phase, multi-year process to improve special education finance, services, and student outcomes.

INITIAL PHASE: INCREASED FUNDING, A NEW FUNDING FORMULA, AND EXPANDED STATEWIDE SUPPORTS

For the 2020-21 fiscal year, the Budget proposes a new special education base formula that uses a three-year rolling average of local educational agency ADA (but still allocated to SELPAs) and includes a 15 percent increase in the Proposition 98 General Fund contribution to the base formula funding over the amount provided in the 2019 Budget Act. Most local educational agencies will see an increase in base funding; however, the approximately 100 local educational agencies with base rates higher than the proposed base rate will be held harmless. The ongoing increase in the base rate is funded with the \$645 million provided in the 2019 Budget Act for base rate increases and funding for preschool-age children with disabilities.

In addition to the new base rate funding formula, the Budget proposes an additional \$250 million ongoing Proposition 98 General Fund based on the number of children ages 3 to 5 years with exceptional needs served. Funding will be allocated on a

one-time basis to school districts based on the number of preschool-age children with disabilities that the district serves. School districts will be required to allocate these funds to increased or improved services.

For the 2020-21 fiscal year, the Budget proposes that all other existing AB 602 special education categorical funding sources remain as in current law until a finalized formula is adopted in future phases.

As discussed in the Educator Recruitment and Professional Development section, the Budget also proposes significant investments in special education professional development and workforce recruitment, including funding for the statewide system of support to provide assistance with special education programs to local educational agencies. Further, the Budget proposes \$500,000 one-time Proposition 98 General Fund for a study of the current SELPA governance and accountability structure, and \$600,000 one-time Proposition 98 General Fund for two workgroups to study improved accountability for special education service delivery and student outcomes.

Finally, the Budget proposes \$4 million one-time Proposition 98 General Fund for dyslexia research, training, and a statewide conference. Nearly 800,000 California students are diagnosed with a learning disability that qualifies them for special education services, with the majority of these students diagnosed with either speech and language delays or specific learning disabilities, including dyslexia. Effective interventions for these students include providing early access to skilled educators that are trained in evidence-based instructional strategies and multi-tiered systems of support.

FUTURE PHASES: FINALIZING THE FUNDING FORMULA, IMPLEMENTING REFORMS, AND IMPROVING SPECIALIZED SERVICES

In future phases, the Administration anticipates (1) finalizing the new special education funding formula to support equity, and more inclusive practices and early intervention services; (2) incorporating changes in statute based on recommendations from the governance and accountability workgroups established in the Budget; (3) pursuing reforms related to family and student engagement, including whole-child and family wrap-around services, and refining funding, accountability, and service delivery for specialized services such as out-of-home placements, non-public school placements, and the State Special Schools; and (4) incorporating recommendations from the Master Plan for Early Learning and Care into the K-12 infrastructure of early intervention services for young children with exceptional needs.

ADDRESSING THE ACHIEVEMENT GAP

To accelerate progress on eliminating the student achievement gap, the state will support school districts in developing innovative initiatives that improve student outcomes. The Budget proposes to build upon the state's existing investments in the statewide system of support that provides assistance to local educational agencies to address systemic issues that lead to poor outcomes for specific student groups.

COMMUNITY SCHOOLS

Conditions associated with poverty, including food insecurity, housing and employment instability, and inadequate health care, create substantial and compounding barriers to learning. Schools alone cannot alleviate all of the negative effects of poverty. However, a research-based strategy with strong evidence of success is the creation of “community schools”, which can mitigate the educational disadvantages associated with poverty and improve students' attendance, behavior, and achievement by making schools a hub of community resources.

Community schools offer unique models to more efficiently and effectively provide integrated educational, health, and mental health services to students with a wide range of needs. Currently, some county offices of education and school districts support community school initiatives that offer coordinated access to a range of community services, on- or off-campus, including before and after school care.

The Budget proposes \$300 million one-time Proposition 98 General Fund to establish Community School grants for local educational agencies supporting innovative community school models. Specifically, the grants will provide resources to local educational agencies to implement programs aligned with the community school model, including:

- Integrated and coordinated student wrap-around services, including intensive health, mental health, and social services, as well as early screening and intervention for learning and other needs.
- Collaborative leadership and support for educators, including professional development in student mental and behavioral health, trauma-informed care, social-emotional learning, restorative justice, and other key areas.
- Increased family and community engagement, through activities including home visits and school climate surveys.
- Extended learning time and expanded learning opportunities.

OPPORTUNITY GRANTS

In 2019, based on student outcomes from the California School Dashboard, 333 school districts qualified for differentiated assistance from their county office of education. This means that at least one student group in each of these districts failed to make progress on two or more state priority areas. The California Collaborative for Educational Excellence (CCEE), along with specified lead county offices of education, guides the statewide system of support, which is the infrastructure in place in California to assist local educational agencies with finding the root causes of persistent low performance and creating and executing improvement plans to address those causes. Additionally, the CCEE is currently evaluating four school districts with multiple years of no or negative progress with multiple student groups for more comprehensive support and intervention.

The Budget proposes \$300 million one-time Proposition 98 General Fund to: (1) establish Opportunity Grants for the state's lowest-performing schools and school districts, and (2) expand the capacity of the CCEE in its role within the statewide system of support. The grants will pair resources and assistance that grantees receive through the statewide system of support and federal Title I to provide integrated and intensive interventions to close achievement gaps. Funds for the CCEE will be used to: (1) improve the school and school district review process, (2) expand educational leadership training, (3) provide expert assistance to support local improvement plan implementation, and (4) evaluate state and local continuous improvement efforts.

COMPUTER SCIENCE

It is a priority of the Administration that all students in the K-12 public school system are able to access computer science education to provide them with the skills they need to succeed. In an important step toward this goal, the State Board of Education adopted an implementation plan for California's first set of Computer Science Content Standards for K-12 schools in May 2019.

To support the implementation of the new standards, the 2019 Budget Act included investments in STEM and computer science training for teachers, broadband infrastructure, and a new California Computer Science Coordinator. To build upon the momentum created by these investments, the Budget proposes:

- \$15 million one-time Proposition 98 General Fund for grants to local educational agencies to support the preparation of approximately 10,000 K-12 teachers to earn a supplementary authorization on their credential to teach computer science.
- \$2.5 million one-time Proposition 98 General Fund for a county office of education within the Statewide System of Support to identify, compile, and share computer science resources for professional development, curriculum, and best practices.
- \$1.3 million one-time non-Proposition 98 General Fund to develop a new UC Subject Matter Project in computer science and \$340,000 non-Proposition 98 General Fund for one cohort of approximately 1,200 educators to participate in the new project.

SCHOOL NUTRITION

State law requires California K-12 public schools to offer at least one nutritionally adequate meal to all income-eligible students each school day. School meals are a primary nutrition safety net for needy students, and research has shown that well-nourished youth are more likely to show up for class, stay in school, and succeed academically.

The federal government provides about \$2.6 billion to California for a variety of school nutrition programs, including the National School Lunch Program, the School Breakfast Program, the Child and Adult Care Food Program, the Summer Food Service Program, and the California Fresh Fruit and Vegetable Program. The state augments the federal funding provided for school nutrition programs by approximately \$173 million Proposition 98 General Fund. These funds are disbursed to participating schools in the form of reimbursement for meals served to students whose families are at or below 185 percent of the federal poverty level.

The enactment of the LCFF in 2013 created a new funding incentive for local educational agencies to identify students eligible for free and reduced-price meals, as supplemental and concentration grant funding is allocated to local educational agencies in part based on the number of students eligible for the federal and state nutrition programs. However, there are some local educational agencies that choose not to participate in the federal and state nutrition programs. Anecdotal evidence suggests that their reasons for non-participation include the lack of flexibility in the programs' requirements, and the relatively low rate of reimbursement available.

To improve the quality of subsidized school meals and encourage participation in the state and federal school nutrition programs, the Budget proposes \$60 million Proposition

98 General Fund to increase funding for school nutrition. Additionally, the Budget proposes \$10 million Proposition 98 General Fund to provide training for school food service workers to promote healthier and more nutritious meals. Further, as discussed in the Statewide Issues and Various Departments chapter, the Budget proposes \$10 million non-Proposition 98 General Fund in 2020-21 and \$1.5 million annually thereafter for the California Department of Food and Agriculture to establish a Farm to School Grant Program to support California farmers and expand healthy food access by providing grants to schools.

SCHOOL FACILITIES

PUBLIC PRESCHOOL, K-12, AND COLLEGE HEALTH AND SAFETY BOND ACT OF 2020

Recognizing that the number of applications received by the State Allocation Board exceeded available voter-approved new construction and modernization bond funding, Chapter 530, Statutes of 2019 (AB 48) placed a \$15 billion general obligation bond—the Public Preschool, K-12, and College Health and Safety Bond Act (Act) of 2020—on the March 3, 2020 ballot for consideration by the voters. If approved, the Act would provide \$9 billion to support K-12 facilities construction, of which:

- \$5.2 billion would support modernization projects, including \$150 million to support lead in drinking water testing and remediation;
- \$2.8 billion would support new construction projects;
- \$500 million would support charter school construction projects; and
- \$500 million would support career technical education projects.

If the Act is approved by voters, AB 48 reforms the School Facilities Program to more equitably address the changing needs of K-12 school districts and charter schools, better promote energy efficiency, and to address lead in drinking water. The Act also contains provisions to assist school districts affected by natural disasters, and lowers fees to support construction of needed multifamily housing units. Core programmatic revisions include:

- Implementing an equitable formula to compute a school district's state and local share of the costs for a new construction or modernization project;

- Processing new construction and modernization applications on a quarterly basis based upon a specified priority processing order;
- Authorizing school districts to use new construction and modernization funding to provide access to broadband Internet, address seismic deficiencies, construct school kitchens, and construct or modernize transitional kindergarten classrooms, public preschool facilities, and facilities supporting school nurses and counselors;
- Setting aside up to 10 percent of the new construction and modernization funding to specifically support small school district facilities projects and enabling small school districts to reserve bond authority and be eligible for grants to procure technical assistance from specified public agencies; and
- Adjusting and expanding the eligibility provisions for school districts requesting financial hardship assistance.

If voters approve the Public Preschool, K-12, and College Health and Safety Bond Act of 2020 in March of this year, the Administration will revise its proposed K-12 bond investments to address school district lead in drinking water testing and remediation, districts recovering from a natural disaster, and other priority areas not reflected in prior bond acts. The Infrastructure chapter includes additional details regarding the Public Preschool, K-12, and College Health and Safety Bond Act of 2020.

2016 BOND ACT INVESTMENTS

Proposition 51, approved by voters in November 2016, authorized a total of \$7 billion in state general obligation bonds for K-12 schools to be allocated through the School Facilities Program in place as of January 1, 2015. Approximately \$600 million in Proposition 51 bond funds were expended in each of the fiscal years 2017-18 and 2018-19. As in 2019-20, the Budget allocates \$1.5 billion Proposition 51 bond funds to support school construction projects, which is more than double the amount allocated in 2018-19.

KINDERGARTEN AND PRESCHOOL FACILITIES

The state has made significant investments in the improvement and expansion of kindergarten facilities, with the goal of moving more programs from part-day to full-day to improve educational outcomes for children and better accommodate working parents. The 2018 and 2019 Budget Acts included a total of \$400 million one-time non-Proposition 98 General Fund for eligible school districts to construct new, or retrofit

existing, facilities for full-day kindergarten programs. Of this amount, roughly \$300 million remains available to support the goal of converting existing part-day kindergarten programs to full-day programs. Funds in this program are prioritized for school districts with high rates of students receiving free and reduced price meals and enable eligible school districts to qualify for financial hardship funding similar to the traditional K-12 facilities program. The Budget proposes dedicating a portion of these funds to support the construction of preschool facilities on school campuses.

Additionally, as discussed in the Early Childhood chapter, the Budget proposes \$75 million Proposition 98 General Fund to expand the Inclusive Early Education Expansion Program. This program was created as part of the 2018 Budget Act and provides funding to local educational agencies to construct or modify preschool facilities to serve students with exceptional needs or severe disabilities. The program received a total of \$177 million in the 2018 and 2019 Budget Acts.

Further, as referenced in the Early Childhood chapter, if the Public Preschool, K-12, and College Health and Safety Bond Act of 2020 is approved by voters in March, the Administration will propose statute authorizing the State Allocation Board to provide a new construction or modernization per-pupil grant enhancement to local educational agencies proposing to construct or modernize facilities to expand preschool programs on school campuses. Participants would be required to use the applicable facility to expand the number of preschool students served by the local educational agency consistent with current preschool staffing standards.

OTHER K-12 BUDGET ADJUSTMENTS

Significant Adjustments:

Local Property Tax Adjustments—An increase of \$7.3 million Proposition 98 General Fund for school districts and county offices of education in 2019-20 as a result of decreased offsetting property tax revenues, and a decrease of \$1.1 billion Proposition 98 General Fund for school districts and county offices of education in 2020-21 as a result of increased offsetting property taxes.

School District Average Daily Attendance—A decrease of \$268.5 million Proposition 98 General Fund in 2019-20 for school districts resulting from a decrease in projected average daily attendance from the 2019 Budget Act, and a decrease of \$175.1 million Proposition 98 General Fund in 2020-21 for school districts resulting from a further projected decline in average daily attendance for 2020-21.

Cost-of-Living Adjustments—An increase of \$122.4 million Proposition 98 General Fund to reflect a 2.29 percent cost-of-living adjustment for categorical programs that remain outside of the Local Control Funding Formula, including Special Education, Child Nutrition, State Preschool, Youth in Foster Care, Mandates Block Grant, Adults in Correctional Facilities Program, American Indian Education Centers, and the American Indian Early Childhood Education Program.

County Offices of Education—An increase of \$5.7 million Proposition 98 General Fund to reflect a 2.29-percent cost-of-living adjustment and average daily attendance changes applicable to the LCFF.

Fiscal Crisis Management and Assistance Team—An increase of \$695,000 Proposition 98 General Fund for: (1) increased workload related to school districts in fiscal distress and expanded training, and (2) improving staff recruitment.

Instructional Quality Commission—An increase of \$483,000 non-Proposition 98 General Fund on a one-time basis for the Instructional Quality Commission to continue its work on the development of model curriculum and frameworks.

HIGHER EDUCATION

Californians are building the workforce of the future by pursuing educational opportunities, forming regional partnerships, and establishing innovative companies. Higher education represents a key pathway for Californians to access education and training opportunities, develop the skills needed to meet the state's ever-changing workforce needs, and to improve their upward economic mobility. Enabling current and future students to successfully meet their higher education goals and achieve upward economic mobility is critical to creating a California for all. Building upon last year's investments, the Budget proposes continued investments in the state's universities and colleges, enabling them to further increase access to higher education, improve student success and timely degree completion, and close student achievement gaps.

The Budget addresses student cost pressures through California Community Colleges (CCCs) by reducing textbook costs, reducing time to degree completion and transfer, and supporting students' access to food through campus food pantries. The Budget also reflects investments in the University of California (UC) and California State University (CSU), with the expectation that both segments expand access, and continue efforts aimed at graduating more students, closing achievement gaps, meeting the educational needs of students in underserved regions of the state, and improving all students' time-to-degree completion.

OVERVIEW

The Budget proposes total funding of \$36 billion (\$21.2 billion General Fund and local property tax and \$14.8 billion other funds) for higher education. The total reflects growth of approximately \$111 million (an increase of \$376 million General Fund and local property taxes, and a decrease of \$265 million from other funds—largely attributable to one-time capital outlay expenditures) compared to revised 2019-20 expenditures. The figure on Higher Education Expenditures displays additional detail about funding for higher education.

Higher Education Expenditures (Dollars in Millions)

	2018-19	2019-20	2020-21	Change from 2019-20	
				Dollars	Percent
University of California					
Total Funds ^{1/}	\$9,052.3	\$9,395.5	\$9,520.7	\$125.2	1.3%
Ongoing General Fund	3,475.5	3,724.3	3,942.0	\$217.7	5.8%
One-Time General Fund	267.7	213.9	56.0	-	-
California State University					
Total Funds ^{1/}	\$7,439.8	\$8,026.1	\$7,916.9	-\$109.2	-1.4%
Ongoing General Fund	3,961.3	4,356.9	4,587.4	\$230.4	5.3%
One-Time General Fund	132.8	345.5	\$6.0	-	-
California Community Colleges					
Total Funds	\$15,125.4	\$15,661.7	\$15,801.8	\$140.1	0.9%
General Fund & Property Taxes	10,299.1	10,495.3	10,904.5	\$409.2	3.9%
California Student Aid Commission					
Total Funds	\$2,274.7	\$2,699.7	\$2,677.1	-\$22.6	-0.8%
Ongoing General Fund ^{2/}	1,189.4	1,618.9	1,656.4	\$37.5	2.3%
Other Higher Education ^{3/}					
Total Funds	\$71.8	\$92.7	\$69.2	-\$23.4	-25.3%
Ongoing General Fund	14.6	16.9	21.0	\$4.0	23.9%
One-Time General Fund	6.5	26.1	-	-	-
Total Funds	\$33,964.0	\$35,875.6	\$35,985.7	\$110.1	0.3%
General Fund	\$19,346.8	\$20,797.8	\$21,173.3	\$375.5	1.8%

^{1/} These totals include tuition and fee revenues and other funds the universities report as discretionary.

^{2/} General Fund expenditures for the Cal Grant program are offset by reimbursements, including approximately \$1 billion in federal Temporary Assistance for Needy Families (TANF) funds received through an agreement with the Department of Social Services.

^{3/} This category includes expenditures for Hastings College of the Law and one-time funds in 2019-20 for the Scholarshare California Kids Investment and Development Savings Program.

FRESNO DRIVE

As referenced in the Jobs and Economy and Statewide Issues and Various Departments chapters, the Budget includes \$50 million one-time General Fund to support the Fresno Developing the Region's Inclusive & Vibrant Economy (DRIVE)

initiative, which proposes Fresno area regional investments focused on improving the economic mobility of Californians living in the region. Specifically, the Budget includes the following investments:

- **Fresno-Merced Food Innovation Corridor**—An increase of \$33 million one-time General Fund for the establishment of an innovation corridor to stimulate research and development, commercialization, and innovation to support advanced sustainable agricultural production and high-quality jobs in the San Joaquin Valley. The Department of Food and Agriculture will work with local educational institutions, the Governor's Office of Business and Economic Development, and regional partners to prioritize and implement investments for this initiative, including leveraging philanthropic and private support.
- **Fresno Integrated K-16 Education Collaborative**—An increase of \$17 million one-time General Fund to support a plan to design educational pathways to improve social and economic mobility in the greater Fresno region. The project will increase educational attainment and economic mobility by building an efficient path for students in the region, from secondary school through college, and into jobs in high-wage, high-growth sectors.

CALIFORNIA COMMUNITY COLLEGES

The CCCs are the largest system of higher education in the nation, serving roughly one-quarter of the nation's community college students, or approximately 2.1 million students. The CCCs provide basic skills, vocational, and undergraduate transfer education with 73 districts, 115 campuses, and 78 educational centers. In 2018-19, the CCCs awarded over 98,000 certificates and 186,000 degrees and transferred over 103,000 students to four-year institutions.

CONTINUED IMPLEMENTATION OF THE STUDENT-CENTERED FUNDING FORMULA

The Budget continues supporting student success and closing longstanding achievement gaps in the CCC system. The Student-Centered Funding Formula was established in the 2018 Budget Act to address the shortcomings of a decades-old, enrollment-based apportionments formula by better prioritizing student access and success. The 2019 Budget Act included several refinements to provide more stability for colleges under the formula, including awarding funding for a student's highest outcome earned for specified student success metrics, directing the CCC Chancellor's

Office to recalculate the Student-Centered Funding Formula rates, and specifying that those rates be reflected in statute for the 2020-21 fiscal year.

Recognizing that the formula is in the second year of implementation, the Budget proposes no further refinements to the formula in fiscal year 2020-21. The Chancellor's Office is continuing to make improvements to its data collection and implementation plan to improve the accuracy of the data reported by districts for planning purposes. Additionally, the Funding Formula Oversight Committee recently recommended that the Administration and Legislature include a metric reflecting first-generation college students within the funding formula. The Administration supports this recommendation, but recognizes that incorporating this metric first requires the collection of first-generation student data that aligns with the Committee's recommended definition of a first-generation college student. The Administration expects the Chancellor's Office to develop guidance and collaborate with CCC districts to collect this data for inclusion in the formula.

The Administration also encourages the Chancellor's Office to work with districts and colleges to implement best practices that increase student access to financial aid under the federal Pell grant and the California College Promise Grant, which, in addition to allowing colleges to maximize resources under the formula's supplemental allocation, provides additional resources to students to support the costs to attend college.

EXPANDING AND SUPPORTING APPRENTICESHIP OPPORTUNITIES

The CCCs are central to training and developing the skilled workforce needed for the state to meet its ever-changing workforce needs, and the state must prepare students with the skills needed by employers not only today but into the future. The Budget includes \$83.2 million Proposition 98 General Fund to support the following apprenticeship investments:

- \$15 million Proposition 98 General Fund to augment the California Apprenticeship Initiative, which supports the creation of apprenticeship opportunities in priority and emerging industry sectors.
- \$20 million one-time Proposition 98 General Fund to expand work-based learning models and programs at community colleges, including working with faculty and employers to incorporate work-based learning into curriculum.

- \$48.2 million Proposition 98 General Fund, of which \$20.4 million is one-time, to support projected growth in reimbursable apprenticeship instructional hours.

STREAMLINING SUPPORT AND TECHNICAL ASSISTANCE

The state has historically provided funding to support systemwide technical assistance set-asides and systemwide initiatives to further the development, implementation, and evaluation of various community college categorical programs and initiatives. Many of these supports and initiatives have been established independently of one another, leading to a patchwork of supports and technical assistance for colleges that are not well-coordinated and that may not address the CCC's most pressing needs for technical assistance.

To further the coordination and delivery of systemwide technical assistance and systemwide initiatives, the Budget proposes consolidating the technical assistance set-asides for several categorical programs and several systemwide initiatives into a new California Community Colleges System Support Program. The program would provide for the enhanced coordination and delivery of systemwide technical assistance or systemwide initiatives to meet the CCC's evolving needs.

Other significant adjustments:

- CCC State Operations Support—An increase of \$166,000 non-Proposition 98 General Fund for one position for continued support of the Chancellor's Office's accounting operations.
- Staffing for Working Group on Community College Athlete Compensation—An increase of \$700,000 one-time non-Proposition 98 General Fund for the CCC Chancellor's Office to contract with an external organization to staff a working group on a community college athlete's use of the athlete's name, image, and likeness for compensation, pursuant to Chapter 383, Statutes of 2019 (SB 206).
- Apportionments Cost-of-Living Adjustment—An increase of \$167.2 million Proposition 98 General Fund for a 2.29-percent cost-of-living adjustment.
- Apportionments Enrollment Growth—An increase of \$31.9 million Proposition 98 General Fund available for enrollment growth.
- Apprenticeship Programs—An increase of \$83.2 million Proposition 98 General Fund for the following investments:

- \$48.2 million Proposition 98 General Fund, of which \$20.4 million is one-time, to support projected increases in apprenticeship instructional hours.
- \$15 million Proposition 98 General Fund to augment the California Apprenticeship Initiative to support the creation of apprenticeship opportunities in priority and emerging industry sectors.
- \$20 million one-time Proposition 98 General Fund to expand access to work-based learning models and programs at community colleges.
- Faculty Support—An increase of \$15 million one-time Proposition 98 General Fund for a pilot fellowship program for improving faculty diversity at community colleges and an increase of \$10 million one-time Proposition 98 General Fund for part-time faculty office hours.
- Food Pantries—An increase of \$11.4 million Proposition 98 General Fund to establish or support food pantries at community college campuses.
- Zero-Textbook-Cost Degrees—An increase of \$10 million one-time Proposition 98 General Fund to develop and implement zero-textbook-cost degrees using open educational resources.
- Legal Services—As referenced in the Health and Human Services chapter, an increase of \$10 million Proposition 98 General Fund to provide legal services to immigrant students, faculty, and staff on community college campuses.
- Dreamer Resource Liaisons—As referenced in the Health and Human Services chapter, an increase of \$5.8 million Proposition 98 General Fund to fund Dreamer Resource Liaisons and student support services, including those related to career pathways and economic mobility, for immigrant students in community colleges, pursuant to Chapter 788, Statutes of 2019 (AB 1645).
- Instructional Materials for Dual Enrollment Students—An increase of \$5 million Proposition 98 General Fund for community colleges to provide instructional materials for dual enrollment students.
- Local Property Tax Adjustment—A decrease of \$191.1 million Proposition 98 General Fund as a result of increased offsetting local property tax revenues.
- CCC Facilities—An increase of general obligation bond funding of \$27.6 million for 24 new capital outlay projects. This allocation represents the next installment of the \$2 billion available to CCCs under Proposition 51. Construction funding for continuing projects will be considered consistent with project schedules.

- 2020 Bond Act—Chapter 530, Statutes of 2019 (AB 48) places a \$15 billion general obligation bond—the Public Preschool, K-12, and College Health and Safety Bond Act (Act) of 2020—on the March 3, 2020 ballot for consideration by the voters, of which \$2 billion will fund CCC facilities. If the Act is approved, these additional resources will be available to fund CCC projects with a focus on the most critical to the system's reported capital needs and toward projects that have appropriate local matching resources.

CALIFORNIA STATE UNIVERSITY

The CSU provides undergraduate and graduate instruction generally up to the master's degree. Its 23 campuses enroll approximately 410,000 students. In 2018-19, the CSU awarded 127,400 degrees. The CSU also provides opportunities for residents to enroll in professional and continuing education programs. The CSU is striving to better fulfill its mission through the Graduation Initiative 2025, which aims to increase four-year graduation rates, increase two-year transfer graduation rates, and eliminate equity gaps. The CSU is an especially important institution for providing four-year education in some of the most underserved region of the state, including the Far North, the Central Valley, and the Inland Empire.

The Budget includes a five-percent increase in base resources, or \$199 million ongoing General Fund, to support the CSU's operational costs, expand CSU enrollment, and further achieve the goals of the CSU's Graduation Initiative 2025. In addition, the Budget includes \$6 million one-time General Fund to support the development or expansion of degree and certificate completion programs via the Extended and Continuing Education programs, with a focus on online programs.

These investments are provided with the expectation that CSU will continue to improve college affordability, support additional student enrollment at the most impacted campuses and programs, and continue making progress towards the goals of Graduation Initiative 2025, including improving degree completion of underrepresented groups.

GRADUATION INITIATIVE 2025

The CSU Graduation Initiative 2025, adopted by the Board of Trustees in 2016, commits the CSU to increasing the four-year graduation rate to at least 40 percent, increasing

the two-year graduation rate to at least 45 percent, and closing achievement gaps between different groups of students by 2025.

The CSU continues to make significant strides to meet these goals. The 2018-19 academic year resulted in a record high number of graduates, the highest ever four-year graduation rate for first-time students, and the highest ever two-year graduation rate for transfer students. The Administration expects the CSU to continue supporting the underlying goals of the Graduation Initiative, which will better improve students' timely degree completion and reduce students' total degree costs, and to focus on reducing equity gaps in degree completion by roughly one-fifth of the gap, consistent with CSU's broader commitment to equity.

EXTENDED AND CONTINUING EDUCATION FOR DEGREE COMPLETION

Millions of Californians have some college credits, but have not completed a degree, and are not currently enrolled in a higher education institution. To better enable these students to complete their degree or certificate program, the Budget includes \$6 million one-time General Fund to develop or expand degree and certificate completion programs through CSU Extended and Continuing Education programs, with a focus on the development of online programs. Providing additional options for those seeking to complete their degree or certificate will provide further opportunities to improve their long-term economic and social mobility.

Other significant adjustments:

- Ongoing Base Growth—An increase of \$199 million ongoing General Fund, which represents an increase in base resources of five percent, with the expectation that these funds will be used to support the University's operational costs, expand student access, and support continued progress toward achieving the goals of the Graduation Initiative 2025.
- Expanded and Continuing Education—An increase of \$6 million one-time General Fund to support the development and expansion of degree and certificate completion programs, with an emphasis on online programs.
- Summer Financial Aid Program—The Budget shifts the suspension date for the CSU Summer Financial Aid program from December 31, 2021 to June 30, 2023. The suspension would be lifted if the Administration determines through the 2023 Budget Act process that there is sufficient General Fund revenue to support all suspended programs in the subsequent two fiscal years.

- 2020 Bond Act—Chapter 530, Statutes of 2019 (AB 48) places a \$15 billion general obligation bond—the Public Preschool, K-12, and College Health and Safety Bond Act (Act) of 2020—on the March 3, 2020 ballot for consideration by the voters. If the Act is approved by voters, the Board of Trustees of the CSU would be required to adopt five-year campus plans that reflect specified affordable student housing information and goals. The Trustees would be required to consider several key inputs, including a campus's affordable student housing plan, when determining whether to request state funding for a project, and \$2 billion in state General Obligation bonds would be allocated to support CSU projects. Further, if the Act is approved, the Administration will submit a CSU bond investment proposal to the Legislature to support proposed CSU projects that would address critical fire and life safety issues, seismic deficiencies, and critical deferred maintenance.

UNIVERSITY OF CALIFORNIA

The UC offers formal undergraduate and graduate education, is the public segment authorized to independently award doctoral degrees, and is designated as the state's primary academic agency for research. Its 10 campuses enroll more than 280,000 students. In 2018-19, the UC awarded nearly 77,700 degrees. An additional 400,000 students participate in continuing education programs through the UC extension centers.

The Budget proposes a \$217.7 million ongoing General Fund augmentation to support a five-percent General Fund increase in base resources for UC campuses and the Division of Agriculture and Natural Resources; expanded enrollment and operational funding at the UC Riverside School of Medicine; service expansion for the UC San Francisco School of Medicine Fresno Branch Campus in partnership with UC Merced; the Center for Public Preparedness Multi-Campus Research Initiative; and baseline adjustments for immigrant legal services and graduate medical education.

In addition to this ongoing funding, the Budget proposes \$55.3 million one-time General Fund to develop a grant program for animal shelters, to support degree and certificate completion programs at UC extension centers, and to develop a UC Subject Matter Project in computer science.

These investments are provided with the expectation that UC will continue to focus on maintaining college affordability, increasing student access, improving timely degree completion, and reducing achievement gaps.

STUDENT ACCESS

UC indicates it will use funding provided in the 2019 Budget Act to serve approximately 3,200 additional resident undergraduate students in fiscal year 2019-20, and 1,600 additional resident undergraduate students in fiscal year 2020-21. The Administration expects the UC to use a portion of the flexible resources included in the Budget to further increase resident undergraduate enrollment in fiscal years 2020-21 and 2021-22.

To expand medical school enrollment and support medical school operating costs in specified regions of California with a critical shortage of medical professionals, the Budget includes \$25 million ongoing General Fund to expand enrollment and increase operational support for the UC Riverside School of Medicine, and \$15 million ongoing General Fund to expand the UC San Francisco School of Medicine Fresno Branch Campus in partnership with UC Merced.

DEGREE COMPLETION

Millions of Californians have some college credits and no degree, and are not currently enrolled in a college or university. Building upon a one-time \$15 million investment made in the 2019 Budget Act to support degree and certificate completion through UC extension, the Budget provides \$4 million one-time General Fund to support degree and certificate completion programs at UC extension centers, with a focus on the development of online programs. These funds will provide additional, flexible options for Californians to complete advanced credentials, improving their long-term economic and social mobility.

Other significant adjustments:

- **Base Growth**—An increase of \$169.2 million ongoing General Fund, which represents an increase in base resources of five percent, with the expectation that these funds will be used to increase undergraduate enrollment, and to support operational costs and student support services.
- **Agriculture and Natural Resources**—An increase of \$3.6 million ongoing General Fund, which represents an increase in base resources of five percent, to support operational costs for the Division of Agriculture and Natural Resources.

- Collaborative Research for Emergency Preparedness—An increase of \$3 million ongoing General Fund to support the UC San Diego Center for Public Preparedness Multi-Campus Research Initiative.
- Graduate Medical Education—An increase of \$2.3 million General Fund, of which \$1.6 million is ongoing, to offset declining Proposition 56 revenue supporting a statewide grant program to expand the number of available graduate medical residency slots.
- Grants for Animal Shelters—An increase of \$50 million one-time General Fund for the UC Davis Koret Shelter Medicine Program to develop a grant program for animal shelters. As referenced in the chapter on Statewide Issues and Various Departments, this program will provide expertise, support, and local assistance over a five-year period to help local communities achieve the state's policy goal that no adoptable or treatable dog or cat should be euthanized.
- UC Extension—An increase of \$4 million one-time General Fund for degree and certificate completion programs through UC extension centers, with a focus on the development of online degree completion programs.
- UC Subject Matter Project—An increase of \$1.3 million one-time General Fund to develop a UC Subject Matter Project in computer science and support an initial cohort of K-12 computer science educators.
- Summer Financial Aid Program—The Budget shifts the suspension date for the UC Summer Financial Aid program from December 31, 2021 to June 30, 2023. The suspension would be lifted if the Administration determines through the 2023 Budget Act process that there is sufficient General Fund revenue to support all suspended programs in the subsequent two fiscal years.
- 2020 Bond Act—Chapter 530, Statutes of 2019 (AB 48) places a \$15 billion general obligation bond—the Public Preschool, K-12, and College Health and Safety Bond Act (Act) of 2020—on the March 3, 2020 ballot for consideration by the voters. If the Act is approved by voters, the UC Regents would be required to adopt five-year campus plans that reflect specified affordable student housing information and goals. The Regents would be required to consider several key inputs, including a campus's affordable student housing plan, when determining whether to request state funding for a project, and \$2 billion in state General Obligation bonds would be allocated to support UC and Hastings College of the Law projects. Further, if the Act is approved, the Administration will submit a UC bond investment proposal to the Legislature to support proposed UC projects that would address critical fire and life safety issues, seismic deficiencies, and critical deferred maintenance.

CALIFORNIA STUDENT AID COMMISSION

Administered by the California Student Aid Commission, the state's primary financial aid program is the Cal Grant Program. The Cal Grant entitlement program provides financial aid awards to students who meet specified eligibility criteria, and who attend one of the state's qualifying public institutions or independent and private institutions. Students who are ineligible for the Cal Grant entitlement program can compete for financial aid awards available through the Cal Grant competitive program.

The Budget assumes total financial aid expenditures of \$2.7 billion, of which \$2.6 billion supports the Cal Grant Program and Middle Class Scholarship. In 2018-19, over 147,000 students received new Cal Grant awards, and over 223,000 students received renewal awards.

IMPROVING COLLEGE AFFORDABILITY

The state's Cal Grant entitlement program is estimated to provide over 391,000 financial aid awards to students who meet specified eligibility criteria in fiscal year 2019-20. Of these awards, 41,000 competitive Cal Grant awards are annually available to students who demonstrate financial need, but do not meet all of the criteria to receive an entitlement award. The majority of Cal Grant awards provide a stipend to cover some living expenses, such as housing, food, and transportation. However, many students still struggle to afford the total costs of attending a higher education institution in California. The Budget includes CCC investments that are aimed at reducing textbook costs, reducing time-to-degree completion and transfer, and supporting students' access to food through campus food pantries.

The California Student Aid Commission recently convened a statewide workgroup to explore how the state's financial aid programs can best serve the needs of students and address the total cost of attendance of California's higher education institutions. The Administration expects the workgroup to consider strategies to mitigate the underlying drivers of non-tuition costs.

STUDENT LOAN AND DEBT SERVICE OUTREACH

Existing financial aid programs, including student and family loan programs, are intended to subsidize the cost of higher education, making these institutions more accessible. However, these programs can be difficult to understand and often cause

people to forego loans or accept sub-optimal terms or repayment plans. This often causes student loan debt, which once functioned as a temporary bridge or provided a reasonable method to afford college, to be viewed as a significant financial barrier, and lead to some students rejecting available loan aid.

The Budget includes \$5 million one-time General Fund to support the convening of a student loan working group and to provide student loan outreach. The workgroup will explore administrative strategies and concepts to better ensure students are able to access the most beneficial loan programs, repayment plans, and debt service forgiveness programs. This allocation would support the development of an informational website reflecting all available state and federal loan repayment plans, as well as information regarding local workshop opportunities that borrowers could attend to obtain assistance in understanding federal loans and federal loan repayments. This allocation would also support grants to public colleges and universities to notify borrowers of all available state and federal loan repayment options.

Other significant adjustments:

- Cal Grant Program Costs—A decrease of \$160.8 million in 2019-20 and \$63 million in 2020-21 to reflect a decrease in the number of new and renewal awardees in 2019-20 and 2020-21.
- Temporary Assistance for Needy Families (TANF) Reimbursements—A decrease of \$60.1 million in federal TANF reimbursements in 2020-21, which increases General Fund support for the Cal Grant program by an equal amount.
- Cal Grant Access Awards for Student Parents—An increase of \$21.6 million General Fund to reflect an increase in the number of estimated recipients in 2020-21.
- Tuition Award for Students at Private Nonprofit Institutions—The Budget assumes that independent institutions, as a sector, will meet the Associate Degrees for Transfer acceptance requirements needed to maintain the maximum Cal Grant tuition award at \$9,084 for students attending these schools. The Association of Independent California Colleges and Universities, which represents most of these institutions, will report on the sector's progress toward the goal in April 2020.
- Grant Delivery System—An increase of \$5.3 million General Fund to fund the third year of project costs for the Grant Delivery System Modernization Project.
- Student Loan Debt Service Workgroup and Outreach—An increase of \$5 million one-time General Fund to convene a workgroup to analyze student loan borrowing and loan repayment patterns, develop an outreach initiative to educate student

loan borrowers about their loans, lending practices, and available repayment options, and provide grants to public universities to inform current and former borrowers of currently available loan repayment options.

HASTINGS COLLEGE OF THE LAW

Hastings College of the Law is affiliated with the UC system, but is governed by its own Board of Governors. Located in San Francisco, it primarily serves students seeking a Juris Doctor degree, but also has a Master of Laws program and a Master of Studies in Law program. In 2018-19, UC Hastings enrolled 964 full-time equivalent students. Of these, 940 were Juris Doctor students.

Other significant adjustment:

- Base Growth—An increase of \$1.4 million ongoing General Fund for operational costs.

CALIFORNIA STATE LIBRARY

The California State Library serves as the central reference and research library for the Governor and the Legislature. The Library collects, preserves, generates, and disseminates information, and provides critical assistance to the libraries across the state. Additionally, the Library administers programs funded by state and federal funds to support local and public library programs.

Other significant adjustments:

- Lunch at the Library—An increase of \$1 million one-time General Fund for library districts to develop summer meal programs for students in low-income communities.
- Online Service Systems (Zip Books)—An increase of \$1 million one-time General Fund to support the online purchase and delivery of library books through the Zip Books Program. This no-cost service is an alternative to traditional interlibrary loan and enables library patrons to more efficiently request and receive books not available at their local library.
- Braille Institute of America in Los Angeles—An increase of \$500,000 ongoing General Fund to support services provided by the Braille Institute of America in Los Angeles.

- Statewide Library Broadband Services Augmentation—An increase of \$170,000 ongoing General Fund for continued participation in the Corporation for Education Network Initiatives in California.

HOMELESSNESS

Homelessness in California is no longer confined to urban corridors. It is now present in both urban and rural communities throughout the state and puts stress on public resources from emergency rooms to jails and public works departments. It is a complex social services problem and must be combatted at its root causes, which is why the Budget introduces several new strategies to complement the sizable investments to address this complicated problem.

The Budget proposes a radical shift in the state's involvement to augment local governments' efforts to shelter the many unsheltered persons living in California, by launching a new state fund for developing additional affordable housing units, supplementing and augmenting rental and operating subsidies, and stabilizing board and care homes. The Administration is asking the Legislature to take early action to establish this fund so that it can expedite the contracts and be ready to deploy investments this summer.

The Budget also proposes the Medi-Cal Healthier California for All initiative that will transform the state's Medi-Cal program to better serve people experiencing or at risk of homelessness who have serious health issues through enhanced case management and expanded investments in social determinants of health, like housing and social services. The Administration will also work to reform the state's behavioral health system, including making changes to the Mental Health Services Act (Proposition 63) to better serve persons experiencing mental illness and homelessness.

RECENT INVESTMENTS

Building on the 2018 Budget Act that provided \$500 million in emergency aid and support funding to local governments, targeted to fund capital improvements, such as creating emergency shelters and transitional housing, and establish or expand homeless prevention activities, the 2019 Budget Act invested \$1 billion to address homelessness. This included \$650 million in emergency aid to local governments and hundreds of millions of dollars for expanded health and social services targeted to homeless individuals and individuals at risk of becoming homeless. Other investments from the 2019 Budget Act are outlined as follows:

- \$120 million one-time General Fund to expand existing whole person care pilot programs that provide housing services, and for new whole person care-like pilots in counties that did not have existing programs.
- Major investments to expand the state's mental health workforce, including \$50 million one-time General Fund to increase training opportunities in existing mental health workforce programs administered by the Office of Statewide Health Planning and Development, and \$35 million one-time General Fund and \$25 million one-time Mental Health Services Fund to implement the new 2020-25 Workforce Employment Training Five-Year Plan.
- \$25 million one-time General Fund for the Bringing Families Home program, a county-matching grant program focused on reducing homelessness among families who are part of the child welfare system, and \$25 million ongoing General Fund for counties to assist eligible homeless individuals to seek out disability benefits from relevant programs.
- \$20 million General Fund for legal assistance for eviction prevention or other tenant defense assistance in landlord-tenant rental disputes, particularly for the homeless, indigent, disabled, elderly, and victims of domestic violence.
- \$19 million ongoing General Fund to the University of California, the California State University, and the California Community Colleges to support rapid rehousing of homeless and housing-insecure students.

Furthermore, the state substantially strengthened core safety-net programs including increasing cash assistance for low-income families (California Work Opportunity Responsibility for Kids), and permanently granting food stamp eligibility for low-income aged, blind and disabled persons receiving Supplemental Security Income/State Supplementary Payments. The state also expanded eligibility and benefits in

the Medi-Cal program that provides health care coverage to most of the state's indigent adults, including behavioral health services.

IMMEDIATE ACTIONS

Recent nationwide data released by the U.S. Department of Housing and Urban Development show that the homeless population continues to grow in California and across the nation, making additional investments critical and timely. In early January 2020, the Governor issued an executive order to take urgent actions to provide additional state aid to support local governments in addressing this crisis. The state will deploy state assets to specific counties, in partnership with philanthropy, to augment local shelter capacity. The Administration will also send out multi-agency strike teams to assist cities and counties in moving individuals from encampments into shelters and connecting them to services. The Administration is also partnering with local researchers to direct a study to better understand the root causes of the state's homelessness crisis.

These efforts will complement and build on solutions being crafted locally through the 100-Day Challenge the Governor issued to local governments in December 2019. These challenges are designed to bring communities together to collaborate, innovate, and execute a coordinated community response to address homelessness issues. The goal is to translate these actions into sustainable, scalable, long-term strategies that reduce homelessness.

To date, a number of California jurisdictions have already expressed interest in accepting this challenge. The Administration is encouraging more cities and counties to take immediate action by accepting their own 100-Day Challenges to end homelessness for specific targeted populations, such as veterans or youth, using funds provided in the 2018 and 2019 Budget Acts. Participating entities will receive additional technical assistance through the Homeless Coordinating and Financing Council to assist with these efforts and develop sustainable models. The state will also assist local communities in seeking philanthropic support for these 100-Day Challenges.

These efforts will be expedited by statutory changes made last year that streamlined construction of low-barrier navigation centers by exempting these types of structures built on public land from California Environmental Quality Act review.

The state is also leveraging its property to provide new assets to help address the state's homelessness crisis. The state has recently partnered with Los Angeles, San Jose, and San Francisco, to use highway underpasses and other California Department of

Transportation (Caltrans) properties adjacent to highways and state roads for temporary homeless housing, and the Governor has directed Caltrans to share a model template with all other jurisdictions in the state to expedite additional partnerships.

The Governor had previously directed the Department of General Services (DGS) to identify state-owned land that could be used for affordable housing development. The Governor has also directed DGS to immediately identify state-owned land that can be used for temporary shelters or permanent supportive housing. These state-owned properties can be leased more quickly and will be prioritized for funding from the new fund. The advantage of building on state property is a reduction in time it takes to develop projects because they do not need to go through local zoning and permitting process, thereby reducing overall project costs.

CALIFORNIA ACCESS TO HOUSING AND SERVICES FUND

The strategies outlined above are significant and are producing results. More homeless infrastructure is being built, but the state still has a severe shortage of affordable and supportive housing units. Furthermore, funding for housing and rental subsidies are generally limited to federal Housing Choice vouchers, where many jurisdictions have severe shortages and long waitlists. Other rental subsidies are either one-time or limited to populations in specific programs like the CalWORKs program, creating a patchwork of funding streams. To address these shortfalls, the Budget proposes a new state fund to provide additional rental subsidies and develop new, affordable housing units, and stabilize board and care homes.

The Budget includes \$750 million one-time General Fund to establish the California Access to Housing and Services Fund that will be administered by the state's Department of Social Services. The primary goals of the proposed Fund are to reduce homelessness by moving individuals and families into stable housing, and to increase the number of units available as a stable housing option for individuals and families who are homeless or at risk of becoming homeless. This approach represents a radical shift in the state's involvement to house the many unsheltered persons in California.

The Fund will flow through performance-based contracts between the state and regional administrators and will be subject to a 10-percent administrative cap. Regional administrators will provide short- and long-term rental subsidies, make small and medium-sized contributions to encourage development of new units in exchange for a rental credit, and stabilize board and care facilities by funding capital projects and/or operating subsidies. The Fund will also be used to engage with landlords to

secure units and negotiate individual client leases, provide tenancy support services, and coordinate case management with counties for those receiving rental subsidies to ensure they are enrolled in eligible public assistance programs. To the extent feasible, state funding will be coupled with the use of state properties to expedite the development of more affordable and supportive housing.

The Fund will also enable regional partners to pool federal, state, local, and private funds to stabilize the housing circumstances of the state's most vulnerable populations. Several jurisdictions, including Los Angeles, Santa Barbara, and Berkeley, have a similar fund where administrators leverage dollars to connect people to housing, provide financial supports to keep people in their homes, and increase affordable housing capacity.

OTHER EFFORTS TO REDUCE HOMELESSNESS

MEDI-CAL HEALTHIER CALIFORNIA FOR ALL

Medi-Cal Healthier California for All is a major effort proposed in the Budget to transform the state's Medi-Cal program. In addition to broad delivery system, program, and payment reforms across the Medi-Cal program, the proposal will focus on people experiencing or at risk of homelessness.

The initiative is designed to move Medi-Cal to a more consistent and seamless system by reducing complexity and increasing flexibility, identifying and managing member risk and need through whole person care approaches, and addressing social determinants of health, such as housing and social services. The changes being pursued will position the Medi-Cal system to better connect individuals to the services they need, with a specific focus on improving care to individuals experiencing homelessness and/or substance use disorders, and individuals who are involved in the justice system. The Budget also includes funding to support counties in implementing the changes necessary for transformation of the county-run behavioral health and substance use disorder system. See the Health and Human Services chapter for additional information.

BEHAVIORAL HEALTH

The Administration is also focused on improving outcomes of the state's behavioral health system through a number of initiatives that improve the integration and parity of behavioral health treatment with physical health. The Administration is furthering these efforts by establishing a Behavioral Health Task Force that will bring together relevant state departments, counties, advocates, health plans, providers, and other

stakeholders to review existing policies and programs and coordinate system changes to prevent and respond to the impacts of mental illness and substance use disorders in California communities. The Administration will also work to reform the Mental Health Services Act (Proposition 63) to better focus on people with mental illness who are also experiencing homelessness, who are involved in the criminal justice system, and for early intervention of children. See the Health and Human Services chapter for additional information.

EXPANDING COMMUNITY TREATMENT OF THE INCOMPETENT TO STAND TRIAL POPULATION

The Budget proposes to implement a six-year Community Care Collaborative Pilot program in three counties to provide incentives to treat and serve individuals deemed incompetent to stand trial (IST) in the community. This program will primarily target the development of community-based treatment options for individuals who are experiencing mental illness and are homeless. This program will increase local investments in strategies to reduce the rate of arrests, rearrests, and cycling in and out of institutions for individuals who have been deemed incompetent to stand trial. The Budget also includes additional investments in treatment programs in the State Hospitals that will improve outcomes and transitions for individuals leaving the State Hospital system. See the Health and Human Services chapter for additional information.

HOUSING

After decades of underproduction, Californians now face a staggering housing crisis—not enough supply to match need and skyrocketing housing and rental costs. Affordability issues, once confined to coastal and urban regions, are now a problem across the state. When housing costs are accounted for, California has one of the highest poverty rates in the nation. Half of all renters are rent-burdened, meaning they spend more than 30 percent of their income toward housing. Nearly a third of all renters are severely rent-burdened, spending more than half of their income toward housing. Many must make the decision to pay for housing at the expense of basic necessities like health care and food, and many are one emergency away from losing their home. A lack of affordable housing directly contributes to increased homelessness.

Ultimately, local governments are responsible for land use decisions—including planning, zoning, and permitting for housing. A lack of adequate planning for housing, lengthy local review processes, and other local decisions have created barriers to building more housing. These barriers add to already significant development costs.

To address this problem and encourage local jurisdictions to build more, the state has provided a variety of tools to local governments so they can fulfill their housing responsibilities, including legislation to streamline the development process and technical assistance for local governments to plan for needed housing. More recently, the state has provided significant funding. The state will continue to play an active role so that necessary affordable and mixed income housing is being built across the state.

RECENT ACTIONS AND INVESTMENTS

Recent state investments include a dedicated ongoing revenue source for affordable housing through a real estate transaction fee. Estimated annual revenues from this fee are about \$289 million. Additionally, voters approved a \$4 billion housing bond pursuant to Chapter 365, Statutes of 2017 (SB 3), which will finance various existing housing programs, including infill infrastructure grants and the Multifamily Housing program, with \$1 billion to provide housing purchase assistance for veterans. And beginning in 2014, the state began investing 20 percent of Cap and Trade auction proceeds (around \$468 million in 2020-21) in the Affordable Housing and Sustainable Communities program to fund land-use, housing, transportation, and land preservation projects to support infill and compact development that reduce greenhouse gas emissions.

The 2019 Budget Act made a historic investment of \$1.75 billion in resources to support efforts to build, bolster, and accelerate housing production statewide. This included \$250 million for technical assistance and planning, \$500 million for infrastructure grants, \$500 million to finance the production and preservation of low- and moderate-income housing, and \$500 million to expand the state's housing tax credits. These investments are intended to jumpstart production as well as assist in the preservation of low and moderate income housing across the state.

To date, a portion of these investments have assisted over 12,000 new first-time home buyers. In February 2019, the first tranche of funding (\$40 million) from the new real estate transaction fee for the state's mixed income program was awarded and has closed construction financing on the development of 240 new multi-family units for seniors. An additional 1,000 units that were awarded funding are expected to begin construction in the upcoming summer. And for the first time in two decades, the large infusion of new state low-income housing tax credits will result in full utilization of federal private activity bonds.

Development fees are assessed by local governments to fund vital services, including schools, utilities and transportation. While they are a normal part of doing business, these fees are especially high in California and have contributed to the state's higher housing costs. Total development fees in California can exceed \$150,000 per unit, substantially increasing the cost of new housing. To promote the development of new housing, Chapter 530, Statutes of 2019 (AB 48) places a \$15 billion general obligation bond for school construction before the voters this spring. This bond includes provisions to promote the development of housing by bringing stability to school development fees until January 1, 2026. Specifically, the changes exempt multi-family housing

developments within one-half mile from a major transit stop from all school development fees and reduce school development fees applicable to all other multi-family housing projects by 20 percent.

The 2019 Budget Act recognized the need to create stable housing among renters and included \$20 million one-time General Fund for legal services. These services include pre-eviction and eviction legal services, counseling, and renter education. Funding for these services will help protect renters' legal rights and mitigate evictions across the state. Subsequent to the 2019 Budget Act, the state passed the strongest renter protection package in the nation. This package addresses two of the key causes of the housing crisis—price gouging and evictions. Beginning January 1, 2020, annual rent increases may not exceed five percent, plus inflation, and renters are protected from discriminatory and retaliatory evictions without cause.

Pursuant to Chapter 669, Statutes of 2019 (SB 113) and the appellate opinion in *National Asian American Coalition v. Newsom*, the Administration is exploring, with input from stakeholders, ways to establish and manage a trust to provide sustainable, ongoing legal assistance to California renters and homeowners in housing-related matters. In accordance with SB 113 and the court decision, \$331 million has been deposited into the National Mortgage Special Deposit Fund. After the funds are transferred to and managed in the trust, the trust will support local nonprofit programs to avoid preventable foreclosures by providing borrower relief and assist housing counselors or other legal aid agencies in representing renters in housing-related matters.

ECONOMIC DEVELOPMENT TOOLS

In addition to these investments, the 2019 Budget Act included statutory changes to make economic development tools more accessible for local governments. Changes were made to streamline the process for local governments to issue debt to finance infrastructure and facilitate housing development. This is to encourage the formation of more Enhanced Infrastructure Financing Districts, which will assist local governments by bringing in vital capital to develop necessary infrastructure and housing. Moreover, this capital can be paired with federal Opportunity Zones, leveraging even more investments for local governments.

INNOVATIVE AFFORDABLE HOUSING PROJECTS ON EXCESS STATE PROPERTY

As housing prices rise and affordability declines, the state, local jurisdictions, and developers must think differently and creatively. In January 2019, the Governor issued an innovation challenge inviting developers to pursue streamlined demonstration projects leading to affordable housing developments. This could include modular or manufactured construction, and other possibilities on excess state property. The Executive Order required the Department of General Services (DGS) and the Department of Housing and Community Development (HCD) to work together to produce a list of excess property suitable for these demonstration projects. As these excess parcels will not need upfront purchase capital, and are not subject to local requirements, affordable housing developers will have greater flexibility to use innovative techniques to produce units more quickly and cost-effectively than a traditional project.

The 2019 Budget Act included \$3.4 million one-time General Fund and \$782,000 ongoing General Fund to implement the Executive Order. Over three months, DGS reviewed over 44,000 parcels statewide to identify excess sites. DGS and HCD have identified approximately 100 parcels to initially focus on for low-cost, long-term ground leases for these innovative proposals.

The state is working with local governments on innovation challenge efforts. Nearly 20 cities and counties have expressed interest in partnering with the state on state parcels within their jurisdictions. The first Request for Proposals for an affordable housing project in the City of Stockton was released in September 2019 and received several responsive applications. Additionally, the state continues to actively work with the Capitol Area Development Authority on an affordable housing project within the Capitol Area Plan. The state is also about to begin procuring a developer for a parcel in South Lake Tahoe, with a Request for Qualifications expected to be released this January.

The Administration intends to continue to scale these efforts, and anticipates substantially increasing the number of solicitations for state parcels in the coming year.

PRIVATE INVESTMENTS

In addition to innovation challenges, the Administration continues to seek private philanthropy to continue to offset the cost of development. To date, the state has

succeeded in securing \$4.5 billion in commitments, including loans, from Apple, Google, and Facebook to finance affordable housing projects. The state will continue to pursue innovative opportunities to tap into private capital to further bolster housing production to supplement state and local efforts.

REVAMPING THE STATE PLANNING PROCESS FOR HOUSING

Adequate planning for housing is foundational to more housing being built across the state. The state assesses and calculates the housing needs for regions throughout California and works with local governments to develop housing elements in their general plan that will address housing demand. However, the regional housing needs allocation (RHNA) process has been woefully inadequate, allowing certain jurisdictions to negotiate their housing numbers down with little authority for the state to intervene and enforce requirements that adequate housing is permitted and built.

Recent legislative changes have provided HCD with more authority to oversee the planning process. In addition to enhanced oversight, there needs to be significant improvement to the RHNA process. The 2019 Budget Act initiated a new statewide assessment of regional housing needs. By 2023, HCD, in consultation with stakeholders, will revamp the next RHNA cycle to promote and streamline housing development. This will maximize the number of new homes for which California's cities and counties plan and zone. Importantly, the new process will provide for more ambitious goals to address California's housing crisis.

The 2019 Budget Act also provided for additional legal remedies to hold persistently non-compliant local governments accountable to their housing goals. This includes increasing fines, authorizing the State Controller to intercept funds to pay fines, and authorizing a court to appoint an agent to take actions to bring a jurisdiction into compliance. The state has taken and will continue to take an active role in supporting local jurisdictions as they come into compliance with their housing element, as demonstrated in February 2019 when the Administration met with leaders of non-compliant jurisdictions. Since that time, 16 of the initial 47 non-compliant jurisdictions have worked with HCD to become compliant. Likewise, the state will use its authority to take legal action against local jurisdictions found in consistent violation of their housing element, such as the City of Huntington Beach.

IMPROVING STATE HOUSING PROCESSES AND PROCEDURES

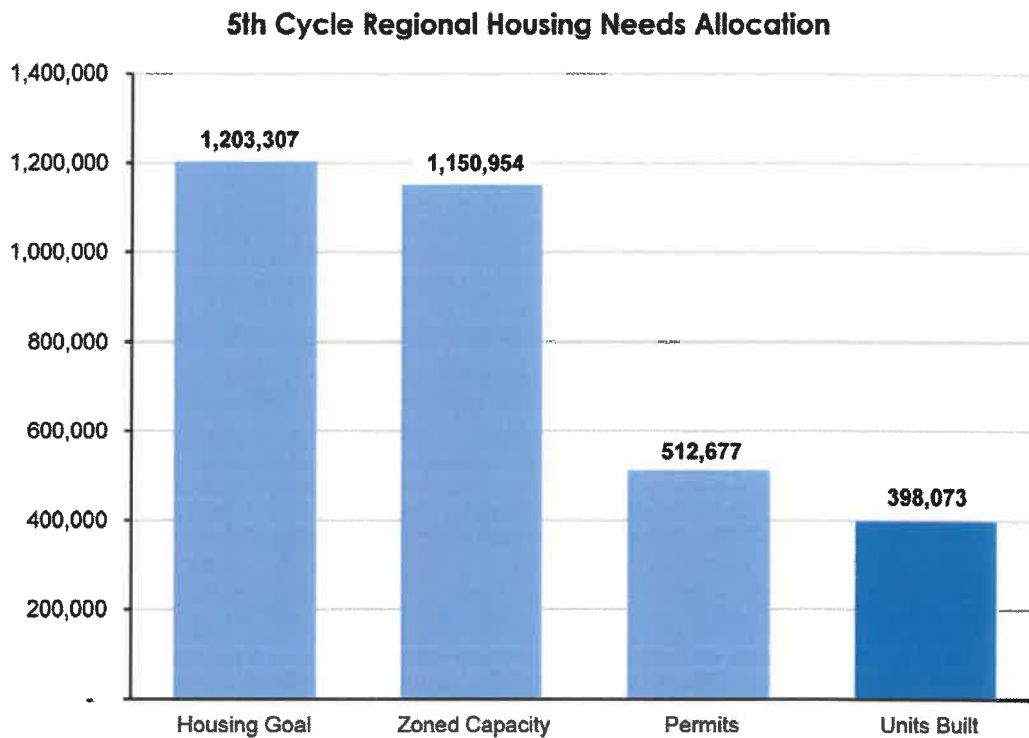
The sizable investments and important policy and legal changes made to date have paved a way for the state and local jurisdictions to address the decades-in-the-making housing crisis. Turning the tide will require a concerted commitment from the state and local jurisdictions to do more to streamline and reduce costs and to address other barriers to building. In recent years, California has passed legislation to expedite approvals for various housing projects and to increase density bonuses for affordable projects. Some local jurisdictions have enacted similar pro-housing policies, like by-right zoning and reduced impact fees. But much more must be done at both the state and local levels.

The Administration is implementing process improvements and reforms to better align its housing programs, which span multiple departments and agencies. Most recently, the state implemented a joint application process between the California Housing Finance Agency, the California Debt Limit Allocation Committee, and the California Tax Credit Allocation Committee for the administration of a mixed income housing program. The state continues to review internal processes and procedures of its housing entities to streamline housing policies, processes, and requirements in an effort to improve the coordination and disbursement of funding across government—removing potential barriers to greater housing production. This includes exploring over the next year the creation of an agency exclusively focused on housing and homelessness. It also includes using its existing authority and tools to address barriers to housing production. Lastly, it includes using excess properties for new housing, eliminating red tape, and speeding up the process to get much needed housing online.

Likewise, local jurisdictions must take action to reduce barriers and streamline processes necessary for needed housing development. Even with the significant investments in housing made by the state, to date, at an aggregate level, there is a sharp drop-off between zoning and permitting new housing units, and another drop off in the number of units constructed. According to numbers from the last RHNA cycle, local jurisdictions have permitted only 43 percent of the units needed to meet their housing needs. Furthermore, only 33 percent of needed units have actually been constructed.

This unworkable gap will likely widen in the next RHNA cycle.

The state will continue to pursue policy changes that support housing production as well as hold local jurisdictions accountable to remove barriers to more housing production in the state. The Budget includes \$10 million General Fund annually for the



next three years to support the state's efforts to increase housing production. The Administration is committed to working with the Legislature this year on additional actions to expedite housing production, including changes to local zoning and permitting processes, as well as adding predictability and reducing the costs of development fees.

TOTAL HOUSING INVESTMENT

Housing production and affordability remains a top priority for the Administration and a lack of affordable housing directly contributes to the homelessness epidemic seen across the state.

To address the housing crisis, the Budget builds upon its investments through a multi-pronged approach to increase housing production and help provide access to services to individuals and families with immediate needs. In total, the Budget includes \$6.8 billion across multiple departments and programs to address housing throughout the state.

2020-21 Affordable Housing Funding
(Dollars in Millions)

<i>Department</i>	<i>Program</i>	<i>Amount</i>
Department of Housing and Community Development	Veterans and Affordable Housing Bond Act Programs (SB 3)	\$563.0
	No Place Like Home Program	\$400.0
	Building Homes and Jobs Fund Programs (SB 2)	\$277.0
	Federal Funds	\$68.0
	Veterans Housing and Homelessness Prevention	\$75.0
	Various	\$45.0
California Housing Finance Agency ^{1/}	Single Family First Mortgage Lending	\$2,500.0
	Multifamily Conduit Lending	\$600.0
	Multifamily Permanent Lending	\$140.0
	Mixed-income Loan Program	\$180.0
	Innovative Fund Programs	\$60.0
	Single Family Down Payment Assistance (SB 3)	\$65.0
	Special Needs Housing Program	\$25.0 ^{2/}
Tax Credit Allocation Committee	Low Income Housing Tax Credits (Federal)	\$295.0 ^{3/}
	Low Income Housing Tax Credits (State)	\$601.0
	Farmworker Housing Assistance Tax Credits	\$1.0
Strategic Growth Council ^{4/}	Affordable Housing and Sustainable Communities	\$468.0
Department of Veterans Affairs	CalVet Farm and Home Loan Program (SB 3)	\$220.0
Office of Emergency Services	Domestic Violence Housing First Program	\$34.0
	Transitional Housing Program	\$40.0
	Specialized Emergency Housing	\$10.0
	Domestic Violence Assistance, Equality in Prevention and Services, Human Trafficking Victim Assistance, North American Domestic Violence and Sexual Assault	-
	Integrated Services for Mentally-Ill Parolees	\$4.0
California Department of Corrections and Rehabilitation	Specialized Treatment of Optimized Programming, Parolee Service Center, Day Reporting Center, Female Offender Treatment and Employment Program, Proposition 47 Grant Program	- ^{5/}
Department of Social Services	CalWORKS Family Stabilization, Housing Component	\$46.9
	CalWORKS Housing Support Program	\$95.0
Department of Public Health	HIV Care Program	- ^{5/}
	Housing Opportunities for Persons with AIDS (HOPWA)	\$4.0
	Housing Plus Program	\$1.0
Total		\$6,837.9

1/ Amount is based on lending activities from 2018/19.

2/ Amount represents voluntary allocations of local Proposition 63 funds from 16 participating counties.

3/ This represents the estimated 9 percent tax credits to be allocated in 2020 plus the estimated amount of 4 percent credits to be awarded in 2020.

4/ The Affordable Housing and Sustainable Communities program amount reflects 20 percent of the projected Cap and Trade revenues. The Transformative Climate Communities (TCC) program (\$47.5 million in carryover available for 2020-21) funds various activities, including affordable housing.

5/ The State provides a number of wrap-around supportive services through these programs including housing, which cannot be separated from the program's overall budget.

CLIMATE RESILIENCE

For California, climate change is a real and present danger. In the past year, the state has experienced extreme winds and devastating wildfires, extreme heat, and flooding and mudslides. The state also continues to address longer-term, chronic climate impacts like sea level rise and the increasing volatility of its water supply.

California continues to lead in mitigating the risks from current climate impacts while aggressively reducing greenhouse gas emissions. The state must continue to be proactive in the face of clear threats to infrastructure and communities, critical ecosystems, and food systems, and continue to meet ambitious targets to reduce the very emissions that are responsible for these impacts. The state must do so with the recognition that climate policies are also economic and workforce policies, with the potential to help create a more inclusive and sustainable economy for all Californians.

REDUCING CLIMATE RISK WHILE TRANSITIONING TO CARBON NEUTRALITY

As a responsible member of the global community, the state must reduce climate risk, especially in the most climate-vulnerable communities, while transitioning to a carbon neutral economy by 2045. Key to this transition is achieving maximum decarbonization while also investing in land-based carbon removal strategies across all regions, sectors, and areas of government. At the same time, the state must invest in resilience in the face of an already-changing climate. Investing in these forward-looking strategies today will save lives and dollars tomorrow.

Executive Order N-19-19 directed the Department of Finance, in consultation with the Governor's Office of Planning and Research and the California Department of Human Resources, to develop a Climate Investment Framework for the California Public Employees' Retirement System, California State Teachers' Retirement System, and the University of California Retirement Plan. The framework will include an analysis of sound investment practices and where each pension fund currently stands in relation to statewide goals to support sustainable investments. The Department of Finance anticipates completion of the framework in spring 2020.

The Budget reflects the following priorities to address both short- and long-term climate risks:

- **Transportation**—Decarbonization in the state's largest sector of emissions by providing clean vehicles, clean fuels, low-carbon transportation options, and transit-oriented development, with enhanced prioritization on short-term environmental and public health benefits in disadvantaged and vulnerable communities.
- **Natural and Working Lands**—Strategies that increase sequestration and reduce emissions from the state's forests, agricultural lands, and conservation lands, and that support resilience across water systems.
- **Climate Resilience**—Assistance to regions and communities to become more resilient in the face of current and future climate impacts.

To tackle these goals at the scale and speed the science demands, the Administration proposes creating an integrated and comprehensive Climate Budget that prioritizes using government dollars to strategically leverage private sector capital in all three priority issue areas.

CLIMATE BUDGET

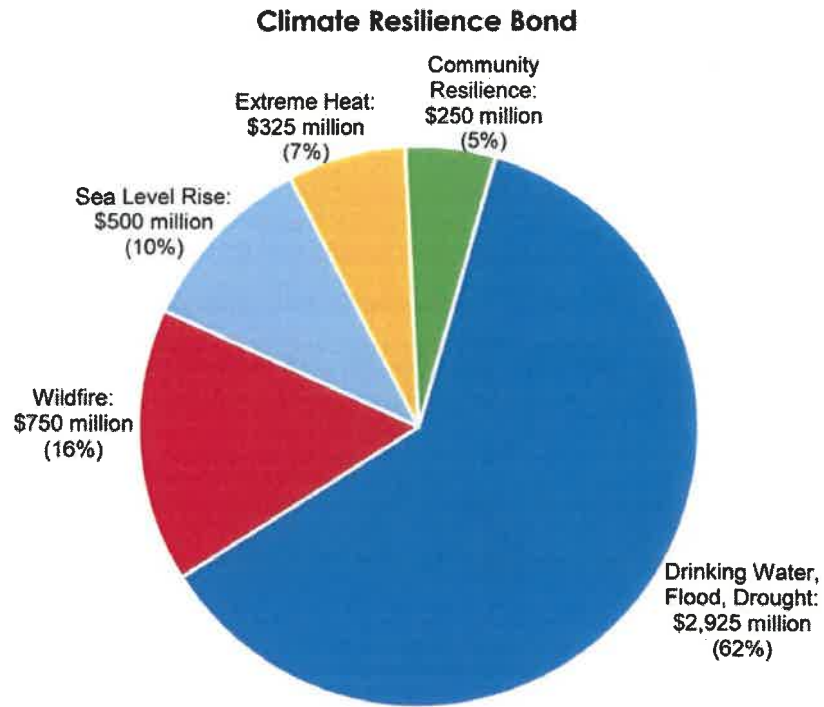
The Climate Budget takes a disciplined approach to government investment in meeting the state's priority climate goals of reducing climate risk while achieving carbon neutrality. The Climate Budget will invest \$12.5 billion over the next five years, including the following key components:

Climate Budget
(Dollars in Millions)

Funding Mechanism	2020-21 Total	5 Year Total
Climate Resilience Bond	-	\$4,750
Cap and Trade Expenditure Plan	\$965	\$4,825
Climate Catalyst Fund	\$250	\$1,000
General Fund One-Time Investments	\$169	\$169
General Fund Ongoing Expenditures	\$35	\$315
Existing Bond and Special Fund Expenditures	\$308	\$1,424
Total	\$1,727	\$12,483

CLIMATE RESILIENCE BOND

The Administration is proposing a \$4.75 billion climate resilience bond for the November 2020 ballot to support investments over the next five years to reduce specific climate risks across California through long-term investment in natural and built infrastructure, especially in the state's most climate-vulnerable communities. The bond is structured based on climate risks, and approximately 80 percent of the funds are allocated to address immediate, near-term risks (floods, drought, and wildfires), while the remaining funds lay the groundwork for addressing long-term climate risk (sea level rise and extreme heat). The bond aligns with the Administration's draft Water Resilience Portfolio in addressing drought and flood risks, and also makes strategic investments in community resilience. If approved by the voters, the bond will help the state move toward achieving carbon neutrality and carbon sequestration goals, and provide funding for programs that result in multiple benefits, leverage non-state funding, and help address liabilities such as the Salton Sea. For additional information on the draft Water Resilience Portfolio, see the Infrastructure chapter.



Climate Resilience Bond
(Dollars in Millions)

Investment Category	Department	Program	Amount
Drinking Water, Flood, Drought	Department of Water Resources / State Water Resources Control Board	Regional and Inter-regional Water Resilience	\$1,000
	Department of Water Resources	Sustainable Groundwater Management	\$395
	State Water Resources Control Board	Safe Drinking Water	\$360
	Department of Water Resources	Flood - Urban/USACE Projects	\$340
	Department of Water Resources	Flood - Systemwide Multi-benefit	\$270
	Natural Resources Agency	Salton Sea	\$220
	California Department of Food and Agriculture	Environmental Farming Incentive Program	\$200
	Department of Fish and Wildlife	Enhanced Stream Flows and Fish Passage	\$140
		Subtotal	\$2,925
Wildfire	Natural Resources Agency, CAL FIRE, and Office of Emergency Services	Hardening of Critical Community Infrastructure	\$500
	CAL FIRE	Forest Health	\$250
		Subtotal	\$750
Sea Level Rise	Ocean Protection Council	Coastal Wetland Restoration	\$320
		Nature-Based Solutions to Build Resilience	\$130
		Demonstration Projects to Protect Critical Infrastructure	\$50
		Subtotal	\$500
Extreme Heat	Natural Resources Agency	Urban Greening and Forestry	\$200
	Strategic Growth Council	Cool Surface Materials	\$125
		Subtotal	\$325
Community Resilience	Strategic Growth Council	Community Resilience Planning	\$25
		Community Resiliency Centers	\$225
		Subtotal	\$250
		Total	\$4,750

DRINKING WATER, FLOOD, AND DROUGHT

Across various categories of water resilience approaches, 62 percent of the bond focuses on reducing risks to communities from climate impacts on water systems,

including floods, droughts, and degraded drinking water quality. The bond takes a regional and integrated state approach to these issues, recognizing that each area of the state faces different challenges and opportunities. These funds will be allocated to:

- Regional and Inter-regional Water Resilience—\$1 billion to support various water management programs and projects with a focus on regional and inter-regional water projects, including but not limited to: Integrated Regional Water Management projects; multi-benefit stormwater management; wastewater treatment; water reuse and recycling; water use efficiency and water conservation; water storage; water conveyance; watershed protection, restoration, and management; and water quality. This funding specifically supports the regional resilience approach identified in the draft Water Resilience Portfolio.
- Sustainable Groundwater Management—\$395 million to support local groundwater sustainability agencies implementing projects and programs related to the groundwater sustainability plans for critically overdrafted basins.
- Safe Drinking Water—\$360 million to provide grants and loans to disadvantaged communities to improve access to safe drinking water, including funding capital infrastructure costs for improved water supplies, treatment, and distribution to make vulnerable communities more resilient to the effects of climate change.
- Flood Control: Urban/U.S. Army Corps of Engineers Projects—\$340 million for Urban Flood Risk Reduction projects that provide the projected state cost share needs for various priority projects through 2024-25.
- Flood Control: Systemwide Multi-benefit—\$270 million to support multi-benefit flood risk reduction and ecosystem restoration efforts.
- Salton Sea—\$220 million to support Salton Sea habitat and air quality mitigation projects necessary for the 2018 Salton Sea Management Plan.
- Environmental Farming Incentive Program—\$200 million for grants, incentives, and demonstration projects to enhance agricultural lands for soil health, water quality and efficiency, biodiversity, resiliency, and habitat benefits. Specific projects include healthy soils, water efficiency, nutrient management, and other conservation practices on farms and ranches.
- Enhanced Stream Flows and Fish Passage—\$140 million to remove barriers to passage of native fish species and provide enhanced water flows, and reconnect aquatic habitat to help fish and wildlife endure drought and adapt to climate change.

WILDFIRE

In recognition of the unprecedented wildfires the state has experienced in recent years, the bond allocates \$750 million to harden critical public infrastructure in high fire-risk communities and makes additional investments in forest health. This forest health investment is complementary to the forest health and fuel reduction activities supported by the Greenhouse Gas Reduction Fund, and to the investments the Governor and Legislature have required that utilities make in high-risk areas across the state. These funds will be allocated to:

- **Hardening of Critical Community Infrastructure**—\$500 million to facilitate hardening of critical infrastructure, with a focus on low-income areas at significant risk of wildfires. Types of projects include hardening of drinking water infrastructure, emergency shelters (such as fairgrounds), and public medical facilities.
- **Forest Health**—\$250 million to support various long-term forest health projects, including reforestation; conservation easements; activities that promote long-term carbon storage; and upper watershed, riparian, mountain meadow, and inland wetland restoration.

SEA LEVEL RISE

Sea level rise is a chronic long-term threat facing the state's coastal communities. The bond invests \$500 million in reducing risks from sea level rise and changing ocean conditions. This complements funding from Proposition 68 and the Greenhouse Gas Reduction Fund to support coastal communities in planning for sea level rise. These funds will be allocated to:

- **Coastal Wetland Restoration**—\$320 million to support the restoration of coastal wetlands, which provide protection against sea level rise and flooding, enhance carbon sequestration, and provide benefits for biodiversity.
- **Nature-Based Solutions to Build Resilience**—\$130 million to support projects that build resilience of ocean ecosystems, such as kelp forests, seagrass habitat, eelgrass beds, and marine protected areas.
- **Demonstration Projects to Protect Critical Infrastructure**—\$50 million to support demonstration projects to protect infrastructure that is vulnerable to sea level rise and flooding such as roads, railways, sewage treatment plants, and power plants.

EXTREME HEAT

Extreme heat is both an immediate and chronic risk to many communities, especially in the Central Valley and inland regions. The bond invests \$325 million in proven cooling techniques such as urban greening and urban forestry, as well as in advanced materials for buildings and transportation systems that are designed to reflect rather than trap heat. Both sea level rise and extreme heat are areas where strategic bond investments today will help to create stronger and more resilient infrastructure over the next several decades. These funds will be allocated to:

- Urban Greening and Forestry—\$200 million to mitigate urban heat island impacts in the regions most affected by extreme heat. Funds would support urban forestry projects and an expanded urban greening program that supports the creation of green recreational parks in underserved areas.
- Cool Surface Materials—\$125 million for a new program to incentivize the use of "cool materials" in projects (e.g. paving and roofing) within vulnerable communities.

COMMUNITY RESILIENCE

Finally, the bond provides \$250 million to invest directly in communities to bolster community resilience centers, and support local preparedness, planning, and education around resilience. This community-level support will help to provide a pipeline of locally defined and driven climate resilience projects and programs that are effectively positioned to leverage state, federal, and private investment opportunities, including during emergencies. These funds will be allocated to:

- Community Resilience Planning—\$25 million for planning activities to address community-specific climate risks and develop climate resilience plans.
- Community Resiliency Centers—\$225 million for the construction of new and retrofitting of existing facilities, including at fairgrounds, to support adaptation needs to address locally relevant climate risks. These centers will serve both as community evacuation and emergency response centers, and to build long-term resilience and recovery operations for local communities.

CAP AND TRADE EXPENDITURE PLAN

Another primary pillar of the Climate Budget is a proposed \$965 million Cap and Trade Expenditure Plan. The Budget supports several existing ongoing programs (such as CAL

FIRE's forest health and fuel reduction programs) while prioritizing emission reductions in the transportation sector, the largest greenhouse gas emissions source in California. To maximize and leverage appropriate resources as part of the integrated Climate Budget, the Cap and Trade Expenditure Plan focuses on areas that are most appropriate for direct government grant funding: support to disadvantaged communities and investments in research, capacity building, and workforce necessary to drive the state's long-term transition to carbon neutrality.

In particular, the Cap and Trade Expenditure Plan continues a strong focus on community air protection, and community engagement generally, by providing \$235 million to support the AB 617 program, which reduces exposure in communities most impacted by air pollution through community air monitoring and community emissions reduction programs. Complementing this funding is a focus on reducing emissions in the transportation sector and prioritizing disadvantaged communities and clean mobility options for lower-income households, which make up \$400 million in Cap and Trade spending. Key among these programs are those aimed at truck, bus, off-road, and agricultural vehicles, where emissions have a disproportionate impact on disadvantaged populations in both urban and rural communities. These programs also provide targeted incentives for consumers to purchase both new zero-emission vehicles, but also to retire older, higher-polluting vehicles in favor of more low-emission alternatives—one critical strategy for improving clean mobility options for lower-income households.

The Cap and Trade Expenditure Plan includes \$35 million in strategic investments to reduce short-lived climate pollutants, especially methane.

Finally, the Cap and Trade Expenditure Plan includes foundational support for the research, capacity building, technical assistance, and workforce training that underpins the entirety of the Climate Budget. These programs include the Fifth California Climate Change Assessment, which provides the foundation for state, regional, and local agencies and departments to work together to understand and address projected physical climate impacts across the state. This research, coupled with strategies to directly engage local and tribal leaders as partners on the Assessment and to build capacity at the local level to respond to climate threats, is included as a foundational element of a \$25 million ongoing investment.

2020-21 Cap and Trade Expenditure Plan
(Dollars in Millions)

Investment Category	Department	Program	Amount
Air Toxic and Criteria Air Pollutants	Air Resources Board	AB 617 - Community Air Protection and Local Programs to Reduce Air Pollution	\$200
		AB 617 - Local Air District Implementation	\$25
		AB 617 - Technical Assistance to Community Groups	\$10
Low Carbon Transportation	Air Resources Board	Clean Vehicle Rebate Program	\$125
		Clean Trucks, Buses and Off-Road Freight Equipment	\$150
		Enhanced Fleet Modernization Program, School Buses and Transportation Equity Projects	\$75
		Agricultural Diesel Engine Replacement and Upgrades	\$50
Healthy Forests	CAL FIRE	Healthy and Resilient Forests	\$165
		Forest Carbon Plan: Prescribed Fire and Fuel Reduction	\$35
		2019 Fire Safety and Prevention Legislation	\$8
Climate Smart Agriculture	Department of Food and Agriculture	Healthy Soils	\$18
Short-Lived Climate Pollutants	CalRecycle	Waste Diversion	\$15
	Department of Food and Agriculture	Methane Reduction	\$20
Integrated Climate Action: Mitigation and Resilience	Coastal Commission and SF Bay Conservation and Development Commission	Coastal Resilience	\$4
	California Conservation Corps	Energy Corps	\$7
Research and Technical Assistance	Natural Resources Agency, California Energy Commission, Office of Planning and Research, and Strategic Growth Council	Climate Change Research, Technical Assistance, and Capacity Building	\$25
Workforce Training	Workforce Development Board	Apprenticeships and Job Creation/Just Transition Strategies for a Carbon Neutral Economy	\$33
Total			\$965

TRANSIT AND SUSTAINABLE COMMUNITY INVESTMENTS

These Cap and Trade investments will build on the climate resilience and greenhouse gas emission reduction benefits of \$1.5 billion of annual continuous appropriation programs.

The Affordable Housing and Sustainable Communities Program supports the Administration's housing and transportation agendas by investing in integrated projects that have to date provided nearly 10,000 affordable housing units for low-income residents, as well as increased access to transit, walking, and biking. Additionally, the Transit and Intercity Rail Capital Program, Low Carbon Transit Operations Program, and High Speed Rail investments are building an integrated low-carbon transportation network and providing a foundation for sustainable community development, with a strong focus on the state's most disadvantaged communities in terms of economic, community, and workforce development. Combined with the ongoing support for safe drinking water in disadvantaged communities, these Cap and Trade investments provide a model for how California can continue to grow and prosper even as the state's population increases over the next decade.

CLIMATE CATALYST FUND

Recognizing the scale and immediacy of the climate problem and the need to dramatically increase and leverage private sector investment in these critical programs to maximize and direct state investments, the Budget includes a \$1 billion General Fund investment (\$250 million in 2020-21, with additional funding in later years) for a Climate Catalyst Fund, to be administered by the state's Infrastructure Economic Development Bank in consultation with the Strategic Growth Council and the Labor and Workforce Development Agency. This revolving loan fund will provide low-interest loans for a portfolio of climate-related projects, prioritized in areas that help meet the state's climate and equity goals, and where technologies and infrastructure exist that could be deployed at much greater speed and scale but face barriers in the private market.

As with the overall Climate Budget, the Fund will be structured and managed to simultaneously address the state's climate goals while also building an inclusive and sustainable economy across all California regions and for all California businesses and workers.

Climate Catalyst Fund projects would be focused on the following key areas, with a commitment to re-examine the state's climate priorities and adjust these investment areas as needed. Technologies listed below are examples, but not requirements, nor are they the only types of projects that may be considered.

- Transportation emission reduction—Zero-emission vehicles (ZEV) and charging infrastructure including light and heavy-duty ZEV vehicles (with a focus on those owned by individual operators and small businesses), transit and rail ZEV fleet and

equipment, advanced technology freight, electric school buses, and electric/hydrogen charging infrastructure.

- Climate smart agriculture and forestry—Dairy digesters, agricultural and off-road engine replacement (with a focus on vehicles owned by individual operators/small businesses), efficient on-farm irrigation, sustainable food processing, small business/landowner loans for forest management, and community hardening.
- Circular Economy—Municipal waste and recycling, compost, wood waste collection and utilization, and carbon/methane capture and utilization. This includes a special emphasis on small business owners and emerging technologies.

Other significant adjustments in the Climate Budget:

In addition to the components mentioned above, and to further help address immediate needs in anticipation of this proposed bond funding, the Climate Budget also includes the following:

- \$103 million one-time General Fund for efforts to support the draft Water Resilience Portfolio, including groundwater management, the State Water Efficiency and Enhancement Program, as well as investments in the New River and the Tijuana River.
- \$66 million one-time General Fund for Urban Flood Risk Reduction projects and for investments to help modernize operations for fish, wildlife, and habitat protection.
- \$35 million ongoing General Fund to support various resources investments that align with the draft Water Resilience Portfolio, including Sustainable Groundwater Management Act implementation and enhancements to the Department of Fish and Wildlife.
- \$257 million existing bond funds (\$1.4 billion over the next five years, primarily from Proposition 68) to continue to support strategic natural resources programs.
- \$51 million one-time Alternative and Renewable Fuel and Vehicle Technology Fund to the California Energy Commission to accelerate deployment of electric vehicle charging infrastructure.

This comprehensive approach supports programs that will achieve the state's long-term climate goals while creating a sustainable and inclusive economy for all Californians.

EMERGENCY PREPAREDNESS AND RESPONSE

Climate change continues to intensify and lengthen the fire season in California. Over the past several years, the state has experienced unprecedented wildfire activity with increases in the number and severity of wildfires. Ten of the most destructive fires have occurred since 2015. Additionally, growth in the wildland urban interface has put more Californians at risk than ever before. More than 25 million acres of the state's wildlands are classified as under very high or extreme fire threat.

2019 ACTIONS

In its first year, the Administration has taken decisive action to identify and implement recommendations and solutions to reduce wildfire risk; bolster the state's emergency preparedness, response, and recovery capacity; and protect vulnerable communities. The 2019 Budget Act included \$984 million (\$203 million ongoing) in additional funding to enhance the state's emergency response capabilities.

This funding includes major wildfire protection investments for the Department of Forestry and Fire Protection (CAL FIRE) to expand firefighting surge capacity, enhance aviation resources, and improve the use of technology. Specifically, these investments include resources to: (1) add 13 new year-round fire engines; (2) operate the large air tankers that will be transferred from the U.S. Air Force starting in 2020-21; (3) continue the replacement of CAL FIRE's Vietnam War-era helicopters with new state-of-the-art

helicopters; (4) review data gathered via remote sensing technology, situational awareness software, and satellite imagery to support incident command decision-making; and (5) operate 100 additional fire detection cameras.

In addition, Chapter 81, Statutes of 2019 (AB 111) added \$50.1 million in 2019-20 for the Public Utilities Commission (PUC) to review and enforce utility wildfire mitigation plans and implement Chapter 79, Statutes of 2019 (AB 1054). These bills were enacted to facilitate consumer access to safe, reliable, and affordable power by providing a durable solution to the problems arising from utility-caused wildfires. The bills establish a new Wildfire Safety Division, create procedures and standards applicable to catastrophic wildfire proceedings, codify the prudent manager standard for wildfire liability, and establish a Wildfire Fund and mechanisms to capitalize the fund to protect ratepayers.

The 2019-20 investments also included funding to facilitate immediate response by state and local governments during utility-led power shutoff events to help protect vulnerable populations and improve the resiliency of the state's critical infrastructure. A portion of this funding is dedicated to supporting grants to local and tribal governments to improve local preparedness for power shutoff events.

The Budget continues to build on these emergency response and preparedness efforts.

DEPARTMENT OF FORESTRY AND FIRE PROTECTION

Building on the expanded investments in 2019-20, the Budget includes \$120 million General Fund in 2020-21 (\$150 million ongoing) and 677 positions, phased in over five fiscal years, for additional resources that will provide CAL FIRE operational flexibility throughout peak fire season and beyond based on fire conditions. Depending on CAL FIRE's operational needs, these additional resources will be available to:

- (1) provide coverage behind personnel vacations, sick days, and training, while also providing additional resources during predictive weather events and major incidents;
- (2) provide an immediate resource pool to staff additional engines during late fall, winter, and early spring, should conditions require an increase to the existing 65 year-round engines; and
- (3) pre-position firefighting personnel in high-risk areas of the state by adding a fourth firefighter on a portion of CAL FIRE engines, as fire conditions dictate.

Relief staffing will directly benefit employee health and wellness by providing a larger resource pool for the new normal fire conditions, mitigating long periods of fighting fires

without respite. The Budget includes permanent funding to pre-position additional firefighting personnel on a portion of engines or staff engines earlier in the spring or later in the fall and winter, as fire conditions warrant, rather than continuing the current practice of adding additional firefighter surge capacity on a year-to-year basis.

WILDFIRE FORECAST AND THREAT INTELLIGENCE INTEGRATION CENTER

Chapter 405, Statutes of 2019 (SB 209) requires the Office of Emergency Services (Cal OES) and CAL FIRE to establish a Wildfire Forecast and Threat Intelligence Integration Center to: (1) provide intelligence and data regarding wildfire threats to government agencies; (2) develop intelligence products for public and private entities involved in wildfire risk mitigation efforts; and (3) serve as a central organizing hub for wildfire forecasting, weather information, threat intelligence gathering, and analysis.

The Budget includes \$9 million (\$8.8 million General Fund) and 22 positions across Cal OES, CAL FIRE, the Military Department, and the PUC to begin implementation of the Wildfire Forecast Center. This new Center will derive data and intelligence from multiple sources to build accurate, comprehensive, and timely weather impact information, thereby enhancing the state's emergency response and recovery capabilities. Among other benefits, these data will be used to develop forecasts for tracking and predicting critical fire weather systems and improve situational awareness of fire threat conditions in real-time.

WILDFIRE MITIGATION FINANCIAL ASSISTANCE PROGRAM—HOME HARDENING

Chapter 391, Statutes of 2019 (AB 38) authorizes the Wildfire Mitigation Financial Assistance Program through July 1, 2025 to: (1) encourage hardening of homes, businesses, and public buildings; and (2) facilitate vegetation management and defensible space activities.

The Budget includes \$110.1 million (\$26.8 million General Fund) to implement AB 38. Specifically, CAL FIRE and Cal OES will develop a Joint Powers Agreement to administer a \$100 million home hardening pilot program, with a focus on homes located in low-income communities in areas of high fire risk. Of this amount, \$25 million General Fund is proposed on a one-time basis, and the state will use this funding to leverage an additional \$75 million in federal hazard mitigation funding. In addition, the Budget includes \$8.3 million Greenhouse Gas Reduction Fund and 26 positions for CAL FIRE to support additional defensible space inspections and facilitate completion of a regional fire prevention capacity review pursuant to the requirements of AB 38.

OFFICE OF EMERGENCY SERVICES

Cal OES coordinates the state's emergency readiness through local, regional, and statewide training exercises and programs. California's mutual aid system is designed to provide sufficient resources to local jurisdictions when their own resources become inadequate or overwhelmed during an emergency event. During emergencies, Cal OES coordinates all local, inter-regional, and state agency activities. After the event, Cal OES functions as the state's liaison with FEMA to provide recovery assistance to local governments and individuals impacted by the event.

The Budget includes \$9.4 million (\$9.2 million General Fund) and 50 positions to enhance Cal OES' ability to anticipate, prepare for, respond to, and recover from disasters. These positions will provide the necessary programmatic and administrative resources to support Cal OES' increasingly complex mission and maximize eligible federal reimbursements.

In addition, the Budget includes \$16.7 million one-time General Fund to increase the amount of funding available through the California Disaster Assistance Act (CDAA), which is used to repair, restore, or replace public real property damaged or destroyed by a disaster, and to reimburse local government costs associated with certain activities undertaken in response to a state of emergency. This augmentation increases total CDAA funding included in the Budget to \$79.3 million.

COMMUNITY POWER RESILIENCY

Investor-owned utilities significantly expanded their use of power shutoffs in 2019, imposing hardships and new public safety considerations on California residents, first responders, and emergency managers. Although the size and scope of these power shutoffs were unprecedented, critical infrastructure and state operations continued with minimal impacts, in large part because of contingency planning across state government led by Cal OES. In particular, state government responded by filling significant vulnerabilities within the health care sector for the medically and socially vulnerable, affording economic relief to many of those impacted, and providing funding for local and tribal governments to develop resiliency measures for power shutoffs. The state simultaneously enacted emergency response measures and carried out evacuations in the face of multiple dangerous wildfires across the state.

The Budget includes \$50 million one-time General Fund to support additional preparedness measures that bolster community resiliency. Building on the state's

2019-20 power-resiliency investments, these measures will support critical services still vulnerable to power outage events, including schools, county election offices, and food storage reserves. This proposal will support a matching grant program to help local governments prepare for, respond to, and mitigate the impacts of power outages.

SEISMIC SAFETY

Initial operation of the California Earthquake Early Warning System began in October 2019 and is anticipated to be operational statewide by June 2021. The Budget includes \$17.3 million one-time California Earthquake Safety Fund, which relies on a \$17.3 million one-time General Fund loan, for operation and maintenance of the system. The General Fund loan will support these costs while ongoing revenue options continue to be evaluated and pursued. These funds will be used to support system operations and program management, an education and outreach campaign, and research and development to expand the system's earthquake mitigation uses. In addition, the system continues to improve and be integrated in critical facilities such as hospitals, schools, and public safety offices.

The Administration proposes transferring the Alfred E. Alquist Seismic Safety Commission, including its six positions and associated funding, to Cal OES beginning in 2020-21. To support this transfer, the Budget includes \$3 million (\$949,000 General Fund) in 2020-21 and \$2.7 million (\$713,000 General Fund) ongoing. As part of the state's broader preparedness efforts, the Commission will be better positioned to provide a coordinated framework for establishing earthquake safety policies and recommendations, and tracking the state's progress toward higher levels of seismic safety. The Budget also proposes a reduction in the number of appointed Commissioners from 20 to 15, and an expansion of the entities required to provide updates to the Commission on earthquake preparedness and seismic safety activities.

PUBLIC SAFETY

DEPARTMENT OF CORRECTIONS AND REHABILITATION

The California Department of Corrections and Rehabilitation (CDCR) incarcerates people convicted of the most violent felonies, supervises those released to parole, and provides rehabilitation programs to help them reintegrate into the community. The Department strives to facilitate the successful reintegration of the individuals in its care back to their communities equipped with the tools to be drug-free, healthy, and employable members of society by providing education, treatment, rehabilitative and restorative justice programs. The Budget proposes total funding of \$13.4 billion (\$13.1 billion General Fund and \$306.5 million other funds) for the Department in 2020-21.

The 2019 Budget Act projected an overall adult inmate average daily population of 125,871 in 2019-20. The average daily adult inmate population is now projected to be 124,655, a decrease of 1 percent from spring projections. Current projections show the adult inmate population is trending downward and is expected to decrease by 939 offenders between 2019-20 and 2020-21. Proposition 57, the Public Safety and Rehabilitation Act of 2016, established a durable solution to end federal court oversight and create more incentives for inmates to participate in rehabilitative programs. Proposition 57 is currently estimated to reduce the average daily adult inmate population by approximately 8,600 in 2020-21, and by approximately 13,000 in 2022-23. The estimated impact of Proposition 57 has been incorporated into the population projections.

The 2019 Budget Act projected an overall parolee average daily population of 50,442 in 2019-20. The average daily parolee population is now projected to be 50,453 in 2020-21, an increase of less than 1 percent from spring projections.

PRISON CAPACITY

The adult prison population has steadily declined over many years, presenting opportunities for CDCR to reduce its reliance on contract prison capacity. After over a decade, CDCR terminated its final remaining contract to house inmates out-of-state in June 2019. In addition, CDCR terminated a contract with a private in-state facility for male inmates in September 2019. Given the projected continued decline in the inmate population throughout 2019-20 and 2020-21, the Budget reflects ending all private in-state contract correctional facilities for male inmates by April 2020. Moreover, the Budget reflects phasing out two of the remaining three male, public in-state contract correctional facilities by 2021, and the third is projected to be closed no later than July 2022. The Department projects that the population will decline by approximately 4,300 inmates between June 2021 and June 2024. If these population trends hold, the Administration will close a state-operated prison within the next five years.

FOCUS ON INMATE REHABILITATION AND REENTRY

The Administration is committed to improving outcomes for incarcerated individuals and enhancing public safety by improving rehabilitation and reentry programs. The 2019 Budget Act made critical near-term investments to support this long-term goal, such as improving inmate literacy, expanding substance use disorder treatment, and establishing new community reentry facilities. The Budget builds upon those investments by providing incarcerated individuals with additional tools to prepare themselves to reenter society, including funding for new and expanded programs. The Department is also considering options for increasing the number of inmates receiving a high school diploma in lieu of a California High School Equivalency Certificate, also known as a General Educational Development Test. In total, the Budget includes \$552.7 million General Fund for rehabilitative programs—nearly double the funding level in 2012-13.

YOUTH OFFENDER REHABILITATIVE COMMUNITIES

The landscape of youthful offender rehabilitation policy is changing. New advances in brain development research have revealed important differences in how young adult offenders can respond to rehabilitation, relative to older offenders. For example, research suggests that young offenders are more impressionable and amenable to

treatment than older offenders. The Budget includes \$6.2 million General Fund in 2020-21, and \$10.1 million ongoing, to establish Youth Offender Rehabilitative Communities. These are programs that house offenders under the age of 26 together at select adult institutions in campus-style environments conducive to positive behavioral programming. These communities will serve to connect youth offenders to positive mentors, as well as rehabilitative and educational programs targeted to their unique needs. A model program will be established at Valley State Prison in Chowchilla.

ACADEMIC INFORMATION TECHNOLOGY MODERNIZATION

Finding gainful employment is a significant challenge for many ex-offenders. While CDCR currently provides academic and vocational training to thousands of inmates to help prepare them with the skills demanded by employers, these programs lack access to technology, such as laptop computers, that facilitate learning and familiarize inmates with tools they will need to succeed in the modern workplace. The Budget includes \$26.9 million General Fund in 2020-21, eventually declining to \$18 million ongoing to provide increased access to modern technology for inmates participating in academic and vocational training to address this gap and better prepare inmates for reentry.

EXPANDING HIGHER EDUCATION OPPORTUNITIES

To further assist inmates with finding gainful employment and prepare them to enter the workforce, the Department is expanding post-secondary educational opportunities to inmates who have completed an associate's degree. The Department is planning to partner with the California State University system to establish bachelor's degree programs at several prisons, including Valley State Prison in Chowchilla. The Budget includes \$1.8 million General Fund in 2020-21, and \$3.5 million ongoing for tuition, books, materials, training, and equipment for students participating in the program.

EXPANDED INMATE VISITATION

Another challenge faced by many inmates upon release is the loss of family and community connections during their time of incarceration. Visitation provides inmates with the opportunity to establish and maintain a continuum of social support, including parent-child relationships, which are critical for successful reentry. The Budget includes \$4.6 million ongoing General Fund to add an additional visitation day at nine institutions.

STAFF DEVELOPMENT AND SUPPORT

Creating a prison environment that is safe and secure for staff, inmates, and visitors, and that is conducive to rehabilitation, requires a professional, well-trained workforce. Correctional officers and counselors play an especially important role in the rehabilitation efforts of the Department. The Budget includes \$21.4 million General Fund in 2020-21, declining to \$19.8 million ongoing General Fund in 2023-24, to enhance staff development through new training for correctional officers and counselors. These new efforts will involve the repurposing of the former Northern California Women's Facility into a new hands-on training facility and will focus on giving staff the tools to effectively communicate with inmates and encourage them to participate in rehabilitative programs. In addition, the Budget includes \$1.8 million ongoing General Fund to centralize the Department's discrimination complaint process. This will promote objectivity and fairness in the investigation of equal opportunity complaints.

INFRASTRUCTURE SUPPORT AND MODERNIZATION

The state's prison infrastructure is old and requires investments for the safety of staff and inmates. Although the state has made significant investments in upgrading health care facilities, some of the Department's core infrastructure has significantly deteriorated and improvements must be made.

ROOF REPLACEMENT

Failing prison roofs have resulted in damage to electrical systems and housing units, and interruptions in rehabilitation and education programs, and mental health treatment. The Budget includes \$78.2 million General Fund over two years for roof replacement projects, including design funding at Pelican Bay State Prison and California State Prison, Sacramento. This is part of a broad, multi-year plan to replace aging and deteriorating roofs across the state prison system. To date, ten institutions have received one-time funding for major roof replacement and repair projects. With funding for these 2 prisons, 15 remaining institutions are scheduled for future roof replacement and repair projects over the next 6 years.

HEALTH CARE FACILITY UPDATES AT THE CALIFORNIA REHABILITATION CENTER

Existing health care facilities at the California Rehabilitation Center are located in buildings approaching 75 years old that do not have adequate storage for medication and medical supplies, which restricts workflow and makes it difficult to maintain inmate-patient privacy. The Budget includes \$5.9 million one-time General Fund to

replace damaged flooring, walls, wall-mounted air conditioning units, counters, and storage spaces in existing health care treatment areas. This project will also replace existing medication distribution windows with newer windows that are consistent with current standards and will allow for improved medication distribution. The California Rehabilitation Center is one of the older facilities in the state prison system. These upgrades are necessary to maintain this facility, which is better situated to recruit staff, including health care staff.

SUICIDE PREVENTION INTAKE CELL RETROFITS

The Department is currently engaged in a multifaceted effort to prevent inmate suicides, consistent with a federal court mandate to improve the safety of its facilities, particularly for inmates experiencing mental health crises. One important element in this effort is the modification of physical infrastructure to reduce the opportunity for inmates to commit suicide. To further this effort, the Budget includes \$3.8 million one-time General Fund to retrofit 64 intake cells across the state to provide a safer environment for inmates entering segregated housing.

VIDEO SURVEILLANCE

In recent years, the Department has expanded its use of video surveillance in adult institutions to deter violence and other prohibited activities such as the distribution of contraband. In addition, video evidence has been a critical tool for investigating inmate violence and staff misconduct allegations. Recognizing the important role video surveillance plays in increasing institutional security, the Budget includes \$21.6 million General Fund in 2020-21 and \$2.1 million ongoing General Fund to expand video surveillance capabilities at Richard J. Donovan Correctional Facility, Salinas Valley State Prison, and California Institution for Women.

JUVENILE JUSTICE REORGANIZATION

The 2019 Budget Act included resources to begin the transition of the Division of Juvenile Justice from CDCR to the new Department of Youth and Community Restoration, within the California Health and Human Services Agency, effective July 1, 2020. The Budget transfers \$264.3 million (including \$258.9 million General Fund) and 1,303.9 positions from CDCR to reflect the transition of the Division of Juvenile Justice to the Department of Youth and Community Restoration (see the Health and Human Services chapter for additional information).

INMATE MEDICAL CARE AND MENTAL HEALTH SERVICES

The Budget continues the state's significant financial commitment to improve the Department's delivery of health care services to inmates. The Budget dedicates \$3.6 billion General Fund for health care services programs, which provide access to mental health, medical, and dental care that is consistent with the standards and scope of services appropriate within a custodial environment.

FEDERAL RECEIVERSHIP OVERSEEING PRISON MEDICAL CARE

In 2005, a federal court established a receivership to oversee prison medical care. To date, the Receiver has transitioned oversight of 19 institutions back to the state. The Budget includes \$9.9 million General Fund in 2020-21 and \$11.8 million ongoing General Fund in 2021-22, to enhance quality management and patient safety by providing staff to evaluate risks and implement best practices to improve the health care delivery system. The Budget also includes \$1.5 million General Fund in 2020-21, increasing to \$2.3 million ongoing General Fund by 2024-25, to establish dedicated funding for replacing and maintaining CDCR's medical imaging equipment. In addition, the Budget includes \$722,000 ongoing General Fund to support an electronic health care data exchange process to transfer health records to counties for inmates who are transitioning to county custody or the community. The timely sharing of electronic medical records will improve patient outcomes by allowing for enhanced continuity of care as inmates transition from prison. These improvements are intended to support the eventual full transition of medical care back to the state.

MENTAL HEALTH SERVICES

The Budget includes \$5.9 million General Fund in 2020-21, increasing to \$8.4 million ongoing General Fund by 2024-25, to support expansion of telepsychiatry, which uses secure videoconferencing to increase inmate access to mental health care services. The Budget also includes \$1.4 million ongoing General Fund for contract psychiatry services to meet the federal court order to fill at least 90 percent of the state prison system's psychiatry positions.

LOCAL PUBLIC SAFETY

ADULT PROBATION REFORM

The state can benefit from improved outcomes in the local probation system, as demonstrated in the California Community Corrections Performance Incentives Act of 2009 (SB 678). Research shows compulsory conditions are an effective way to connect justice-involved people with treatment and services to reduce their likelihood of cycling through the criminal justice system. However, the vast majority of offenders on probation for misdemeanor crimes are currently on banked caseloads, meaning they are not actively engaged in services and programs provided by probation. This lack of engagement creates churning in the criminal justice system where lower-level offenders do not receive the services and supervision they need to end the cycle of crime. More can be done to align existing evidence-based practices used with the felony probation population to the misdemeanor population, with a focus on supervision and services based on risk and needs assessments, and less on the singular factor of the offense category.

The Budget includes \$60 million General Fund annually for three years and \$30 million General Fund in 2023-24, to supervise and provide probation services for misdemeanants, with the aim of improving public safety by reducing recidivism of these individuals. The Budget also includes reforms to reduce felony and misdemeanor probation terms to two years, and allow for earned discharge for probationers. This conforms with research that suggests that the maximum time needed to engage probationers in behavior change and reduce the likelihood of reoffending is no more than two years, while also creating incentives for individuals to engage in treatment and services early on.

The Budget also includes \$11 million ongoing General Fund, in addition to baseline funding of \$113.8 million General Fund, to stabilize SB 678 funding provided to counties. SB 678 established a performance-based funding methodology to award counties that reduce the number of adult felony probationers they send to state prison by sharing a percentage of the savings the state accrues from not housing revoked offenders. However, the current funding methodology can result in significant year-to-year fluctuations and drive uncertainty in county probation spending. The Budget includes a stable ongoing amount to counties at a level consistent with their highest payment received from the state over the last three years, in addition to continued accountability measures.

POST-RELEASE COMMUNITY SUPERVISION

The Budget includes \$13.8 million General Fund for county probation departments to supervise the temporary increase in the average daily population of offenders on Post-Release Community Supervision as a result of the implementation of Proposition 57.

PROPOSITION 47 SAVINGS

In November 2014, voters passed Proposition 47, which requires misdemeanor rather than felony sentencing for certain property and drug crimes and permits inmates previously sentenced for these reclassified crimes to petition for resentencing. Proposition 47 requires the Department of Finance to annually estimate savings to the state resulting from the measure in the preceding fiscal year and that an equivalent amount from the General Fund be deposited into a special fund for specified purposes. The Department of Finance currently estimates net General Fund savings of \$122.5 million, an increase of \$44 million over the estimated savings in 2019-20. This increase is attributable primarily to increased savings resulting from the state's reduced reliance on contract facilities to house prison inmates. These funds will be allocated according to the formula outlined in the initiative, which requires 65 percent be allocated for grants to public agencies to support various recidivism reduction programs (such as mental health and substance use services), 25 percent for grants to support truancy and dropout prevention programs, and 10 percent for grants for victims' services.

LOCAL JAIL OVERSIGHT

The Administration proposes to strengthen the state's oversight of county jails. The Board of State and Community Corrections will more actively engage counties regarding deficiencies identified as part of its inspections through its public board meeting process and by more frequent follow-up inspections. The Board will also provide additional technical assistance to those counties where issues are identified. Also, as part of the Title 15 jail standards review, the Board will make sure the standards are consistent with national best practices.

VICTIM SERVICES

The 2019 Budget Act included significant augmentations for several programs designed to improve victims' services and reduce victimization, including the California Violence Intervention and Prevention Program, the Family Violence Prevention Grant Program,

and restorative justice programs in state prisons. In addition, the Administration indicated its intent to consolidate victims' programs operated by the California Victim Compensation Board (CalVCB) and the Governor's Office of Emergency Services (Cal OES) as part of the 2020-21 Budget. While the Administration still intends to pursue this consolidation, the plan has been temporarily paused. Given the complexity of this consolidation and Cal OES' role in coordinating response and recovery efforts related to recent disasters, the Administration is reassessing the initially proposed timeline.

In the meantime, the Administration is taking steps to increase collaboration between CalVCB and Cal OES to enhance the quality of victims' services. For example, CalVCB is redesigning its website to centralize information about victims' programs offered throughout the state. In addition, CalVCB, in partnership with Cal OES, is conducting a public awareness and educational campaign through printed notices, television, radio public service announcements, and regional educational seminars to provide information for victims and service providers on how to apply for compensation through CalVCB's new online portal. The online portal allows victims to apply for compensation, check the status of their application and bills, submit documents, and communicate directly with CalVCB staff.

The Budget builds on the above efforts already underway by making the following additional investments in victims' services:

- Restitution Fund Backfill—\$23.5 million one-time General Fund to backfill declining fine and fee revenues in the Restitution Fund. This funding will allow CalVCB to continue operating at its current resource level.
- Legal Services for Victims—\$476,000 General Fund in 2020-21 and \$448,000 annually thereafter for the Department of Justice to provide legal services to victims. The Department of Justice served 326 victims in 2018-19, compared to 26 in 2015-16, largely due to the increased public awareness of the availability of legal services for victims.
- Victim Notification by the California Department of Corrections and Rehabilitation—\$354,000 ongoing funds (\$223,000 General Fund and \$131,000 other funds) to locate and notify affected victims of their rights during parole hearings, and to disburse restitution payments to eligible individuals.

IMPROVING INDIGENT DEFENSE

Currently, the Office of the State Public Defender's mission is focused on assisting individuals sentenced to death with post-conviction appeals. The Budget includes \$4 million General Fund in 2020-21 and \$3.5 million annually thereafter to expand the Office's mission to include improving the quality of indigent defense services provided by counties. The Office will use these resources to provide training and technical assistance for attorneys providing indigent defense, with the goal of promoting more effective representation statewide.

The Budget also includes \$10 million one-time General Fund for the Board of State and Community Corrections to administer a pilot program, in consultation with the Office of the State Public Defender, to supplement local funding for indigent criminal defense. This funding will also support the completion of an evaluation to determine the effectiveness of the grants in improving indigent defense services.

DEPARTMENT OF JUSTICE

As chief law officer of the state, the Attorney General has the responsibility to see that the laws of California are uniformly and adequately enforced. This responsibility is fulfilled through the diverse programs of the Department of Justice (DOJ). The Department provides legal services on behalf of the people of California; serves as legal counsel to state agencies; provides oversight, enforcement, education, and regulation of California's firearms laws; provides evaluation and analysis of physical evidence; and supports data needs of California's criminal justice community. The Budget includes total funding of approximately \$1.1 billion, including \$370.2 million General Fund, to support the DOJ.

BUREAU OF FIREARMS

INFORMATION TECHNOLOGY MODERNIZATION

The Department currently tracks firearms using 11 information technology systems that are antiquated, costly to update, and inefficient at gathering data. New firearms policies and reporting requirements are difficult to implement given the disconnected structure of these systems. The Budget includes \$2.4 million one-time Dealers' Record of Sale (DROS) Special Account to begin the planning and analysis phase of combining and modernizing the 11 existing firearms tracking systems. Modernizing these systems will

enable DOJ to respond to changing business needs and legislative mandates efficiently and in a cost-effective manner.

RECENTLY ENACTED LEGISLATION

The Budget also includes the following significant investments to implement recently enacted firearms legislation:

- Chapter 730, Statutes of 2019 (AB 879)—\$5 million General Fund in 2020-21 and 2021-22, to regulate and track the sale of firearm precursor parts. AB 879 requires the sale of firearm precursor parts to be conducted by or processed through a licensed firearm precursor part vendor beginning July 1, 2024. Precursor parts can be used to manufacture “ghost guns” that are untraceable due to a lack of serial numbers or identifying markers. Given the risk that such guns present to public safety, the Budget includes resources to accelerate the implementation of these requirements to July 1, 2022.
- Chapter 737, Statutes of 2019 (SB 61)—\$2.4 million DROS Special Account in 2020-21, \$1.4 million in 2021-22, and \$379,000 annually thereafter to implement and enforce the provisions of SB 61 that prohibit the sale of semiautomatic centerfire rifles to any person under 21 years of age, except a law enforcement officer or active duty member of the Armed Forces, and prohibit a person from making an application to purchase more than one semiautomatic centerfire rifle in any 30-day period.
- Chapter 738, Statutes of 2019 (SB 376)—\$981,000 DROS Special Account in 2020-21, \$306,000 in 2021-22, and \$232,000 annually thereafter to track and report annual firearms sales, loans, and transfers to enforce the provision under SB 376 that reduces the threshold for which a manufacturer’s license is required from 100 firearms manufactured annually to 50.

LEGAL SERVICES

HEALTHCARE RIGHTS AND ACCESS SECTION

In recent years, there has been an increase in healthcare litigation due to issues such as the opioid crisis, drug price-fixing, antitrust cases, and defenses of the Affordable Care Act. Currently, healthcare-related litigation is handled by separate units throughout the Department. The Budget includes \$9 million ongoing funds (\$2.2 million General Fund, \$3.7 million Attorney General Antitrust Account, and \$3.2 million Unfair Competition Law Fund) to establish a Healthcare Rights and Access Section to consolidate and

centralize healthcare litigation within DOJ. This approach allows the DOJ to handle the increase in healthcare litigation and develop expertise and specialization in this area of law.

OTHER SIGNIFICANT INVESTMENTS IN THE DEPARTMENT OF JUSTICE

The Budget also includes the following significant investments in DOJ:

- Bureau of Forensic Services—\$32 million one-time funds (\$22 million General Fund and \$10 million Fingerprint Fees Account) to backfill the continued decline in fine and fee revenues in the DNA Identification Fund. This funding will enable the Department to continue processing forensic evidence for client counties. The Budget also includes \$7.3 million ongoing General Fund to establish a replacement schedule to regularly maintain and replace forensic laboratory equipment, and to perform maintenance of state-owned laboratories.
- Tax Recovery in the Underground Economy (TRUE) Enforcement Teams (AB 1296)—\$5.7 million ongoing General Fund to bolster the two existing TRUE teams to fulfill requirements under AB 1296 to prosecute violations of labor, tax, insurance, and licensing laws by businesses and individuals in the underground economy.
- California Law Enforcement Telecommunications System (CLETS): Immigration (AB 1747)—\$2.8 million General Fund in 2020-21, \$3.3 million in 2021-22, and \$2.9 million annually thereafter to conduct investigations and audits to monitor compliance with AB 1747, which limits the use of CLETS for immigration enforcement purposes.
- Bureau of Gambling Control—\$5.4 million ongoing Gambling Control Fund to conduct field inspections, criminal investigations, and reviews of cardrooms and third party providers of proposition player services.
- Criminal Records: Automatic Relief (AB 1076)—\$3.6 million Fingerprint Fees Account in 2020-21, declining to \$1.9 million annually in 2023-24, to review records in statewide criminal justice databases to identify persons eligible to have their arrest or criminal conviction records withheld from disclosure and modify existing systems to grant such relief automatically.

JUDICIAL BRANCH

The Judicial Branch consists of the Supreme Court, courts of appeal, trial courts, and the Judicial Council. The trial courts are funded with a combination of General Fund, county maintenance-of-effort requirements, fines, fees, and other charges. Other levels of the Judicial Branch receive most of their funding from the General Fund. The Budget includes total funding of \$4.3 billion (\$2.2 billion General Fund and \$2.1 billion other funds) in 2020-21 for the Judicial Branch, of which \$2.4 billion is provided to support trial court operations. The Judicial Council is responsible for managing the resources of the Judicial Branch.

TRIAL COURT OPERATIONS

Three important historical events led to the current trial court system. First, the Trial Court Funding Act of 1997 consolidated the costs of operating California's trial courts at the state level. The Act was based on the premise that state funding of court operations was necessary to provide more uniform standards and procedures, economies of scale, structural efficiency, and access for the public. Second, California voters passed a constitutional amendment in 1998 that provided for voluntary unification of the superior and municipal courts in each county into a single, countywide trial court system. By 2001, all 58 counties had voted to unify their municipal and superior court operations. Third, the Trial Court Facilities Act of 2002 transferred responsibility and ownership of court facilities from counties to the state.

TRIAL COURT INVESTMENTS

The Budget continues the Administration's commitment to funding the trial courts by investing \$177.9 million ongoing General Fund. The investments outlined below are intended to complement efforts made by the Judicial Council to improve and modernize trial court operations, and increase access to justice statewide.

Each year, the cost of maintaining existing service levels in the court system grows due to the general inflationary pressures facing all government operations. In recognition of this, the Budget includes \$61.7 million ongoing General Fund for an overall three percent increase in funding. The Administration is committed to working with the Judicial Council to determine the best way to address future costs.

The Budget also includes \$45.9 million for trial court operations to be allocated by the Judicial Council to promote fiscal equity among the trial courts.

The Budget includes \$35.1 million ongoing General Fund in 2020-21 for trial court employee health benefit and retirement costs. The state began consistently funding the increased health and retirement benefit costs for the trial courts in 2014-15 when the trial courts made progress in implementing the Public Employees' Pension Reform Act of 2013.

The Budget includes \$35.2 million General Fund total to continue backfilling the Trial Court Trust Fund for the decline of revenues expected in 2020-21.

COURT NAVIGATOR PROGRAM

The Budget includes \$8.1 million General Fund in 2020-21 and \$15.5 million General Fund annually thereafter to add court navigators at trial courts to assist unrepresented individuals with navigating the complexities of the court system. Court navigators will help bridge access to justice gaps, improve customer service to court users, such as collaborative court participants and victims and family petitioners, and increase the positive impacts of existing self-help services.

INVESTMENTS IN INFORMATION TECHNOLOGY

The Chief Justice's Commission on the Future of California's Court System has recommended expanding the use of new technology in the courts to improve access to justice and to better serve Californians. In furtherance of this goal, the Budget includes \$10.3 million General Fund in 2020-21, decreasing to \$2.8 million ongoing in 2022-23 to advance projects in three areas: (1) investing in a data-driven forms platform to convert static forms into an electronic format; (2) building a virtual case management system that allows the Judicial Council to roll out online services statewide by interfacing with individual court case management systems; and (3) assisting trial courts in creating next-generation data centers and cloud-based solutions specific to their local environment.

The Budget also includes \$6.9 million General Fund in 2020-21 and \$11.3 million General Fund in 2021-22 to implement the second and third phases of an initiative to digitize court records in approximately 15 courts, including appellate and trial courts. Digitizing court records improves service to the public by enabling faster, easier, and more transparent access to relevant case information.

REDUCING CRIMINAL FINES AND FEES FOR LOW INCOME CALIFORNIANS

Over decades, the state has increased the fines, fees, assessments, and surcharges levied on individuals convicted of criminal offenses to generate funding for specific state and local programs and services. The Judicial Council estimates these fines and fees generated approximately \$1.4 billion in revenue in 2018-19.

Recognizing the financial hardship these increased fines and fees have created for low-income individuals, the 2019 Budget Act included \$3.4 million General Fund for the Judicial Council to implement an eight-court pilot program to allow indigent and low-income individuals to apply online to have their fines and fees from traffic infractions reduced in accordance with their ability to pay. Currently, four courts have implemented the pilot program, which reduces fines and fees for eligible participants by around 50 percent and allows them to make payments over a period of time.

The Budget includes \$11.5 million General Fund in 2020-21, increasing to \$56 million ongoing General Fund by 2023-24, to expand this program statewide and incorporate both traffic and non-traffic infractions. The ongoing costs include \$2 million to implement an online application system and \$54 million to backfill the estimated loss in revenue to support trial court operations as a result of the penalty reductions. The

Judicial Council will implement this program on a phased schedule, with several courts joining each year.

Expanding the online ability to pay program statewide provides targeted relief for low-income individuals while maintaining accountability. Furthermore, it preserves judicial discretion and uses technology to make trial courts more efficient and equitable.

DEPENDENCY COUNSEL

The 2019 Budget Act included \$20 million ongoing General Fund to increase total dependency counsel state funding to \$156.7 million. The Budget continues this investment and continues to implement the Federal Families First Prevention Services Act, which allows court-appointed dependency counsel costs to be a reimbursable activity under the federal Title IV-E funding stream. The Budget estimates \$57 million in federal reimbursements, bringing the total amount available for dependency counsel in 2020-21 to \$213.7 million.

OTHER SIGNIFICANT JUDICIAL BRANCH INVESTMENTS

The Budget also includes the following for the Judicial Branch:

- Appointed Legal Counsel in Civil Cases—\$11.2 million ongoing Trial Court Trust Fund for Sargent Shriver Civil Counsel Act programs that provide legal representation for low-income litigants in civil cases.
- Language Access—\$8.9 million General Fund in 2020-21 and \$8.5 million General Fund annually thereafter for the increased costs of court interpreters and to purchase equipment for the newly established Video Remote Interpreting Program. This will bring the total funding to \$131.2 million annually.
- Appellate Court Appointed Counsel Projects—\$1.2 million ongoing General Fund to support increased costs for contractual services provided by the Supreme Court and the Courts of Appeal Court Appointed Counsel projects. This funding will be used to cover increased costs of rent, staff salaries and benefits, record collection and preservation, and training.
- Statutory Statewide External Audit Program—\$1 million ongoing General Fund for the State Controller's Office to complete audits of revenues, expenditures, and fund balances under each trial court's control.

- Trial Court Facility Maintenance—The Administration intends to work with the Judicial Council in the spring to formulate a plan to address maintenance of deteriorating conditions at trial court facilities constructed prior to 2007. The 2019 Budget Act included \$20.2 million ongoing General Fund to support maintenance and utilities of trial court facilities constructed since 2007.

ENVIRONMENTAL PROTECTION

The California Environmental Protection Agency's programs promote the state's economic vitality in a sustainable manner by reducing greenhouse gas emissions, enhancing environmental quality, and protecting public health.

The Secretary coordinates the state's regulatory programs and ensures fair and consistent enforcement of environmental law. The Governor's Budget includes \$3.9 billion (\$139.8 million General Fund, \$3.8 billion special funds, and \$18 million bond funds) for programs included in this Agency.

The Administration's climate resilience efforts are outlined in the Infrastructure and Climate Resilience chapters.

MOVING TOWARD A CIRCULAR ECONOMY

Following recent shifts in international commodity markets, California can no longer rely on exporting recyclable materials abroad. California has an opportunity to lead in the development of a circular economy by reducing waste and reusing resources. By building upon state investments in recycling infrastructure and improving outdated systems, the state can move toward achieving a circular economy that begins and ends with a skilled workforce and commitment to environmental sustainability.

A guiding principle of a circular economy is planning for a product's next life on the front end, rather than attempting to find markets for products that were not designed

for recyclability. Creating a first-in-class system in California will also promote job development in the state.

The Administration is committed to working with the Legislature so producers have the responsibility and flexibility to meet recycling requirements for products that ultimately end up in the waste stream.

The Budget recognizes the need for low-interest financing for the infrastructure needed to create the new circular economy in California, as outlined in the proposed Climate Catalyst Fund. See the Climate Resilience chapter for a description of the Fund.

Within the broader picture of recycling, the California Beverage Container Recycling Program is an example of a system that provides clean, recyclable material, but is also in need of reform. The Administration will continue to collaborate with the Legislature to determine needed reforms, with a focus on consumer access.

DEPARTMENT OF TOXIC SUBSTANCES CONTROL REFORM

Beginning in 2018, the Department of Toxic Substances Control, in conjunction with the California Environmental Protection Agency, embarked on a strategic planning process that incorporated feedback from stakeholders.

In response to this public process, the Budget proposes both governance and fiscal reform in an effort to address the issues facing the Department. It is essential that any plan to improve the operations of the Department be accompanied by two elements: (1) fiscal reform to restructure fees that appropriately fund the activities of the Department, and (2) the creation of a board structure that provides transparency of departmental decision making and additional policy guidance.

GOVERNANCE

The Budget proposes statutory changes and funding to establish and staff a five-member board that will set fees through regulation, hear permit appeals, and provide strategic guidance to the Department. The board will also employ an Ombudsman. This will create a transparent decision-making process for all stakeholders. The Budget proposes \$3 million General Fund in 2020-21 for this board, with its costs eventually shifting to the Department's special funds.

FISCAL STABILITY

Providing the Department with the appropriate level of resources to carry out its statutory mandates is the other foundational principle of this vision. The Department has made progress improving permitting, enforcement, and the Safer Consumer Products program. However, the remaining challenges facing the Department cannot be addressed without sustainable funding sources. This effort will be comprised of three core elements:

- **Fee Authority**—The Budget proposes statutory changes to authorize the board to go through a public fee-setting process, with spending levels subject to the budget process. This will create fiscal stability into the future as circumstances change.
- **Hazardous Waste Fee Restructure**—Hazardous waste management fees should distribute the cost of managing hazardous waste and support the polluter pays principle. The proposed language will streamline the existing fee structure, and will provide the board with the ability to set fees through a public process.
- **Toxic Substances Control Account**—The Budget proposes statutory changes that would authorize the board to adjust the environmental fee through a public process. The Budget also proposes a one-time \$12 million General Fund backfill to this fund given its structural deficit.

Taken together, and in collaboration with stakeholders and the Legislature, these efforts will help move the Department toward meeting its statutory mandates while recognizing the complex set of issues the Department will continue to face.

SUSTAINABLE PEST MANAGEMENT

Pest management is essential to maintain public safety, food production, and the state's natural resources. Although pesticides are an important tool, employing integrated and sustainable pest management strategies can effectively control pests with fewer chemicals. Last year, the Department of Pesticide Regulation and the California Department of Food and Agriculture jointly established a cross-sector work group to identify, evaluate, and develop safer, practical, and more sustainable alternative pest management tools for California growers. The work group is focused on providing effective, short-term solutions and developing a five-year plan to help industry seek long-term solutions to pest management.

The Budget proposes \$350,000 General Fund one-time to fund the work group and accelerate the transition of the California agricultural industry to safer, more sustainable pest management solutions. The work group will expand its focus to system-wide approaches and will provide recommendations for a comprehensive approach to safer alternatives for pest management.

PROTECTING THE ENVIRONMENT FROM FEDERAL ROLLBACKS

In 2018, the U.S. Environmental Protection Agency disbanded a scientific advisory panel on fine particle air pollution, and has taken numerous steps to roll back standards for toxic air pollution and greenhouse gas emissions by power plants, oil and gas facilities, and other sources of air pollution. In addition, the U.S. Environmental Protection Agency has made limited progress in evaluating unassessed chemicals (fewer than 5 percent of 40,000 chemicals), and its assessments lack toxicity and exposure data to support its actions.

In response to these federal actions to roll back environmental protections, the Budget proposes additional measures to protect the environment:

- **Air Resources Board: Cutting Toxic Air Pollution in California Communities—** \$2.7 million special fund to develop new statewide regulations to reduce or eliminate exposure to air toxins from industrial and commercial facilities. This proposal will allow California to maintain environmental standards and help prevent unhealthy levels of toxic air pollution, particularly in communities that are overburdened by air pollution—even as federal standards in this area are eroded.
- **Office of Environmental Health Hazard Assessment: Evaluating Unassessed Chemicals Using Precision Prevention Methodologies—** \$6 million General Fund (\$5 million one-time) to develop and implement new risk assessment methods to evaluate the toxicology of unassessed chemicals, in partnership with the University of California. This proposal will allow the state to pioneer methodologies to identify the hazards and toxicities of unassessed chemicals to inform decisions on the use and safety of chemicals given the limited federal progress in this area.

For additional information on the state's efforts to protect against federal rollbacks to fish and wildlife protections, see the Natural Resources chapter.

NATURAL RESOURCES

The Natural Resources Agency consists of 26 departments, boards, commissions and conservancies responsible for administering programs to conserve, restore, and enhance the natural, historical, and cultural resources of California. The Governor's Budget includes \$6.7 billion (\$3.8 billion General Fund, \$1.8 billion special funds, and \$1.1 billion bond funds) for programs included in this Agency.

The Agency's departments are on the frontlines of battling wildfires, navigating droughts and floods, and preparing for sea-level rise. They are also managing the transition beyond fossil fuels and helping California achieve its clean energy goals.

The Administration's resilience-oriented initiatives in this area include the draft Water Resilience Portfolio and investments to help address sea-level rise and protect high fire-risk communities, and are detailed in the Infrastructure and Climate Resilience chapters.

MODERNIZING AND IMPROVING BIODIVERSITY PROTECTION

The Budget advances core priorities in modernization, biodiversity, and regulatory efficiencies to protect and preserve California's natural resources.

Specifically, the Department of Fish and Wildlife, which serves as a trustee for California's natural resources, has worked with stakeholders on a statutorily mandated service-based budget analysis. Preliminary results, developed over the last year, have

identified gaps in specified levels of service. Although this is an initial analysis, the Budget helps address this gap through one-time General Fund investments, a permanent extension of limited-term funding that expires in 2020-21, and a shift of \$18.9 million General Fund ongoing from the Habitat Conservation Fund to strategically supplement the Department's biodiversity conservation program. This shift enables the Department to prioritize funding for the most pressing conservation priorities facing the state.

In addition, the Department of Fish and Wildlife will continue to refine the data and analyze and prioritize options to address identified constraints and challenges. This includes, but is not limited to, analyzing statutory, regulatory or policy adjustments that drive service level expectations; identifying streamlining opportunities to improve efficiency and effectiveness of resources; and identifying programmatic areas where redeployed resources could better align with identified needs.

California is a global biodiversity hotspot, with more types of plants and animals than almost any other state. However, this natural abundance is increasingly under threat from climate change. The Administration is advancing initiatives to better protect plants and animals before they become endangered.

MODERNIZING OPERATIONS

The Budget includes several one-time investments to transfer and modernize the state's biodiversity protection efforts, including:

- Light Detection and Ranging (LiDAR) and Remote Sensing—\$80 million General Fund to the Agency to collect and make publicly available high-quality airborne LiDAR data for the entire state, which will better inform resource management decisions across a variety of sectors, including forest management, vegetation treatment, infrastructure project planning, and hazard assessments for floods, fires, tsunamis, and landslides.
- Air Support to Protect Natural Resources—\$6 million General Fund to the Department of Fish and Wildlife to purchase a fixed wing aircraft to monitor species populations, identify declines that could lead to drastic effects on commercial and recreational fisheries, and patrol impacts to species.
- Wetlands Management—\$7.5 million General Fund to the Department of Fish and Wildlife to modernize water conveyance systems to better manage wetlands, buffer

against future climate scenarios, maximize benefits to wildlife, and reduce staff maintenance costs.

- Hatchery Operations—\$6.5 million General Fund to the Department of Fish and Wildlife to modernize hatchery facilities that build resilience against environmental stressors, provide greater operational reliability, and improve fish survival.

STABILIZING AND EXPANDING OPERATIONS

The Budget includes a permanent extension of \$30 million General Fund for the Department of Fish and Wildlife currently set to expire in 2020-21. These funds are necessary to support critical functions including conservation efforts, increased participation in hunting and fishing, connecting more Californians to the outdoors, and enhanced services to the public. The Budget also includes \$2.2 million ongoing General Fund and eight new positions to better care for more than one million acres of wildlife areas and ecological reserves owned and managed by the Department. Staff will develop culturally relevant biodiversity education programs involving communities that live near these areas to facilitate understanding of climate change risks and the importance of maintaining biodiversity. Finally, the Budget includes \$12.7 million ongoing General Fund and 34 positions to the Department to increase capacity to better protect species under threat of extinction.

CUTTING GREEN TAPE

Climate change and other unprecedented environmental changes demand improved approaches to protecting and stewarding California's natural places. Fortunately, promising opportunities exist to increase the pace and scale of environmental restoration and stewardship to benefit both nature and people.

California has established itself as a global leader in implementing solutions to many of the most intractable environmental problems. The Administration is advancing the Cutting Green Tape effort to enable environmentally beneficial work across the state more quickly, simply, and cost effectively.

The Cutting Green Tape approach brings together regulatory agency staff, local governments, environmental conservation groups, and a range of other stakeholders and experts from across the state to improve permitting and funding efficiencies for ecological restoration and stewardship projects.

The Budget includes \$4 million in ongoing General Fund and 16 positions for the Department of Fish and Wildlife to increase the scale and pace of restoration work, and incorporate efficiencies into grant programs. The Department will form a restoration permitting team to provide early project consultation, hold permitting workshops, and incorporate the use of existing programmatic permitting options.

DEPARTMENT OF PARKS AND RECREATION—PARKS FOR ALL

Many Californians lack access to parks, open spaces, and natural and cultural amenities. The Administration is advancing initiatives to expand access to state parks and open spaces and invest in cultural resources to share their value with the public and protect them for future generations.

The Budget proposes \$65.1 million to advance the Parks for All initiative, which builds upon the Department of Parks and Recreation's recent foundational reforms to expand the park system and improve access to its many parks. Major components for the Parks for All initiative included in the Budget are:

- Establishing a New State Park—\$20 million General Fund to create a new state park. The Department will design a vision for the new park that is inclusive and supports equitable access for all Californians. The Department will work with various philanthropic, conservation, and park interest groups to secure a property and design the vision and operations for the new park.
- Acquiring Lands to Expand Parks—\$4.6 million bond funds to acquire inholding properties that expand existing state parks and provide other co-benefits such as protecting biodiversity.
- Improving Facilities in Urban Areas—\$8.7 million Proposition 68 funds to expand access to state parks in urban areas and make other improvements to parks that serve disadvantaged communities. Significant investments include:
 - Candlestick Point—\$2.6 million for design of the park build out.
 - Old Sacramento—\$583,000 to start the design of new riverfront improvements.
 - Improvements to Non-Profit Operated Parks—\$4.9 million for special repair and deferred maintenance projects.
 - Future Capital Outlay Project Scoping—\$650,000 to study the cost, schedule, and scope of future capital outlay projects.

- Improving Access for Underserved Populations—\$20 million General Fund to establish the Outdoor Equity Grants Program under Chapter 675, Statutes of 2019 (AB 209) to enable underserved and at-risk populations to participate in outdoor environmental educational experiences at state parks.
- Enhancing Access Programming—\$11.8 million to expand both technological and physical access to parks, as well as culturally inclusive enhancements to park programming and interpretive exhibits. Significant investments include:
 - Natural, Interpretive, and Cultural Project Programs—\$8.3 million Proposition 68 funds for the Natural Project Program to conserve and restore native plants and animals within State Parks (\$3.2 million), the Interpretive Project Program to develop new exhibits intended to bring parks to life and improve the visitor experience (\$2.6 million), and the Cultural Project Program to preserve history as it relates to State Parks (\$2.5 million).
 - Colonel Allensworth State Historic Park—\$572,000 Proposition 68 funds to begin design of a new visitor center building, exhibits, and associated site improvements in this underserved region.
 - K-12 Access Expansion—\$2.9 million Environmental License Plate Fund to expand access programs for K-12 students and teachers in low income and underserved communities.
- Eliminate Cost as Barriers for Low Income Individuals—To increase participation in a program that provides free day-use entry, the Department will partner with state and county social and public health programs to increase use of the low-income pass program.

MAINTAINING FISCAL STABILITY FOR BOATING PROGRAMS

The primary fund that supports boating-related activities, the Harbors and Watercraft Revolving Fund, has become structurally imbalanced over the course of several years. The Administration will explore options including, but not limited to, revenue increases and program expenditure reductions to best support the continuation of boating programs. The Administration will put forward a proposal later this year.

STRENGTHENING PARTNERSHIPS WITH TRIBES AND COMMUNITIES

Tribal communities have effectively stewarded California's natural resources since before the state's inception. The Administration recognizes this leadership and is interested in strengthening collaboration with California Native American tribes to better manage natural resources as well as working with communities directly impacted by natural resources management decisions.

To advance these priorities, the Budget proposes funding to support the establishment of the Truth and Healing Council and increase the Agency's capacity to work with tribal nations and community-based organizations to further strengthen the Agency's environmental justice program. Expanding this capacity will advance the Administration's commitment to new partnerships with tribes and achieving environmental justice.

Other significant adjustments:

- Truth and Healing Council—\$450,000 annually through 2023-24 and \$225,000 in 2024-25 from the Environmental License Plate Fund to the Native American Heritage Commission to support the establishment of the Truth and Healing Council as identified in the Governor's Executive Order N-15-19.
- Environmental Justice—\$360,000 ongoing from the Environmental License Plate Fund to the Agency to establish the positions of Assistant Secretary for Environmental Justice and Assistant Secretary for Tribal Affairs to support and expand the Agency's effort to institutionalize environmental justice and tribal consultation practices into its program planning, development and implementation.

DEPARTMENT OF CONSERVATION—OIL AND GAS OVERSIGHT

California is the nation's leader in reducing reliance on fossil fuels, limiting greenhouse gas emissions, and transitioning to a low-carbon economy. This transition includes strengthening oversight of oil and gas extraction to better protect people and the environment in a manner that facilitates a thoughtful economic transition.

Over the last year, the Administration has refocused the statutory mission of the division overseeing these activities, now called the California Geologic Energy Management Division (CalGEM), to prioritize protecting human health, safeguarding the environment, and advancing the state's climate and energy goals. The Administration also

commissioned a first-ever study on how the state should manage the decline of oil supply as it moves to decarbonize the state's economy, and funded workforce investments to enable economic transition away from dependence on fossil fuels. These recent actions build upon progress made in recent years to strengthen CalGEM's regulations, professionalize its workforce, and more actively enforce the law.

Along with these improvements, the Budget includes additional resources for increased regulatory oversight, enforcement, and bonding level evaluations. The Budget includes \$24.3 million special fund and 128 new positions, phased in over three fiscal years, to strengthen field enforcement of existing laws and regulations, validate adequate bonding levels for operators to limit state financial liability, and improve public transparency of CalGEM's regulatory activities.

STATEWIDE ISSUES AND VARIOUS DEPARTMENTS

This chapter describes items in the Budget that are statewide issues or related to various departments.

CALIFORNIA LEADS AS AN EMPLOYER

The State of California has a responsibility to serve all Californians, which requires a workforce that reflects the state's diversity.

In September 2019, the Governor convened Secretaries, Undersecretaries, Directors, and Chief Deputy Directors for a forum to reflect and learn about ways to create a more inclusive, respectful, and equitable workplace.

Attendees of the forum volunteered to participate in four task forces addressing the following topics: Sexual Harassment and Discrimination Prevention and Response, Diversity and Inclusion, Public Safety Diversity, and Racial and Gender Pay Equity. The task forces are overseen by the Government Operations Agency with assistance from the Department of Human Resources (CalHR), State Personnel Board, and Department of Finance. Final recommendations of the task forces will be presented to the Governor by July 2020.

The state will use these recommendations to shape a bold vision to make the state workforce more inclusive and diverse. This will entail core reforms to how the state

recruits, onboards, develops, manages, and retains talent. A more diverse and inclusive workforce will make the state an “employer of choice.”

OFFICE OF DIGITAL INNOVATION

California is changing the way it delivers government services to the millions of Californians who interact with government every day. The state is building the foundation for the shift from a passive governance model that responds to statutory mandates to a pro-active, customer-focused service delivery model. The state needs to recast the relationship between Californians and their government, and redesign how government operates to enable modern service delivery. This requires a cultural shift in government that:

- Provides an intuitive customer experience—Residents should be able to interact with state government in the same way they receive non-governmental services—largely digital and often mobile-enabled.
- Engages and responds to residents—The state must broaden its engagement to improve its ability to deliver services and more effectively reach residents throughout the state.
- Tracks outcomes—The state needs to set open and transparent standards for customer service, deliver on those standards, and continue to learn and improve.

In its first year, the Administration has laid the foundation for this transformation by:

- Investing in digital service transformation capacity through the Office of Digital Innovation, which is under the Government Operations Agency;
- Conducting nationwide digital talent searches to fill key positions;
- Simplifying digital interactions with people starting with a redesign of the CA.gov website;
- Making data more accessible to the public by launching a Geographic Information System portal;
- Improving procurement with the flexible Request for Innovative Ideas approach; and
- Encouraging data sharing and data-informed decision making.

INFORMATION TECHNOLOGY SECURITY

The Budget includes \$11.3 million one-time (\$8.3 million General Fund) and \$38.8 million ongoing (\$29.4 million General Fund) and 85 positions to strengthen the state's information technology security operations.

The Administration is committed to protecting the state's critical information assets and infrastructure, which includes personal data. The state has taken numerous steps over the past decade to audit state entities' compliance with state security and privacy policies. This includes the creation of the California Cybersecurity Integration Center to coordinate information sharing with local, state, and federal agencies. The Department of Technology currently monitors cyber traffic continuously on the state's network and coordinates incident response.

The Budget provides funding to mature the state's overall security posture, improve statewide information security initiatives, analyze cyber threat intelligence, and respond to and mitigate potential threats.

DEPARTMENT OF MOTOR VEHICLES

A 2019 audit of the Department of Motor Vehicles (DMV) found its operations were not always efficient and effective in delivering services to its customers. The work of the DMV Strike Team resulted in additional recommendations to improve the operations at field offices, particularly as the department addresses the spike in customer transactions due to federal REAL ID implementation. In response to these findings, the 2019 Budget Act included \$242 million Motor Vehicle Account (MVA) in 2019-20 and \$200 million MVA in 2020-21 to address immediate needs and long-term improvements.

The DMV is making strides to improve public access and increase its ability to serve the public more efficiently. As of December 2019, the DMV hired an additional 926 temporary employees, and wait times, once exceeding several hours, have returned to target levels at most field offices throughout the state. Additionally, the DMV has made improvements to its training program with a greater focus on customer service.

The DMV has improved the overall customer service experience by expanding Internet capabilities in its field offices, enabling employees to better queue incoming customers, and adding a Chatbot feature to its website to assist customers with REAL ID questions, which reduces the need for customers to come to field offices. In addition, the DMV

piloted the acceptance of credit cards in field offices, and will accept credit cards in all field offices in 2020.

With an October 2020 deadline for REAL ID issuance, the DMV has engaged in a media campaign to educate the public about REAL ID requirements. The DMV is also working with international and regional airports to provide information and educate travelers about REAL ID requirements. The two-year funding allows the DMV to continue its efforts to meet the requirements of REAL ID and make necessary changes to improve daily operations and customer service.

PAYING DOWN UNFUNDED PENSION LIABILITIES

Reducing the state's \$165 billion unfunded pension liability is critical to ensuring the long-term security of the state's retirement benefits. The state has taken significant steps in addressing those liabilities by reforming public pension law under the Public Employees' Pension Reform Act of 2013 (PEPRA), and by implementing a funding strategy to pay down the California State Teachers' Retirement System (CalSTRS) unfunded liability. The state made unprecedented supplemental payments including \$6 billion to CalPERS in 2017-18 funded through a loan from the Surplus Money Investment Fund, which is projected to save the state a net of \$6 billion over the next three decades. In the 2019 Budget Act, the state committed \$3 billion to the California Public Employees' Retirement Systems (CalPERS) and \$2.9 billion to CalSTRS over the next few years. Collectively, these efforts have placed the state in better fiscal position for retirement security, and will help maintain a key recruitment tool for the state's workforce.

STATE EMPLOYEES' RETIREMENT CONTRIBUTIONS

The Budget includes \$7 billion one-time (\$4 billion General Fund) for the statutorily required annual state contribution to CalPERS for state pension costs. This is \$284 million higher than 2019-20. Included in these costs are \$739 million General Fund for California State University retirement costs.

In addition to the state's required contributions, the 2019 Budget Act included a \$3 billion supplemental pension payment authorized to be paid towards the unfunded liabilities of the CalPERS state retirement plans over fiscal years 2018-19 through 2022-23. The Budget proposes to accelerate the payment of the remaining \$500 million currently scheduled over fiscal years 2020-21 through 2022-23 into a single payment in 2019-20.

This proposed change will result in an additional \$42 million in estimated savings to the state over the next three decades.

TEACHERS' RETIREMENT CONTRIBUTIONS

The Budget also includes \$3.6 billion one-time General Fund for the statutorily required annual state contribution to CalSTRS. This is roughly \$268 million higher than 2019-20.

In addition to the state's required contributions, the 2019 Budget Act included a \$2.9 billion supplemental pension payment to be paid towards the state's share of the unfunded liability for the CalSTRS Defined Benefit Program over fiscal years 2019-20 through 2022-23 using available Proposition 2 debt payment funding. For 2020-21, the Budget includes \$802 million toward this payment.

STATE HEALTH CARE BENEFITS

The state is projected to spend approximately \$6.1 billion on health care benefits in 2020-21 for more than 850,000 state employees, retirees, and their family members. This includes \$2.4 billion for retiree health care benefits for 2020-21, which has grown by 75 percent compared to what the state paid in 2010-11 (\$1.4 billion).

Through the collective bargaining process, the state's 21 employee bargaining units and related excluded and exempt employees now prefund retiree health benefits. As a result, more than \$2 billion is currently set aside in the prefunding trust fund to pay for future retiree health benefits, which has an estimated \$85.6 billion unfunded liability to be paid down by 2046. By the end of 2019-20, the trust fund balance will approach \$2.6 billion in assets.

State Retirement and Health Care Contributions ^{1/2/}
(Dollars in Millions)

	CalPERS ^{3/}	CSU CalPERS	CalSTRS	JRS	JRS II	LRS ^{4/}	Active Health & Dental ^{5/}	Retiree Health & Dental	CSU Retiree Health	Employer OPEB Prefunding ^{6/}
2008-09	\$3,063		\$1,133	\$189	\$40		\$2,146	\$1,183		
2009-10	2,861		1,191	184	32		2,120	1,182		\$3
2010-11	3,230		1,200	166	54		2,277	1,387		2
2011-12	3,174		1,259	195	58		2,439	1,505		0
2012-13	2,948 ^{7/}	\$449 ^{7/}	1,303	160	51		2,567	1,365 ^{7/}	\$222 ^{7/}	0
2013-14	3,269	474	1,360	188	52	\$1	2,697	1,383	225	22
2014-15	4,042	543	1,486	179	63	1	2,797	1,462	256	38
2015-16	4,338	585	1,935	190	67	1	2,968	1,556	263	63
2016-17	4,754	621	2,473	202	68	1	3,104	1,623	272	342 ^{8/}
2017-18	5,188	661	2,790	199	80	1	3,192	1,695	285	189
2018-19	5,506	683	3,082	194	84	1	3,255	1,759	313	394
2019-20	5,946	716	3,323	263	87	1	3,443	1,892	331	562
2020-21 ^{8/}	6,303	739	3,591	225	87	1	3,713	2,068	362	703

^{1/} The chart does not include contributions for University of California pension or retiree health care costs.

^{2/} The chart does not reflect the \$6 billion supplemental pension payment to CalPERS in 2017-18 authorized by Chapter 50, Statutes of 2017 (SB 84), Chapter 33, Statutes of 2019 (SB 90), and Chapter 859, Statutes of 2019 (AB 118), authorized multiple one-time supplemental pension payments to CalPERS and CalSTRS, which are also not reflected in the chart.

^{3/} In addition to the Executive Branch, this includes Judicial and Legislative Branch employees. Contributions for judges and elected officials are included in JRS, JRS II, and LRS. Amounts displayed in this column reflect statewide contributions to the five CalPERS state plans, including contributions from employers that are not included in the annual Budget Act.

^{4/} The state continues to make employer contributions to the Legislators' Retirement System. The most recent estimated contribution amount reported by CalPERS is \$101,262 in 2019-20.

^{5/} These amounts include health, dental, and vision contributions for employees within state civil service, the Judicial and Legislative Branches, and the California State University (CSU).

^{6/} Amount reflects the employer contribution to pay down the Other Post-Employment Benefits (OPEB) unfunded liability.

^{7/} Beginning in 2012-13, CSU pension and health care costs are displayed separately.

^{8/} Estimated as of the 2020-21 Governor's Budget. Of the total estimated 2020-21 contributions, contributions sourced from the General Fund are estimated to be \$4,033 million for CalPERS, \$739 million for CSU CalPERS, \$1,744 million for Active Health and Dental, and \$335 million for OPEB Prefunding. Fiscal year 2020-21 contributions to CalSTRS, JRS, JRS II, LRS, and Retiree Health & Dental (including CSU) are all General Fund costs.

^{9/} Amount includes a one-time prefunding contribution of \$240 million pursuant to Chapter 2, Statutes of 2016 (AB 133).

EMPLOYEE COMPENSATION AND COLLECTIVE BARGAINING

The Budget includes \$1.5 billion ongoing (\$654 million General Fund) for increased employee compensation, health care costs for active state employees, and retiree health care prefunding for active employees. Included in these costs are collectively bargained salaries and benefit increases as a result of contract negotiations, including the recently negotiated contract with the Service Employees International Union, Local

1000, and pay increases related to minimum wage changes in Chapter 4, Statutes of 2016 (SB 3). Funding is also included for 2021 calendar year increases in health care premiums and enrollment.

Collective bargaining negotiations will commence with seven bargaining units representing Attorneys and Administrative Law Judges, Correctional Officers, Engineers, Scientists, Craft and Maintenance, Physicians/Dentists/Podiatrists, and Health and Social Services, whose contracts expire in late June or early July 2020.

CANNABIS

Enacted in 2015, the Medical Marijuana Regulation and Safety Act created a regulatory framework for medical cannabis in California, and distributed the responsibility for state licensing between three state entities—the Bureau of Cannabis Control, the Department of Food and Agriculture, and the Department of Public Health. In November 2016, voters approved Proposition 64, the Adult-Use of Marijuana Act, which legalized the recreational sale and use of cannabis to people over the age of 21 and levied new excise taxes on the cultivation and retail sale of state-regulated cannabis. Chapter 27, Statutes of 2017 (SB 94), integrated medicinal and adult-use regulations to create the Medicinal and Adult-Use Cannabis Regulation and Safety Act, establishing a single regulatory system to govern the commercial cannabis industry in California.

REGULATION AND TAX REFORM

In an effort to improve access to licensing and simplify regulatory oversight of commercial cannabis activity, the Administration plans to consolidate the three licensing entities into a single Department of Cannabis Control by July 2021. Establishing a stand-alone department with dedicated enforcement will centralize and align critical regulatory functions to build a successful legal cannabis market, and create a single point of contact for cannabis licensees and local governments. The Administration will submit more details on this proposal in spring 2020.

As approved in Proposition 64, excise taxes are levied on the cultivation and retail sale of both adult-use and medicinal cannabis with tax revenues deposited into the Cannabis Tax Fund, to be allocated to various state entities pursuant to Proposition 64. The cannabis excise tax is forecast to generate \$479 million in 2019-20 and \$550 million in 2020-21. The forecast assumes continued growth of more than 15 percent annually as new businesses continue to enter the marketplace and local jurisdictions adjust to the

state's legal framework. In the near term, revenue estimates will be subject to significant uncertainty because the market has only recently been established.

The Administration also proposes to simplify tax administration for cannabis by changing the point of collection of cannabis taxes. The changes move the responsibility for the cultivation excise tax from the final distributor to the first and for the retail excise tax from the distributor to the retailer. Because the retail excise tax is currently collected by the distributor, the California Department of Tax and Fee Administration (CDTFA) must biannually estimate an average mark-up rate on cannabis products to determine a wholesale tax rate that ensures the tax paid by the distributor is equal to 15 percent of gross receipts at retail. Moving the incidence of this tax to the retailer will eliminate CDTFA's requirement to estimate product mark-ups and set wholesale tax rates. The changes will reduce the tax collection burden on the cannabis industry and simplify the tax collection process. The revenue impact from the changes includes a loss of revenue in 2020-21, as the excise tax would be collected later in the process, with a small increase in revenue in future years related to these changes.

The Administration, in consultation with the industry and stakeholders, will consider other changes to the existing cannabis tax structure, including the number of taxes and tax rates to simplify the system and to support a stronger, safer legal cannabis market.

UPDATED ALLOCATION OF THE CANNABIS TAX FUND

Proposition 64 specified the allocation of resources in the Cannabis Tax Fund, which are continuously appropriated. Pursuant to Proposition 64, expenditures are prioritized for regulatory and administrative workload necessary to implement, administer, and enforce the Cannabis Act, followed by research and activities related to the legalization of cannabis and the past effects of its criminalization. Once these priorities have been met, the remaining funds are allocated to youth education, prevention, early intervention, and treatment; environmental protection; and public safety-related activities. The Budget estimates \$332.8 million will be available for these purposes in 2020-21, and the structure of these allocations is unchanged from 2019-20:

- Education, prevention, and treatment of youth substance use disorders and school retention—60 percent (\$199.7 million).
- Clean-up, remediation, and enforcement of environmental impacts created by illegal cannabis cultivation—20 percent (\$66.6 million).
- Public safety-related activities—20 percent (\$66.6 million).

CALIFORNIA ARTS COUNCIL

The California Arts Council's mission is advancing California through the arts and creativity. The Council administers grants to support the state's arts and cultural communities through the development of partnerships with the public and private sectors to enhance the cultural, educational, social, and economic growth of California. The grant programs support arts education in school and community settings; system-engaged youth; recently incarcerated individuals; local and community economic development; recent immigrants and refugee communities; native communities; veterans and their families; and various arts service organizations, and are designed to serve populations and communities who are underrepresented in the arts and have reduced access to arts programs. The 2019 Budget Act provided \$10 million ongoing General Fund for grants made by the Council.

California Cultural Districts were established in 2015 through Chapter 396, Statutes of 2015 (AB 189). These districts leverage the state's artistic and cultural assets, and celebrate California's diversity, helping to grow and sustain grassroots arts and cultural opportunities, increasing the visibility of local artists and community participation in local arts and culture, and promoting socioeconomic and ethnic diversity. The Budget includes \$9 million one-time General Fund to support the existing 14 cultural districts and the addition of cultural districts in underrepresented areas, such as the Central Valley and Inland Empire. The Arts Council will coordinate outreach and engagement with non-governmental organizations and the philanthropic community in this effort.

The Budget also includes \$1 million one-time General Fund for the Arts Council to develop disaster preparedness guidelines and best practices at the county level to protect and preserve artifacts during a disaster.

CALIFORNIA CONSUMER FINANCIAL PROTECTION

California's economy and its people thrive when predatory business practices are policed and innovation is cultivated. This is especially true for consumer financial products, as evidenced by the financial crisis a decade ago. In response to the crisis, the federal Consumer Financial Protection Bureau (CFPB) was established to enforce consumer rights, monitor markets and identify patterns of abuse, and listen to and educate consumers. The federal government's rollback of the CFPB leaves Californians vulnerable to predatory businesses and leaves companies without the clarity they need to innovate.

Currently, the Department of Business Oversight (DBO) regulates certain financial services and oversees state-licensed financial institutions, including banks, credit unions, and money transmitters. DBO also licenses and regulates securities brokers and dealers, investment advisers, payday lenders, mortgage lenders, escrow agents, student loan servicers, and other commercial and consumer lenders.

The Budget expands DBO's authority and capacity to protect consumers and foster the responsible development of new financial products. To better reflect its current and future role, DBO's name will be changed to the Department of Financial Protection and Innovation. The Budget includes \$10.2 million Financial Protection Fund and 44 positions in 2020-21, growing to \$19.3 million and 90 positions ongoing in 2022-23, to establish and administer the California Consumer Financial Protection Law, which will provide consumers with more protection against unfair and deceptive practices when accessing financial services and products. This will be accomplished by expanding the Department's authority to pursue unlicensed financial services providers not currently subject to regulatory oversight such as debt collectors, credit reporting agencies, and financial technology (fintech) companies, among others.

Specific new activities include:

- Offering services to empower and educate consumers, especially older Americans, students, military service members, and recent immigrants;
- Licensing and examining new industries that are currently under-regulated;
- Analyzing patterns and developments in the market to inform evidence-based policies and enforcement;
- Protecting consumers through enforcement against unfair, deceptive, and abusive practices;
- Establishing a new Financial Technology Innovation Office that will proactively cultivate the responsible development of new consumer financial products;
- Offering legal support for the administration of the new law; and
- Expanding existing administrative and information technology staff to support the Department's increased regulatory responsibilities.

Initial costs for the new program will be covered by available settlement proceeds in the State Corporations and Financial Institutions Funds, with future costs covered by fees on the newly covered industries and increased fees on existing licensees.

CALIFORNIA VOLUNTEERS

As the State Service Commission for California, California Volunteers manages programs and initiatives aimed at increasing the number of Californians engaged in service and volunteering. California Volunteers supports AmeriCorps members serving statewide in programs that address critical community needs in education, public safety, health and human services, and the environment.

The 2019 Budget Act provided \$20 million to increase the number of AmeriCorps members. California Volunteers issued the first round of grants in fall 2019 to twelve new programs supporting 360 members. These new programs are focused on building service initiatives in underserved communities in the Central Valley. In addition, this funding supported an increase in the educational award provided to certain new and existing members from \$6,095 to \$10,000. California Volunteers anticipates issuing a second round of grants from the \$20 million to further expand the number of AmeriCorps members in 2020-21.

The Budget takes another important step towards expanding the AmeriCorps program and increasing opportunities for Californians to serve their communities. Specifically, the Budget includes \$1.7 million ongoing General Fund for administrative and strategic planning staff to support future service initiatives, including continuing to grow the AmeriCorps program. These staff will be responsible for volunteer initiative development, administrative and program oversight, AmeriCorps volunteer recruitment, development of strategic public/private volunteer partnerships, and conducting a service and volunteer public engagement campaign.

The Administration continues to work on expanding the state's AmeriCorps program to support needed increases in civic engagement and volunteering, with an update expected in spring 2020.

CALIFORNIA DEPARTMENT OF VETERANS AFFAIRS

The California Department of Veterans Affairs (CalVet) works to serve the nearly 1.6 million veterans and their families living in California. CalVet strives to ensure that veterans of every era and their families receive state and federal benefits and services they have earned and deserve as a result of selfless and honorable military service. CalVet operates eight homes throughout the state that provide residential and medical care services to aged or disabled California veterans who served on active duty.

CalVet also offers direct low-cost loans to acquire farms and homes. The Budget includes \$520.6 million (\$450.2 million General Fund) for CalVet.

CalVet recently released its statutorily required Master Plan for the overall operation of the veterans homes. The Master Plan discusses veteran population trends in California, the potential location of future facilities and alternate service delivery models, and includes several recommendations, some of which are reflected in the Budget as follows:

- **Realigning Levels of Care**—The Budget proposes to begin realigning levels of care by adjusting domiciliary populations at Barstow, Chula Vista, and Yountville; converting current Intermediate Care Facilities to Residential Care Facilities at Barstow and Yountville; and increasing Skilled Nursing Facility beds at Barstow. In examining its current services, CalVet identified significant community interest for the highest levels of care. For example, CalVet maintains a waitlist with nearly 85 percent of applicants seeking skilled nursing or memory care, while independent living and intermediate care units are underutilized. Residents needing intermediate care will be placed in either Residential Care or Skilled Nursing Facilities based on the severity of their treatment needs. This will provide a continuum of care for residents of the veterans homes. Current residents will not be displaced and realigning levels of care will be achieved following the attrition of existing residents. The Budget anticipates a \$2.5 million decrease in General Fund revenues in 2020-21 due to fewer residents and the associated reduction in federal per diem payments and other related revenue.
- **Mental Health Services for Veterans**—The Budget includes \$2.3 million ongoing General Fund to improve behavioral health services at the veterans homes by standardizing mental health support staffing.
- **Rightsizing Funding and Support for the Homes**—The Budget includes \$6.8 million ongoing General Fund related to funding shortfalls at the three oldest veterans homes. The funding will primarily support increased costs for maintenance and service contracts, supplies, workers' compensation, utilities, dietary supplies, and pharmaceuticals.

FARM TO SCHOOL PROGRAM

Farm to school programs are a vital way to improve the health and well-being of California school children through integrated nutrition education and healthy food

access. Hundreds of millions of meals are served each year in California schools, and expanding opportunities for local food procurement that is tied to nutrition education is essential for establishing healthy eating habits that children can carry into adulthood. Procurement of more California Grown food also supports connecting California's agriculture to California consumers.

The Budget proposes \$10 million one-time General Fund in 2020-21 and \$1.5 million annually thereafter for the California Department of Food and Agriculture to establish a Farm to School Grant Program. This program will help support California farmers and expand healthy food access in schools by providing grants to schools to establish programs that coordinate local and California Grown food procurement and utilization in school meals as well as food and agriculture education in classrooms and cafeterias through experiential learning opportunities in school gardens, on farms, and other culinary and agricultural pathways. This funding will also support the new Farm to School Working Group to advance farm to school implementation and explore how to create a more resilient and climate-smart food supply in California.

GRANTS FOR ANIMAL SHELTERS

The Budget includes an increase of \$50 million one-time General Fund for the University of California Davis Koret Shelter Medicine Program to develop a grant program for animal shelters. The program will include interactive group training for approximately 100 shelters, selected on a voluntary basis and prioritized by need; California and regional best practices summits; and an online resource library available to all shelters. Over a five-year period, this program will provide expertise, support, and local assistance to help local communities achieve the state's longstanding policy goal that no adoptable or treatable dog or cat is euthanized.

INFRASTRUCTURE

California is a microcosm of America and is the model for building a climate-resilient future. The goals the state has adopted and the policies it has set foreshadow the changes that society must make to address climate change. This leadership begins with what the state builds and owns and the resources and communities it protects.

The state supports, manages, or regulates significant physical infrastructure. As climate change accelerates, it is a primary obligation of government to improve and upgrade this infrastructure, and to do so in a way that promotes resiliency.

Infrastructure and capital assets allow for the delivery of public services and the movement of goods across the state, both of which are essential components in fostering continued economic growth in California. To continue economic growth, state infrastructure planning must be driven by the present and future needs of Californians, including mitigating the life-threatening impacts of climate change the state is already experiencing.

The 2020 Five-Year Infrastructure Plan (Plan) focuses on how the state's investment in infrastructure, which underpins economic activity, can be leveraged to create a sustainable and resilient California. The Plan recognizes that infrastructure investments are foundational to addressing climate change, expanding opportunity, and supporting economic growth.

This strategy is consistent with Executive Order N-19-19, in which the Governor directed state agencies with primary responsibility over major state-owned or operated assets—the Departments of Transportation and General Services—to align investments with the state's climate goals. The Executive Order also directed the Department of Finance to work with the state's pension funds on a framework to advance California's climate leadership, protect taxpayers, and support the creation of high-road jobs.

This Plan describes how the state will focus its limited resources on core state responsibilities, including but not limited to the state's responsibility to reduce risks from climate change while transitioning to a carbon neutral economy. The majority of the proposed funding in the Plan—more than 76 percent—is dedicated to the state's transportation system, which makes up 40 percent of the state's carbon emissions and is a central focus of the Administration's Climate Budget.

The Plan also addresses other key areas, such as housing, water, and energy, where the state does not always own or operate critical infrastructure, but does play a leadership role by setting goals, eliminating roadblocks, and taking action to spur local government and private sector investment.

COMPONENTS OF THE PLAN

The Plan consists of four main elements: climate resilience, education, broadband, and other critical state infrastructure. Climate resilience consists of investments in housing, transportation, water, energy, and natural and working lands. Taken together, these components form a comprehensive strategy to modernize and expand California's infrastructure.

The Plan reflects the Governor's proposal for investing \$53 billion in state infrastructure over the next five years. See the Infrastructure Plan—Proposed Spending figure for a summary of the proposed funding by program area, and the Statewide Capital Funding by Department and Fund Source figure for a summary of the proposed funding by year, department, and fund source. Appendix 1, which provides background on state-owned infrastructure, and Appendix 2, which includes a detailed listing of the specific projects proposed to be funded. These appendices can be found on the Department of Finance's website at www.dof.ca.gov.

Infrastructure Plan - Proposed Spending
(Dollars in Thousands)

Capital Expenditures: Program Area	Five-Year Capital Funding
Judicial Branch	\$2,015,579
Transportation / High Speed Rail Authority	\$45,286,067
Natural Resources	\$1,367,059
Health and Human Services	\$25,048
Corrections and Rehabilitation	\$974,968
Education	\$1,007,093
General Government	\$2,636,595
Total	\$53,312,409

Statewide Capital Funding by Department and Fund Source
(Dollars in Thousands)

Program Area	2020-21	2021-22	2022-23	2023-24	2024-25	Total
Judicial Branch						
Reassessment Projects	\$43,647	\$182,651	\$262,118	\$822,351	\$704,812	\$2,015,579
Subtotal	\$43,647	\$182,651	\$262,118	\$822,351	\$704,812	\$2,015,579
Transportation						
Department of Transportation	8,538,000	8,547,000	8,272,000	7,623,000	7,643,000	40,623,000
High Speed Rail Authority	0	291,000	0	0	3,881,000	4,172,000
California Highway Patrol	141,532	50,075	42,001	47,206	44,457	325,271
Department of Motor Vehicles	54,651	30,291	36,174	12,635	32,045	165,796
Subtotal	\$8,734,183	\$8,918,366	\$8,350,175	\$7,682,841	\$11,600,502	\$45,286,067
Natural Resources						
California Conservation Corps	65,045	125,573	6,790	0	0	197,408
Department of Fish and Wildlife	880	391	0	0	0	1,271
Department of Forestry and Fire Protection	65,642	126,438	184,008	194,853	219,632	790,573
Department of Parks and Recreation	44,055	42,918	41,096	76,625	24,641	229,335
Department of Water Resources	147,000	0	0	0	0	147,000
Tahoe Conservancy	1,472	0	0	0	0	1,472
Subtotal	\$324,094	\$295,320	\$231,894	\$271,478	\$244,273	\$1,367,059
Health and Human Services						
Department of State Hospitals	229	23,121	0	0	0	23,350
Department of Youth and Community Restoration	0	0	122	119	1,457	1,698
Subtotal	\$229	\$23,121	\$122	\$119	\$1,457	\$25,048
Corrections and Rehabilitation						
Department of Corrections and Rehabilitation	182,765	82,533	64,266	320,194	325,210	974,968
Subtotal	\$182,765	\$82,533	\$64,266	\$320,194	\$325,210	\$974,968
Education						
Department of Education	0	284	3,618	0	0	3,902
California Community Colleges	27,639	975,552	0	0	0	1,003,191
Subtotal	\$27,639	\$975,836	\$3,618	\$0	\$0	\$1,007,093
General Government						
Office of Emergency Services	377	57,316	0	0	0	57,693
Department of Justice	9,518	6,541	427,748	0	0	443,807
Department of General Services	721,680	17,227	854,366	16,214	6,272	1,615,759
Department of Food & Agriculture	15,262	56,043	0	2,227	47,302	120,834
Military Department	17,042	15,900	15,900	16,500	16,500	81,842
Department of Veterans Affairs	18,106	286,707	1,847	0	0	306,660
Infrastructure Planning	2,000	2,000	2,000	2,000	2,000	10,000
Subtotal	\$763,985	\$441,734	\$1,301,861	\$36,941	\$72,074	\$2,636,595
Statewide Total	\$10,096,542	\$10,919,561	\$10,214,054	\$9,133,924	\$12,948,328	\$53,312,409
Proposed, By Fund						
General Fund	289,587	329,697	209,562	327,379	564,027	1,720,252
Special Fund	2,791,998	3,127,622	2,730,734	2,511,729	6,399,270	17,561,353
Non-Governmental Cost Funds	1,074,681	513,278	1,675,878	1,121,141	833,741	5,218,719
General Obligation Bond Funds	233,411	1,017,802	46,440	29,185	0	1,326,838
Federal Funds	5,206,464	5,431,162	5,051,440	4,644,490	4,651,290	24,984,846
Reimbursements/Other						
Governmental Cost Funds	500,401	500,000	500,000	500,000	500,000	2,500,401
Total	\$10,096,542	\$10,919,561	\$10,214,054	\$9,133,924	\$12,948,328	\$53,312,409

CLIMATE RESILIENCE

In September 2019, the Governor built on and strengthened the state's climate goals through Executive Order N-19-19, which specifically points to the state's pension systems, transportation investments, and state-owned assets as areas where the state must proactively reduce climate risk while investing toward a carbon neutral future by 2045.

Specifically, state and local governments should work towards a future in which:

- People and communities can thrive in the face of climate change in a manner that minimizes risks to public health, safety, and economic stability, while maximizing equity and protecting the most vulnerable residents.
- Natural systems adjust and ecosystems continue to function in the face of change.
- Infrastructure withstands changing climate conditions while continuing to provide essential services.

Achieving a vision where California thrives in the face of a changing climate requires state and local governments to integrate climate risk assessment and adaptation into decisions affecting infrastructure, natural systems, and communities.

In November 2017, the Governor’s Office of Planning and Research (OPR) published *Planning and Investing for a Resilient California: A Guidebook for State Agencies*, which provides guidance for state agencies on how to work toward this vision. The guidance emphasizes consideration of current and future climate conditions based on the best available science. It also prioritizes equity and inclusion, as well as coordination with local and regional partners.

In support of these goals, the Budget proposes \$12 billion over the next five years for a comprehensive Climate Budget, which combines Greenhouse Gas Reduction Fund investments with a proposed climate resilience bond and a new revolving loan fund. Taken as a whole, the Climate Budget prioritizes investments in transportation, including vehicles, fuels, and infrastructure, as well as land-based strategies to reduce climate risk throughout the state.

As a part of this package, the climate resilience bond, if approved by the voters in November 2020, will provide \$4.75 billion for resilience investments that reduce climate risks in the following areas: water, fire, extreme heat, and sea level rise. It also invests in local resilience centers to provide capacity and technical assistance at the community level.

In addition, the Climate Budget includes strategies specifically aimed at leveraging private sector resources to support the state’s climate goals, recognizing that government cannot tackle these issues at the necessary speed and scale without engaging the private sector. For additional details on the Climate Budget, see the Climate Resilience chapter.

HOUSING

Recognizing that California is in the midst of a housing crisis due to decades of underproduction, the Budget continues to support implementation of recent significant investments to increase housing production. By partnering with local jurisdictions to support greater housing production, and by subsidizing the production of affordable and moderate-income housing, the state is creating the conditions for more housing, closer to job centers. This will lead to shorter commutes, which in turn results in better health outcomes, fewer greenhouse gas emissions, and a higher quality of life.

Over the next five years, the state will invest approximately \$17 billion to continue to bolster housing production, including an estimated \$2 billion from Cap and Trade proceeds for affordable housing and sustainable communities as well as \$1.75 billion one-time General Fund from the 2019 Budget Act to promote the production of housing as follows:

- \$250 million for planning grants to local governments for technical assistance in developing plans to reach statewide housing production goals.
- \$500 million for grants for infrastructure that support higher-density affordable and mixed-income housing in locations designated as infill.
- \$500 million to expand the Mixed-Income Loan Program at the California Housing Finance Agency to provide loans to developers for mixed-income developments.
- \$500 million ongoing for state tax credits for the development of new affordable housing and for deeper subsidies for preservation projects across the state, helping to maintain the state's overall housing availability.

In addition, the state has identified excess state properties to solicit affordable housing developers to build demonstration projects that use creative and streamlined approaches to building affordable and mixed-income housing.

To support long-term housing production, Chapter 159, Statutes of 2019 (AB 101) provides incentives for local governments to implement pro-housing policies that facilitate planning and construction of housing. At the same time, AB 101 allows courts to hold persistently non-compliant cities and counties accountable to meet their housing goals, including escalating fines and authority to appoint an agent of the court to take actions necessary to bring a jurisdiction into compliance.

The state will continue to pursue policy changes that support housing production as well as hold local jurisdictions accountable to remove barriers to more housing

production in the state. The Budget includes \$10 million General Fund annually for the next three years to support the state's efforts to increase housing production. The Administration is committed to working with the Legislature this year on additional actions to expedite housing production, including changes to local zoning and permitting processes, as well as adding predictability and reducing the costs of development fees. For additional details see the Housing chapter.

TRANSPORTATION

As California grapples with a housing crisis, the impacts on transportation access and affordability are increasingly apparent. Californians are driving more as they are forced to commute longer distances due to the lack of proximity between affordable housing options and job centers, further exacerbating California's aging road infrastructure as well as climate impacts from transportation. But there is also opportunity for innovative solutions as the sector experiences rapid change through electrification, automation, ride-sharing, and other mobility options. California, home to many of these innovations, must create a transportation system that is flexible and open to the potential for better travel options that meet the state's growing population needs while supporting sustainable, inclusive growth.

To tackle these challenges, over the next five years, the Plan invests approximately \$5 billion in public transit and rail infrastructure, and \$1.1 billion for active transportation projects, to increase access to multi-modal transportation options. Additionally, the Plan includes continued investment in High Speed Rail. This system will be an economic backbone for the Central Valley, promoting new housing and jobs near rail stations, and will also provide connectivity between Central Valley cities and, ultimately, the coasts.

The High Speed Rail Authority is continuing to construct the Central Valley segment completing electrified High Speed Rail from Merced to Bakersfield with Proposition 1A bonds, federal funds, and 25 percent of the continuously appropriated funding from annual Cap and Trade auction proceeds. Additionally, the state has committed \$1.1 billion to locally sponsored projects in northern and southern California that will improve local rail service and benefit High Speed Rail when the system is connected to those areas. The funding provides resources to continue meeting commitments to federal and regional partners, and advancing Phase 1 environmental clearances.

In addition to investing in new transportation options, it is critically important to maintain and restore California's aging road infrastructure. Well-maintained roads reduce wear and tear and also increase the fuel efficiency of vehicles. However, these investments

alone will not make a meaningful dent in the state's climate goals, and must be paired with specific programs intended to reduce overall vehicle miles traveled.

Over the next five years, \$22 billion will be available for new state highway repair and rehabilitation projects in the State Highway Operations and Protection Program (SHOPP). The Road Repair and Accountability Act of 2017, Chapter 5, Statutes of 2017 (SB 1), increased available SHOPP funding capacity by \$8 billion through 2022-23. As the state invests in ongoing road maintenance, it is critical that the state does so in a way that is resilient in the face of physical climate impacts like floods, fires, extreme heat, and sea level rise. The Climate Budget includes investment in the climate research that will underpin these decisions, as well as in programs such as cool road surface investment in areas of the state experiencing extreme heat impacts from climate change.

Over this same five-year period, \$3.3 billion will be available for the State Transportation Improvement Program, which provides funding for future multi-modal transportation improvements throughout California. This program supports the implementation of regional Sustainable Community Strategies (75 percent), as well as interregional travel (25 percent). An additional \$1 billion for partnerships with local transportation agencies is also included in the Plan.

These programs will complement other investments in low-carbon vehicles and fuels. For additional information on investments in low-carbon transportation programs, see the Climate Resilience chapter.

WATER

As climate change continues to threaten the reliability of the state's water infrastructure, the Administration is advancing a strategy to build a comprehensive, resilient water system, starting with the Governor's call for an integrated Water Resilience Portfolio in his Executive Order N-10-19. In the Order, the Governor directed the Administration to develop a comprehensive strategy for a climate-resilient water system. The Order directs the agencies to inventory current water supplies and the health of waterways, assess future demands and challenges, and identify key priorities for the state's water resilience portfolio.

WATER RESILIENCE PORTFOLIO

Pursuant to the Governor's Executive Order, the Administration has released a draft Water Resilience Portfolio that identifies the following priorities:

- **Maintain and diversify water supplies**—The state will continue to support regions to reduce reliance on any one water source and diversify supplies to enable flexibility as conditions change. Diversification will look different in each region based on available water resources. This effort will strengthen water security and reduce pressure on river systems across the state.
- **Protect and enhance natural systems**—State leadership is essential to restore the environmental health of many of the state's river systems to sustain fish and wildlife. This entails effective standard-setting, and more adaptive, holistic environmental management.
- **Build connections**—The state aims to improve physical infrastructure to store, move, and share water more flexibly and integrate water management through the shared use of science, data, and technology.
- **Be prepared**—Each region must prepare for new threats, including more intense floods, deeper droughts, and hotter temperatures. State guidance will enable preparation, protective actions, and adaptive management to weather these stresses.

The Budget prioritizes recommendations emerging from the Water Resilience Portfolio, with 62 percent of the proposed \$4.75 billion climate resilience bond dedicated to programs that align with priorities identified in the Portfolio. For additional information on the bond, see the Climate Resilience chapter.

The Water Resilience Portfolio and the Budget build on several Administration-sponsored initiatives already underway.

SAFE DRINKING WATER

To support access to clean and safe drinking water for all Californians, the Administration and Legislature partnered to establish an ongoing, stable funding source to help enable delivery of safe and affordable drinking water. The Safe and Affordable Drinking Water Fund (SB 200) provides up to \$130 million annually until 2030 to address the drinking water crisis.

The State Water Resources Control Board (Water Board) is developing a plan to deploy this ongoing funding in a way that complements and leverages existing work using federal State Revolving Fund dollars and one-time bond funds. During this first year of implementation, most of the funding will be used to address immediate drinking water

and public health needs, while planning gets underway for long-term solutions in hundreds of communities around the state.

VOLUNTARY AGREEMENTS

The Administration is also working with a broad range of water agencies and environmental conservation groups to develop voluntary agreements to implement the Water Board's Bay-Delta Water Quality Control Plan. The Water Board is required to update this plan to protect fish and wildlife, water quality, and other beneficial uses of water in the Delta and its key watersheds. Successful voluntary agreements hold the promise to adaptively manage enhanced flows and habitat to improve conditions for fish and wildlife. These agreements must undergo scientific peer review and environmental review under the California Environmental Quality Act. Voluntary agreements reflect a collaborative approach to water resources management and native fish and wildlife protection.

DELTA CONVEYANCE

California's main system of water conveyance, which moves a large portion of the state's surface water supply, continues to be under threat from flood, subsidence, earthquake, and climate change. The state-led water system that captures precipitation from the Sierra Nevada mountains and the Sacramento and San Joaquin rivers to provide drinking water to 27 million Californians faces major vulnerabilities as it travels through the Sacramento-San Joaquin Delta.

Most notably, the United States Geological Survey indicates there is a 66 percent probability in the next 30 years that a major northern California earthquake will occur that can disable the current levee-supported conveyance infrastructure in the Delta, threatening the drinking water for more than half of all Californians. Besides protecting statewide water supplies, modernized Delta conveyance for these water projects will facilitate water transfers and groundwater recharge in overdrawn basins.

The Administration is advancing a single-tunnel conveyance project under the Delta to protect this statewide source from levee collapse caused by a flood or earthquake and saltwater intrusion as sea levels rise. This project will be funded by water agencies that will benefit from improved supply reliability. The project is undergoing environmental review and includes significant public engagement to design a project to limit Delta impacts and provide local benefits.

SUSTAINABLE GROUNDWATER MANAGEMENT ACT

Agricultural water demand will likely continue to outpace available water supplies into the future. Simply put, California agricultural production is being shaped by limits on available water supply. The amount of groundwater available for use will be determined by the annual sustainable yield that each groundwater basin can provide under the Sustainable Groundwater Management Act (SGMA), and will be lower than historical pumping levels that have depleted aquifers.

The Administration is focused on supporting local communities' transition to sustainable groundwater use by aligning state investments and policies to enable implementation of SGMA, including: (1) reviewing Groundwater Sustainability Plans submitted in January 2020 and 2022 and assuring basin-wide alignment across the state's 260 new groundwater sustainability agencies, (2) maximizing groundwater recharge and groundwater banking by streamlining regulations to quickly allow for recharge during periods of extended high flows, including on agricultural land, and (3) supporting flexibility for groundwater sustainability agencies to trade water within basins by enabling and incentivizing transactional approaches, including groundwater markets, with rules that safeguard natural resources, small farmers, and disadvantaged communities.

In addition to the \$395 million proposed in the climate resilience bond for projects to implement Groundwater Sustainability Plans, the Budget proposes \$60 million General Fund to support local implementation of SGMA. For additional information, see the Climate Resilience chapter.

ENERGY

One of the most important tasks the state faces is to build a clean energy future that provides safe, reliable, and affordable energy, while meeting the state's climate goals.

Utility investments to modernize the state's electric transmission and distribution infrastructure will create a system that is resilient to wildfires and other risks, and supports future electricity generation and demand to meet the needs of all Californians. Resiliency investments include grid hardening and vegetation management, as well as grid segmentation and development of alternative power supply to better serve vulnerable areas. Investments in the energy sector will also drive the state's progress toward transportation electrification. This includes fueling infrastructure as well as clean power procurement to support the growing fleet of electric cars and trucks.

The state will continue to support initiatives that accelerate carbon reduction in the energy sector while reliably powering California's economy. In addition to increasing clean energy generation, this includes:

- Continued implementation of integrated resource planning;
- Progress in energy efficiency and storage technology;
- Further adoption of smart grid technology to automate and optimize the grid;
- Facilitating dynamic pricing;
- Demand response programs;
- Distributed generation; and
- Greater regional coordination.

These measures will play important roles in creating a strong foundation for California's energy future.

In July 2019, California enacted Chapter 79, Statutes of 2019 (AB 1054), and Chapter 81, Statutes of 2019 (AB 111), to protect consumer access to safe, reliable, and affordable power by providing a durable solution to the problems arising from utility-caused wildfires in California. It established a new Wildfire Safety Division, initially within the California Public Utilities Commission to provide specific expertise to oversee utility wildfire mitigation efforts and expenditures. Effective July 1, 2021, the division will be transferred to the Office of Energy Infrastructure Safety within the Natural Resources Agency. This legislation also established a wildfire fund supported in part with shareholder contributions to provide insurance for wildfire liabilities and to protect consumers' access to safe, reliable, and affordable power. The Budget includes \$30 million to implement these measures and regulatory efforts to prevent and mitigate utility-caused wildfires.

The Budget reflects necessary support for the Administration's efforts to achieve the required transformation of Pacific Gas & Electric as an investor-owned utility within the bankruptcy process. However, if protecting Californians' interests and ensuring the necessary transformation requires further intervention, including a state takeover of the utility, the Administration will work with the Legislature to secure necessary statutory changes, appropriations to support transactional and planning costs, and liquidity measures. Consistent with the Administration's commitment to maintain a balanced budget and strong fiscal resiliency, any such action would be carefully structured to safeguard the state's General Fund.

NATURAL AND WORKING LANDS

Carbon sequestration will have a central role in the state's long-term strategy to achieve carbon neutrality by 2045. This strategy requires California to enhance the state's natural and working lands by promoting these areas as carbon sinks rather than emission sources. In addition to carbon sequestration benefits, enhancing natural and working lands will strengthen the health and productivity of the state's agriculture sector, help keep air and water clean, and reduce risks to people and nature from climate impacts such as flooding, extreme heat, and catastrophic wildfires. As a result, investing in natural and working lands is a critical ingredient for economic growth, public safety, and climate resiliency.

Building on ongoing investments from the Cap and Trade program, the Budget includes investments in natural and working lands through the proposed climate resilience bond, which would invest \$4.75 billion specifically for natural and built infrastructure intended to reduce climate risks across the state. The bond is structured around climate risks, and natural and working land investments are woven through all of the risk categories. Investment into natural and working lands prioritizes projects that serve the dual purpose of reducing risks from physical climate impacts, and increasing the potential of our lands to serve as carbon sinks. For additional information, see the Climate Resilience chapter.

EDUCATION

The state's education system is a critical part of the state's infrastructure from cradle to career. These facilities provide the setting where the state's workforce is trained and the state's future prosperity is ultimately determined. The Budget includes investments in early learning and care, modernized and resilient K-12 facilities and the state's higher education system. It is critical that investments are made in the state's educational facilities to improve the climate resilience of these critical assets.

EARLY LEARNING

The state has made significant investments in the development of kindergarten facilities with the goal of moving more programs from part-day to full-day to improve educational outcomes for children and to better accommodate working parents. The 2018 and 2019 Budget Acts included a total of \$400 million one-time General Fund for eligible school districts to construct new, or retrofit existing, facilities for full-day kindergarten programs. Of this amount, roughly \$300 million remains available to support the goal of converting existing part-day kindergarten programs to full-day

programs. As referenced in the K-12 Education chapter, the Budget proposes dedicating a portion of these funds to support the construction of preschool facilities that will be used to expand access to preschool programs that will serve additional students.

As referenced in the Early Childhood chapter, the Budget includes \$75 million Proposition 98 General Fund for preschool facilities that provide inclusive early education. Additionally, the 2018 and 2019 Budget Acts allocated \$177 million to support the program, which provides funding to local educational agencies to construct or modify preschool facilities to serve students with exceptional needs or severe disabilities.

Further, as referenced in the Early Childhood chapter, if the Public Preschool, K-12, and College Health and Safety Bond Act of 2020 is approved by voters in March, the Administration will propose statute authorizing the State Allocation Board to provide a new construction or modernization per-pupil grant enhancement to local educational agencies proposing to construct or modernize facilities to expand preschool programs on school campuses. Participants would be required to use the applicable facility to expand the number of preschool students served by the local educational agency consistent with current preschool staffing standards.

K-12 EDUCATION STATE SCHOOL FACILITY PROGRAM

Since 1998, California voters have approved more than \$42 billion in statewide General Obligation bonds to construct or renovate public school classrooms used by the state's approximately six million K-12 students. The Budget Act includes \$2.3 billion General Fund to support the debt service costs associated with these bonds. In addition to state General Obligation bonds, school districts may use developer fees, local General Obligation bonds, and Mello-Roos bonds to construct additional classrooms or renovate existing classrooms. Since 2002, local voters have approved over \$114 billion in local General Obligation bonds to support their school facility needs.

The Kindergarten through Community College Public Education Facilities Bond Act of 2016 (Proposition 51)—approved by voters in November 2016—authorized \$7 billion in state General Obligation bonds to support K-12 school facilities construction. These funds support new construction, modernization, retrofitting, career technical education, and charter school facility projects. The Budget continues to allocate \$1.5 billion Proposition 51 bond funds to support school construction projects, which is more than double the amount allocated in fiscal year 2018-19.

Recognizing that the number of applications received by the State Allocation Board exceed available voter approved new construction and modernization bond funding, Chapter 530, Statutes of 2019 (AB 48) places a \$15 billion General Obligation bond—the Public Preschool, K-12, and College Health and Safety Bond Act (Act) of 2020—on the March 3, 2020 ballot for consideration by the voters. If approved, the Act would provide \$9 billion to support K-12 facilities construction, of which:

- \$5.2 billion would support modernization projects, including \$150 million to support lead in drinking water testing and remediation.
- \$2.8 billion would support new construction projects.
- \$500 million would support charter school construction projects.
- \$500 million would support career technical education projects.

For more information, see the K-12 Education and Higher Education chapters.

SCHOOL FACILITIES PROGRAM REVISIONS

If the Act is approved by voters, AB 48 makes key changes to the School Facilities Program. AB 48's programmatic reforms more equitably address the changing needs of K-12 school districts and charter schools, better promote energy efficiency, address lead in drinking water, and assist school districts affected by natural disasters.

AB 48 also promotes the development of housing by bringing stability to developer fees until January 1, 2026. Specifically, the changes exempt multi-family housing developments within one-half mile from a major transit stop from level 1, 2, and 3 school developer fees and reduce school developer fees applicable to all other multi-family housing projects by 20 percent. The statutory changes also deem level 3 school developer fees inoperative until January 1, 2028. The statutory changes also increase local capacity to make needed school facility improvements by increasing local bonding capacity. In addition, AB 48 requires increased facility planning for school districts participating in the School Facilities Program.

HIGHER EDUCATION

Each year, millions of Californians pursue postsecondary degrees and certificates, enroll in courses, or participate in other kinds of education and training. The three public segments that support these educational opportunities include the University of California (UC), the California State University (CSU), and the California Community Colleges (CCCs).

UNIVERSITY OF CALIFORNIA AND CALIFORNIA STATE UNIVERSITY

The UC and CSU currently fund capital projects from within their annual support budget. This provides the universities with the flexibility to factor infrastructure development costs and priorities within their comprehensive fiscal plans. In accordance with statute, both the UC and the CSU submit annual capital outlay proposals for legislative review and Department of Finance approval. The CSU submitted capital proposals totaling \$2.6 billion (\$2.4 billion Statewide Revenue Bonds and \$190 million campus funds). CSU continues to prioritize and refine this project list. The UC submitted capital proposals totaling \$562.2 million (\$551.4 million General Fund-supported financing and \$10.8 million non-state resources). Final approved project lists for both CSU and UC will be submitted to the Legislature in April 2020.

If approved, the Preschool, K-12, and College Health and Safety Bond Act (Act) of 2020 would allocate \$2 billion in state General Obligation bonds to support UC and Hastings College of the Law facilities projects, and \$2 billion in state General Obligation bonds to support CSU facilities projects.

If the Act is approved, AB 48 requires the Regents of the UC and the Board of Trustees of the CSU to adopt five-year campus housing plans that reflect specified affordable student housing information and goals. AB 48 also requires the Regents and Trustees to consider several key inputs, including a campus's affordable student housing plan, when determining whether to request state funding for a project.

CALIFORNIA COMMUNITY COLLEGES

In 2016, voters approved approximately \$2 billion in state General Obligation bonds to support the improvement and construction of community college facilities. Recently, CCCs have reported \$23 billion of capital needs over the next five years.

The state's CCC facilities investments should focus on the most critical of the CCC's reported capital needs and toward projects that have appropriate local matching resources. The Budget provides \$27.6 million for the CCCs to support 24 new capital outlay projects. Construction funding for continuing projects will be considered consistent with project schedule. Additionally, the Budget includes \$17.3 million one-time General Fund for CCCs to address deferred maintenance.

If approved, the Preschool, K-12, and College Health and Safety Bond Act (Act) of 2020 would allocate \$2 billion in state General Obligation bonds to support CCC projects.

BROADBAND FOR ALL

California has led a technological revolution defined by an unprecedented level of interconnectedness between communities and economies around the world. Nevertheless, many communities in California still lack access to affordable high-speed Internet: more than 675,000 households are not served by minimum thresholds of quality broadband.

These connectivity gaps primarily affect rural communities, low-income communities, and communities of color, exacerbating existing inequities across California communities. For working families, this can mean an inability to complete school homework, access medical treatment, search for jobs or telecommute, and engage in other essential aspects of daily life. For businesses, this means substantial—sometimes insurmountable—hurdles to taking advantage of emerging economic opportunities and building dynamic regional economies.

The state's Broadband for all strategy is composed of four principal elements: mapping the state of connectivity; investing new resources; optimizing use of existing resources; and coordinating government entities to prioritize connectivity across policies.

MAPPING THE STATE OF CONNECTIVITY

To understand the scope and nature of the challenge, the state of connectivity—whether, where, and at what speed Californians have access to affordable high-speed Internet—will be mapped. This mapping will employ a geographic information system (GIS)-based analysis using the following four available data sources:

- Census tract-level data of households without broadband access;
- Existing public and private broadband network infrastructure;
- GIS data on state-owned infrastructure and rights of way; and
- The costs of various middle- and last-mile hardware components.

The CPUC, which has led similar projects in the past, is well positioned to lead the effort to map the state's connectivity.

INVESTING NEW RESOURCES: BROADBAND IN EDUCATION

The state-sponsored K-12 High Speed Network provides local educational agencies with broadband network connectivity and Internet services, as well as videoconferencing coordination and support. The K-12 High-Speed Network also administers the Broadband Infrastructure Improvement Grant Program, which has a funding allocation of \$51.4 million Proposition 98 General Fund, to improve local educational agency broadband connectivity to ensure schools can administer computer-based assessments. These efforts expand support for learning opportunities in the classroom and allow for more opportunities to expose students to computer science courses.

The California Community College's (CCC's) Integrated Technology Categorical Program annually provides \$41.9 million Proposition 98 General Fund to support systemwide technology capabilities, such as systemwide broadband connectivity services, data security services, and access to statewide multimedia hosting and delivery services for colleges and districts.

In total, the state expects to provide \$260.9 million over the next five years for broadband infrastructure improvements and systemwide technology investments. Of this amount, \$51.4 million is allocated for K-12 purposes, and \$209.5 million for CCC purposes.

OPTIMIZING USE OF EXISTING RESOURCES

Informed by GIS-based mapping, the state will review existing fund sources available for broadband adoption and activities. This review will include the California Teleconnect Fund, the California Advanced Services Fund, and federal funding opportunities to maximize the return on existing investments. In total, these funds provide approximately \$900 million over the next five years that can be targeted to critical broadband activities statewide.

PRIORITIZING CONNECTIVITY ACROSS POLICIES

In addition to targeting resources to expand connectivity, the state will coordinate government entities to prioritize high-speed Internet across policies. For example, state projects that do not directly concern—but intersect with—broadband infrastructure could nonetheless be tailored to supplement and support the infrastructure. Greater coordination will unlock efficiencies across state priorities.

The California Department of Technology, which leads the California Broadband Council, will help to coordinate interagency action and convene stakeholders.

OTHER CRITICAL STATE INFRASTRUCTURE

The Plan also includes investments in capital assets that support core state functions, including state office buildings, fire protection facilities, state parks, correctional facilities, and courts, among others.

STATE OFFICE BUILDING PROGRAM

The Department of General Services (DGS) manages approximately 35.1 million square feet of space that supports a variety of state programs and functions.

The Budget includes \$721.7 million lease revenue bond financing for the continuation of the Gregory Bateson Building Renovation (\$183.6 million), the Jesse Unruh Building Renovation (\$116.8 million), and the Resources Building Renovation projects (\$421.3 million). These projects represent a continuation of the DGS Ten-Year Sequencing Plan, which provides a strategy for the renovation or replacement of state office buildings in the Sacramento region.

CALIFORNIA DEPARTMENT OF FORESTRY AND FIRE PROTECTION

The California Department of Forestry and Fire Protection operates more than 530 facilities statewide, including 234 fire stations, 112 telecommunications facilities, 39 conservation camps, 21 unit headquarters, 16 administrative headquarters, 12 air attack bases, 10 helitack bases, 8 state forests, 1 forestry nursery, 3 training academies, and various other facilities. These facilities support fire protection, the Office of the State Fire Marshal, and resource management efforts for more than 31 million acres of state-owned and private wildlands.

The Budget includes \$65.6 million (\$41 million General Fund and \$24.6 million lease revenue bond financing) for facility replacements, relocations, remodels, and funds to initiate the construction of barracks at three air attack bases to support the C-130 aircraft program.

DEPARTMENT OF PARKS AND RECREATION

The Department of Parks and Recreation consists of 280 parks, beaches, trails, wildlife areas, open spaces, off-highway vehicle areas, and historic sites totaling approximately 1.6 million acres of land.

The Budget includes \$20 million General Fund for a conservation acquisition that would create a new state park and would immediately provide public open space and

protect a unique ecosystem from private development. The vision for the park would include programs supporting equitable access. The Plan also includes \$24 million General Obligation bonds for improving facilities, enhancing access in existing parks, and for opportunity acquisitions.

For more information, see the Natural Resources chapter.

DEPARTMENT OF CORRECTIONS AND REHABILITATION

The Department of Corrections and Rehabilitation (CDCR) maintains 37 youth and adult correctional facilities and 44 youth and adult camps. The Budget reflects the transfer of the youth facilities to the Health and Human Services Agency effective July 1, 2020. CDCR's aging infrastructure and changing population drive significant infrastructure needs.

The Budget includes \$182.8 million (\$91.7 million General Fund and \$91 million lease revenue bond financing) for projects that address a variety of infrastructure needs to support CDCR's programs.

ROOF REPLACEMENT PROJECTS

Failing prison roofs have resulted in damage to electrical systems and housing units, and interruptions in rehabilitation programs, education programs, and mental health treatment.

The Budget includes \$78.2 million General Fund over two years for roof replacement projects, including design funding, at Pelican Bay State Prison and California State Prison, Sacramento. This is part of a broad, multi-year plan to replace aging and deteriorating roofs across the state prison system. To date, ten institutions have received one-time funding for major roof replacement and repair projects. With funding for these 2 prisons, 15 remaining institutions are scheduled for future roof replacement and repair projects over the next 6 years.

HEALTH CARE FACILITY REPAIRS AT THE CALIFORNIA REHABILITATION CENTER

The Health Care Facility Improvement Program was implemented in 2012 to improve treatment and clinic space to provide an effective health care delivery system at 31 adult institutions, but did not include the California Rehabilitation Center. The existing health care treatment areas there are in buildings that are 75 years old, do not have adequate storage, restrict workflow, and make it difficult to maintain inmate-patient privacy. To address this, the Budget includes \$5.9 million one-time General Fund to replace damaged flooring, walls, wall-mounted air conditioning units, counters, and

storage spaces in existing health care treatment areas. This project will also replace existing medication distribution windows with newer windows that are consistent with current standards and will allow for improved medication distribution. The California Rehabilitation Center is one of the older facilities in the state prison system. These upgrades are necessary to maintain this facility, which is better situated than other facilities to recruit staff, including medical professionals.

SUICIDE PREVENTION INTAKE CELL RETROFITS

In response to federal class action lawsuits, CDCR continues to invest in efforts to improve the safety of its facilities, particularly for inmates experiencing mental health crises. Since 2006, CDCR has retrofitted 473 intake cells to be suicide resistant, which includes modifying cell doors and installing ligature-resistant fixtures. However, there are an insufficient number of suicide-resistant cells available to accommodate the number of Administration Segregation Unit admissions. The Budget includes \$3.8 million one-time General Fund to retrofit 64 additional intake cells across the state to provide a safer environment for inmates entering segregated housing.

JUDICIAL BRANCH

The Judicial Branch consists of the Supreme Court, courts of appeal, trial courts, and the Judicial Council. The Supreme Court is located in San Francisco and Los Angeles. The courts of appeal are organized into six districts and operate in nine different locations. The trial courts are located in 58 counties statewide, in approximately 450 facilities, and 2,100 courtrooms of approximately 16 million square feet of usable area and more than 21 million square feet of space under Judicial Council responsibility and management. The facilities of the Supreme Court, courts of appeal, and trial courts encompass not only the public courtroom spaces but also the chambers and workspaces where judicial officers and courtroom staff prepare for proceedings; secure areas, including holding cells; and building support functions.

REASSESSMENT OF TRIAL COURT CAPITAL OUTLAY PROJECTS

Chapter 45, Statutes of 2018 (SB 847) required the Judicial Council to conduct a reassessment of every trial court facility within the state and report the assessment results back to the Legislature by December 31, 2019. The Judicial Council released the results of the reassessment on December 6, 2019.

The Judicial Council approved the Reassessment of Trial Court capital outlay projects based on a prioritized needs-based and cost-based list. Overall, there are 80 projects identified through the reassessment that include both new construction and renovation

projects in 41 of the 58 trial courts. The total cost of all 80 projects is estimated at \$13.2 billion.

The Plan includes \$2 billion for court projects, assuming approximately five projects will be initiated each year for the next five years. The Administration anticipates proposing the first of the projects this spring, focusing on the most critical projects identified in the reassessment.

MAINTAINING EXISTING INFRASTRUCTURE

Historically, due to budget reductions and other fiscal challenges, the state has not consistently funded either the cost of maintaining its new capital investments or the deferred maintenance on existing infrastructure. For example, although billions of dollars have been spent over the past decade to build state facilities, less attention has been paid to the availability of permanent funds to maintain these facilities.

Deferred maintenance is maintenance that has not been completed to keep state-owned facilities in an acceptable and operable condition, and that is intended to maintain or extend their useful life. Actions such as replacing old equipment, repainting, reroofing, repairing wiring and plumbing, dredging river or stream beds to restore original flow capacity, and repairing roads are all examples of maintenance. In contrast, capital outlay is the creation of new buildings, additions to and modifications of existing buildings, and includes projects that generally expand the capacity or change the function of state-owned properties.

At present, the reported statewide deferred maintenance need totals approximately \$62 billion, as shown in the Identified Statewide Deferred Maintenance figure.

Transportation currently represents the area of the state with the highest level of deferred maintenance. Much of the state highway system was built between the 1950s and early 1970s to serve a growing economy and population. The state's population has continued to grow significantly in recent decades, resulting in a corresponding increase in vehicle miles traveled and placing additional pressure on an aging state highway system. Similarly, increased international trade, coupled with the country's dependence on the state's port system, has led to a substantial increase in trucking. As cars became more fuel efficient, revenues from excise taxes did not keep pace with the state's increasing need for highway maintenance and repairs.

Chapter 5, Statutes of 2017 (SB 1), the Road Repair and Accountability Act of 2017, was signed into law to address deteriorating road conditions by increasing funding to repair

Identified Statewide Deferred Maintenance^{1/}
(Dollars in Millions)

Department of Transportation	\$36,200
Department of Water Resources	12,000
University of California	6,210
Judicial Branch	2,472
Department of Corrections and Rehabilitation	1,172
Department of Parks and Recreation	1,157
Department of General Services	544
California State University	510
Department of State Hospitals	398
California Community Colleges	248
Department of Forestry and Fire Protection	148
Network of California Fairs	137
California Military Department	119
Department of Fish and Wildlife	71
Department of Veterans Affairs	66
California Highway Patrol	44
State Special Schools	44
Department of Developmental Services	25
Department of Motor Vehicles	22
Employment Development Department	18
California Exposition Park	15
Department of Food and Agriculture	10
Housing and Community Development	8
California Conservation Corps	4
Hastings College of the Law	3
Tahoe Conservancy	3
Office of Emergency Services	1
Total	\$61,649

^{1/}Represents total deferred maintenance need. Costs may be distributed between local, state, and federal entities.

the roadways, both on and off the State Highway System as well as addressing congestion, improving trade corridors, and promoting active transportation. SB 1 provides an average of nearly \$2 billion in additional annual funding for the maintenance and repair of the State Highway System. This funding is being targeted toward pavement, bridge, and culvert repair while allowing the state to maintain current funding levels for safety, emergency, and other transportation elements.

The state has made progress in the last several years in reducing deferred maintenance across state government and will make more in the coming years with SB 1 investments in the state's roads and other bond investments.

DEBT FINANCING

The state has long used debt financing as a tool for infrastructure investment, similar to the private sector. When the state borrows to pay for infrastructure, roughly one out of every two dollars spent on infrastructure investments pays interest costs, rather than construction costs. The amount of funds required to service the debt has increased steadily over past years.

Budget challenges in the early 2000s resulted in a greater reliance on debt financing, rather than pay-as-you-go spending. From 1974 to 1999, California voters authorized \$38.4 billion of General Obligation bonds. From 2000 to 2010, voters expanded the types of programs funded by bonds and authorized approximately \$111.9 billion of General Obligation bonds. Of all previously approved bonds, debt obligations of \$71.7 billion in General Obligation bonds and \$8.6 billion in lease revenue bonds remain outstanding. Additionally, as of December 1, 2019, there are \$32.7 billion of General Obligation and \$7.2 billion of lease revenue bonds that are authorized but not yet issued. The bonds will be issued when projects are approved and ready for construction. Additional information related to General Obligation and lease revenue bond issues can be found on the Department of Finance's website.

As shown in the Debt Service on General Obligation and Lease Revenue Bonds figure, debt service on infrastructure bonds is expected to increase to \$8.5 billion by 2023-24, assuming only limited new lease revenue bonds are authorized.

Debt Service on General Obligation and Lease Revenue Bonds

(Dollars in Millions)

Fiscal Year	All Funds			General Fund	
	General Fund Revenues	Debt Service	Debt Service Ratio ^{1/}	Debt Service	Debt Service Ratio ^{1/}
2018-19	\$139,379	\$7,942	5.70%	\$5,367	3.85%
2019-20 ^{e/}	\$146,486	\$7,960	5.43%	\$5,210	3.56%
2020-21 ^{e/}	\$151,635	\$8,230	5.43%	\$5,279	3.48%
2021-22 ^{e/}	\$157,255	\$8,382	5.33%	\$5,699	3.62%
2022-23 ^{e/}	\$160,903	\$8,247	5.13%	\$5,750	3.57%
2023-24 ^{e/}	\$164,088	\$8,534	5.20%	\$6,050	3.69%

^{1/} The debt service ratio expresses the state's debt service costs as a percentage of its General Fund revenues.
^{e/} Estimated

The debt service ratio is a measure of relative indebtedness. It expresses the state's debt service level as a percentage of its General Fund revenues. The debt service ratio is projected to decline slightly through 2022-23—mainly because of higher projected

revenues—to 3.57 percent, based on currently-authorized General Fund-supported General Obligation and lease revenue bond debt.

Both the bond market and bond rating agencies consider a number of factors when evaluating a state's debt position. Two measures commonly used to determine a state's debt position are debt as a percent of state personal income and debt per capita.

The ratio of a state's debt to personal income is a reflection of the state's debt compared to the state's wealth. According to the 2019 State Debt Medians Report by Moody's Investors Service, California's total outstanding debt as a percentage of personal income is 3.7 percent. Although this is well above the national average of 2.8 percent (only two of the ten most populous states—New York and Illinois—have more debt as a percentage of personal income), it is a significant decrease from the total of 5.8 percent reported in 2013 (see the Comparison of State's Debt Ratio to Other States figure).

Comparison of State's Debt Ratio to Other States

<u>State</u>	<u>Percent of Personal Income</u>						
	2013	2014	2015	2016	2017	2018	2019
National Average	3.4	3.2	3.1	3	3	2.9	2.8
California	5.8	5.3	5	4.6	4.1	3.9	3.7
(50 state rank)	(9th)	(10th)	(10th)	(11th)	(13th)	(13th)	(15th)
New York	6.3	6.0	5.7	5.5	5.2	5.2	5
Illinois	5.7	5.6	5.7	5.2	4.9	5.6	5.1
Florida	2.8	2.5	2.5	2.5	2.2	2	1.7
Pennsylvania	2.8	2.6	2.5	2.5	2.7	2.6	3
Georgia	3.0	2.9	2.8	2.7	2.4	2.4	2.3
Ohio	2.8	2.7	2.7	2.6	2.5	2.5	2.5
North Carolina	2.4	2.1	2	1.9	1.6	1.5	1.2
Texas	1.5	1.5	1	0.9	0.8	0.9	0.8
Michigan	2.2	2.1	1.9	1.8	1.6	1.5	1.4

Source: Moody's Investors Service 2019 State Debt Medians Reports.

Debt per capita measures each state resident's share of the total debt outstanding. Last year, California's per capita debt was estimated to be \$2,194, well above the national average of \$1,493 as reported by Moody's (see the Comparison of State's Debt Per Capita to Other States figure). California was eleventh among the states in 2019 in terms of overall debt per capita, and only two of the ten most populous states—New York and Illinois—had higher debt per capita. Similar to the debt as a percent of state personal income, the debt per capita has decreased from the total of \$2,565 reported in 2013, while the national average rose slightly over the same period.

Comparison of State's Debt Per Capita to Other States

<u>State</u>	<u>Debt Per Capita</u>						
	2013	2014	2015	2016	2017	2018	2019
National Average	\$1,416	\$1,436	\$1,419	\$1,431	\$1,473	\$1,477	\$1,493
California (50 state rank)	\$2,565 (7th)	\$2,465 (9th)	\$2,407 (9th)	\$2,323 (9th)	\$2,217 (9th)	\$2,188 (9th)	\$2,194 (11th)
New York	\$3,174	\$3,204	\$3,092	\$3,021	\$3,070	\$3,082	\$3,247
Illinois	\$2,526	\$2,580	\$2,681	\$2,522	\$2,511	\$2,919	\$2,752
Florida	\$1,087	\$1,008	\$973	\$1,038	\$961	\$889	\$812
Pennsylvania	\$1,208	\$1,172	\$1,117	\$1,172	\$1,337	\$1,311	\$1,577
Georgia	\$1,061	\$1,064	\$1,043	\$1,029	\$992	\$986	\$996
Ohio	\$1,047	\$1,087	\$1,109	\$1,091	\$1,087	\$1,118	\$1,156
North Carolina	\$853	\$806	\$739	\$721	\$659	\$611	\$531
Texas	\$580	\$614	\$406	\$383	\$383	\$410	\$389
Michigan	\$800	\$785	\$758	\$719	\$689	\$673	\$630

Source: Moody's Investor Service 2019 State Debt Medians Reports.

DEMOGRAPHIC INFORMATION

The 2020 U.S. Census will provide a benchmark for a California in transition. The state's population growth slowed to 0.35 percent in fiscal year 2018-19, due to fewer births, increasing deaths, and lower net migration. Slower growth is projected to continue for the state, with a total population of 45 million by 2060.

2020 U.S. CENSUS

The U.S. Constitution requires that a decennial census be conducted, with the next enumeration on April 1, 2020. These counts are used to reapportion Congress. In accordance with federal law, they are not subject to adjustment for any census undercount. The federal government also uses census data as a base for many of its data collection efforts. The state uses the decennial census data along with birth, death and migration data to produce state population numbers that are used by other governmental and research agencies for resource allocation and to produce other statistics describing the state.

A complete and accurate count is essential to ensuring resources are allocated fairly. Some groups that have historically been undercounted are renters, foreign-born residents, non-white residents, and those under five years old, especially those less than one year old. To mitigate this risk, California has allocated \$187.2 million to assist the U.S. Census Bureau in accurately counting the state's population. The state is conducting an extensive outreach program with statewide media campaigns and neighborhood level programs to encourage Californians to participate in the census.

DEMOGRAPHIC OUTLOOK

California's population was estimated at 39.96 million as of July 1, 2019, up 0.35 percent over July 1, 2018. The state's annualized average rate of growth since 2010 of 0.76 percent, although lower than in preceding decades, is comparable to the national growth rate during the same period, and more than three times the European Union's population growth rate of 0.2 percent.

Regionally, inland counties continue to have the highest population growth rates, continuing a trend started in 2016. Most of the urban coastal counties have grown at a much slower pace and some have lost population. The smaller rural counties have lost population or grown very little with the exception of the counties surrounding Butte County due to the impact of the Camp Fire in 2018. The Camp Fire was the most destructive wildfire in California history and destroyed over 14,600 housing units, with a large number of people relocating to nearby counties.

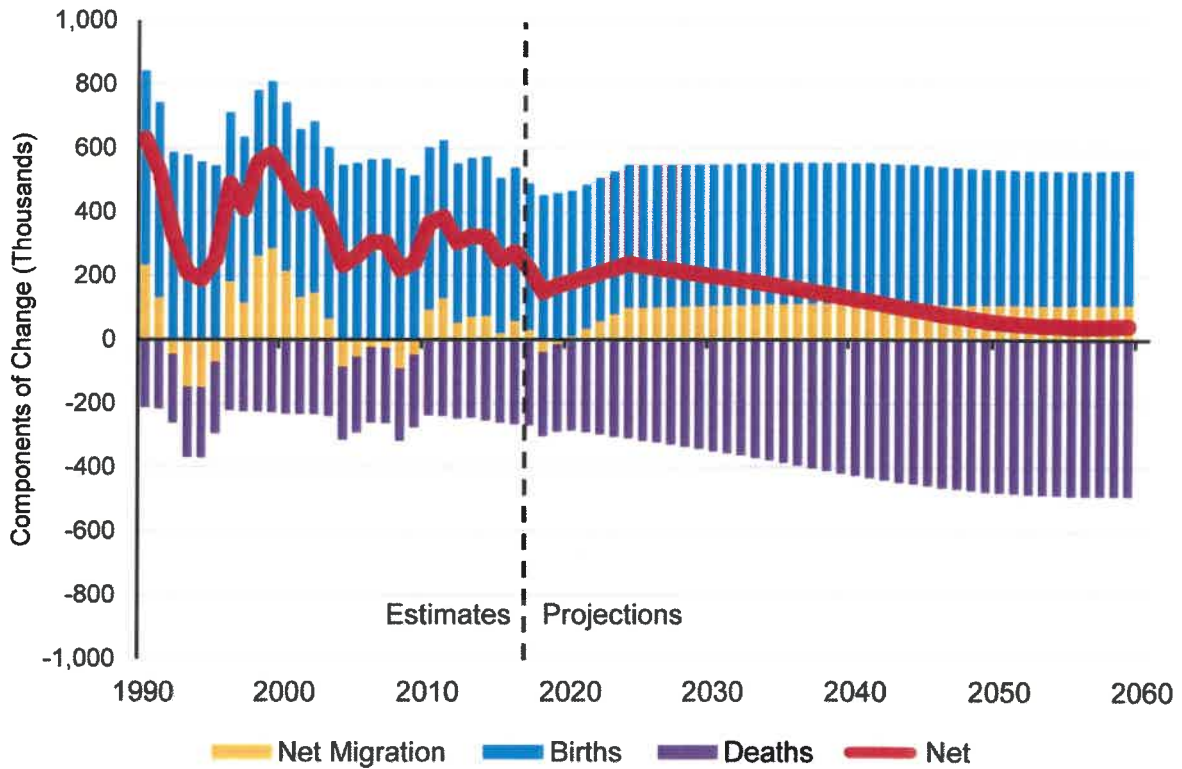
Since 1975, California's population has grown from 21 million to almost 40 million—nearly doubling in 40 years. At its current rate of growth, the next doubling in population size would take around 200 years. People are having fewer children, correlated with changes in education, marriage, and work decisions. The state has also been experiencing lower net migration, with a sustained deficit in domestic net migration, and recent decreases in net foreign migration.

Births have declined from almost 510,000 in 2010-11 to just over 450,000 in 2018-19. As a consequence, enrollment and average daily attendance at California public schools have declined since the 2013-14 academic year. Deaths have increased from under 240,000 in 2010-11 to over 270,000 in 2018-19, as the share of the population over age 65 has grown from 11.5 percent in 2010 to 15 percent in 2019.

California continues to have positive international immigration, but both lower international migration and higher domestic out-migration led to a net outflow of almost 40,000 in 2019, marking the first time since 2010 that more people moved out of California than into the state. The state also experienced net outflows from 1993 to 1996 and from 2005 to 2010, offset by more births than deaths. (See figure on Components of Population Growth.)

Recently updated population projections reflect decreased expectations for future population growth. The net annual population increase is expected to fall to less than 100,000 by 2045, and close to zero net growth by 2060. Fewer births lead to fewer adults, which compounds the slowing growth over time. The current projections series

Annual Population Change: California 1990-2060



reach a total population of 45 million by 2060, rather than 50 million in the previous iteration.

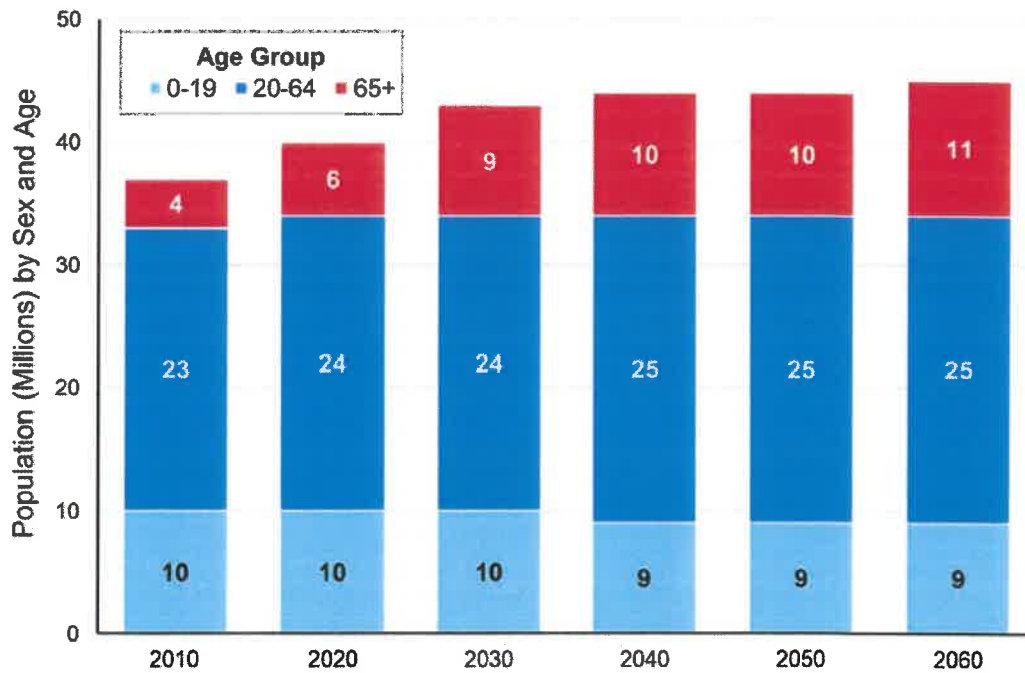
The total fertility rate is projected to decline gradually from its current level of 1.65 children per woman to 1.55 by 2030. With a changing age structure, this leads to around 445,000 births in 2030, declining to around 425,000 by 2060. This reduction in births will continue to impact school enrollment as birth cohorts get smaller. Slowing improvements in life expectancy at birth since 2010, mostly as a result of stalled mortality improvements at young adult ages, have translated to a projection of modest increases in life expectancy in the coming decades. California's current life expectancy at birth is estimated at 81.5 years and is projected to increase to 82.0 years by 2025. Deaths will continue to increase from 340,000 in 2030 to 490,000 by 2060. After around 2040, there will be more deaths than births each year.

The new projections assume the state reverts to net migration flows of around 100,000 per year in the long term, in line with the average during 2010 through 2019, but significantly lower than levels observed during the period before 2005. In a scenario with zero net migration, the state's population peaks at 42 million in 2038 and thereafter declines to 40 million by 2060. Other advanced countries, such as Japan, have already

begun losing population due to more deaths than births and historical patterns of low immigration.

The age structure of the population is also projected to change. (See Figure of Population by Age Group.) In the past, California has been a relatively young state, with one of the lowest percentages of the population aged 65 and over. This is due to its disproportionate share of baby boomers, those born 1946 to 1964. However, now that this cohort is entering retirement, the ratio of Californians over 65 to those ages 20-64—called the Old Age Dependency Ratio (OADR)—is increasing from around 19 per 100 in 2010 to 35 per 100 in 2030. The United States population according to latest Census Bureau projections will see similar trends to the state: the national OADR is projected to increase from 22 per 100 in 2010 to 37 per 100 by 2030.

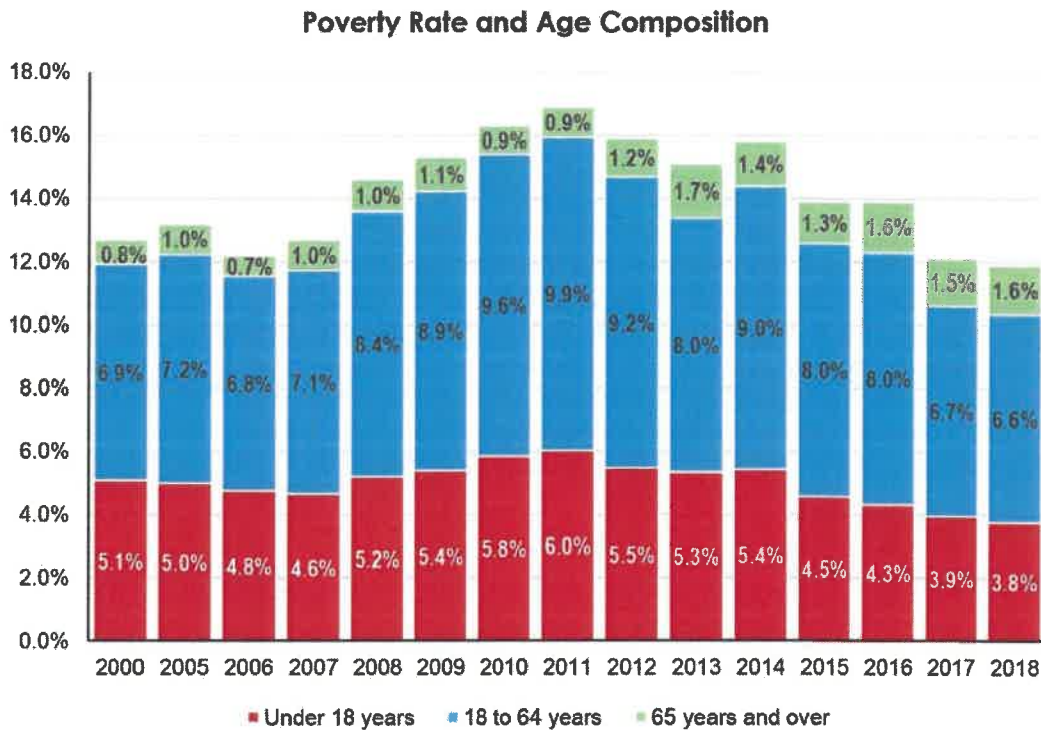
Population by Age Group: 2010-2060



HOUSING AND INCOME

The official poverty rate for California in 2018 was 11.9 percent, down from a peak of 16.9 percent in 2011. This was the first time after the Great Recession that California poverty had fallen below pre-recessionary levels.

A person is considered to be in poverty if they live in a household with an income below the official threshold for that household type. For example, the 2018 poverty threshold for a single adult was \$12,784 and the threshold for a single parent with two children was \$20,231. Improvements in the economy have affected different household types in different ways, and changes in poverty can differ by age group. For persons age 0 to 17 and age 18 to 64, poverty has been on a downward trend in California with poverty in 2018 for persons age 0 to 17 at 16.5 percent compared to 24.3 percent in 2011. For persons age 18 to 64, the poverty rate in 2018 was 10.6 percent compared to 15.6 percent in 2011. By contrast, the poverty rate for seniors has trended upwards since 2010—7.8 percent in 2010 compared to 10.5 percent in 2018. The figure on Poverty Rates by Age shows more detail.



The record-low unemployment rates in California mean more people have work, but more demand for higher-skilled jobs can also affect participation rates. Labor force participation rates for those between 25 and 64 years old have declined by nearly 3 percent since 2000 for individuals with less than a bachelor’s degree (from 76 to 73 percent) and 2 percent for those with a college degree and higher (from 86 to 84 percent). Overall labor force participation among the 25-64 year old population has dropped approximately 1.5 percent as the number of those with a college degree have increased. In 2000, only 28 percent of Californians ages 25-64 had a bachelor’s

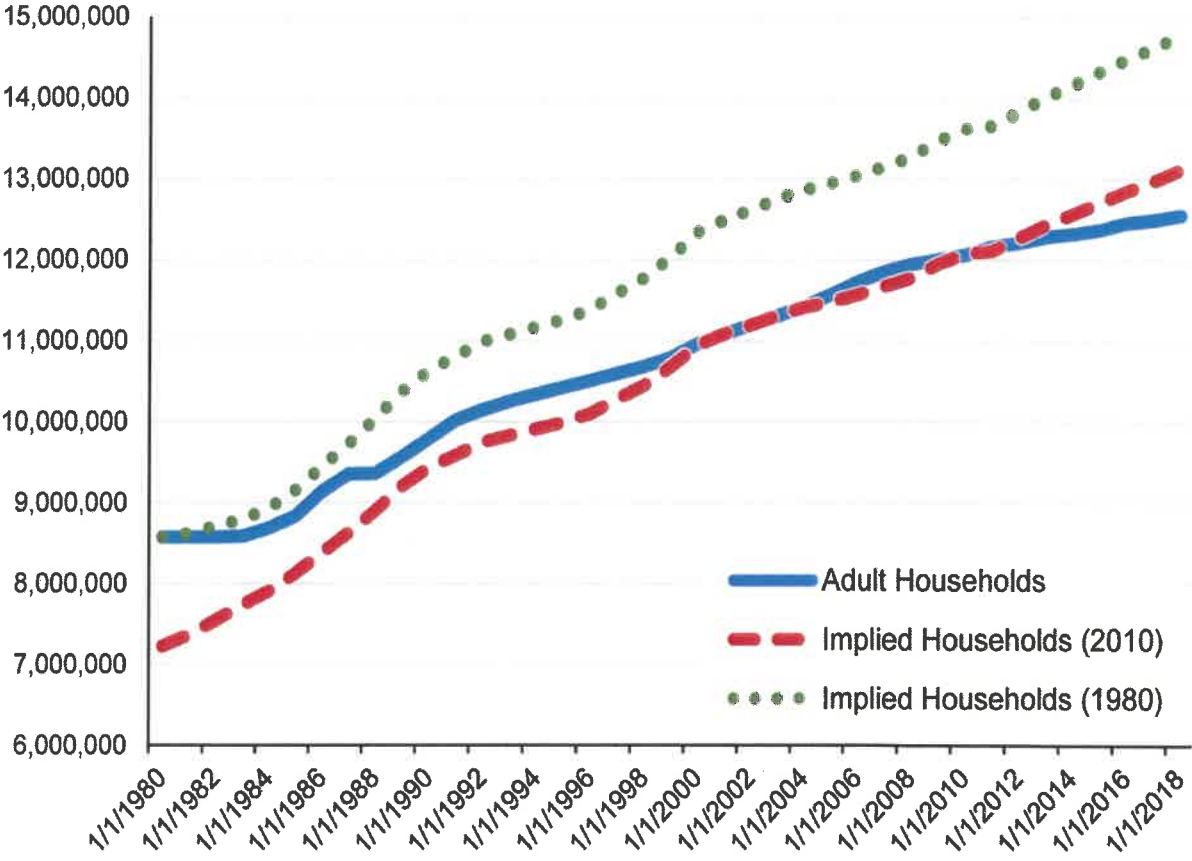
degree or higher, by contrast, in 2018 more than 34 percent fell in that group. For 25-64 year olds, among those with less than a bachelor's degree the poverty rate is 13.6 percent in contrast to those with a bachelor's degree or higher, where the poverty rate is 4.5 percent. The income gains to degree completion are seen also in tenure where a majority of those in California that own their homes have a bachelor's degree or better; likewise the majority of renters have less than a bachelor's degree.

In 2018, poverty rates ranged from 8.1 percent for the San Francisco metro area to 20.9 percent for the Fresno metro area. Poverty rates for five of the state's major metropolitan areas and the remainder of the state have fallen since 2010. However, the thresholds are set nationally, and do not take into account regional differences in the cost of living.

While overall rates of poverty are lower for most Californians in 2018, the housing shortfall continues to impact the overall ability of individuals to afford shelter. Among all Californians, 1 in 5 pay at least 50 percent of their income in housing costs. Among homeowners, this is as low as 13.4 percent. The young and old face the highest rent burdens with more than 30 percent of those 20 to 29 years old, and 39 percent of those over 65 paying more than 50 percent of their income for rent. For households earning below \$50,000, 62 percent are renters, and of those renters 57 percent pay more than 50 percent for housing, up from 54 percent in 2010. The trend continues among households earning between \$50,000 and \$100,000, where those paying more than 50 percent for rent has increased from 3.9 percent in 2010 to 6.4 percent in 2018.

The total housing stock in California consists of 9,186,000 single family housing units, 4,490,000 multi-family housing units and 560,000 mobile homes in 2019. Since the Great Recession, while housing growth has slowed overall, the state has also experienced increased multi-family housing growth not seen since the 1980's. As population growth diverges from housing growth the number of individuals in each household increases. While the two growth rates can differ over time, the state has consistently built less housing than needed for population growth since 2011. When the actual growth in the adult (25+) population of California is compared to the number of housing units historically necessary to accommodate that population's growth from 2000 through 2018, the two lines diverge, with a gap of almost 550,000 housing units at the end of the series in 2018. This gap is seen in the figure Actual Adult Households vs. Historical Adult Housing Demand.

Actual Adult Households vs. Historical Adult Housing Demand



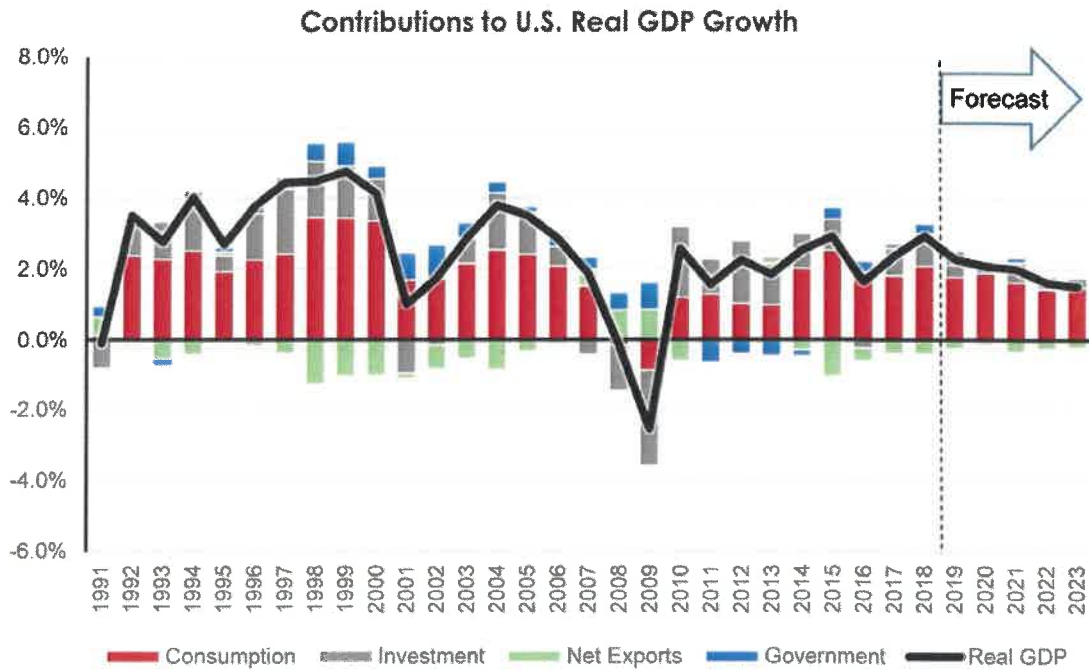
ECONOMIC OUTLOOK

The current economic expansion that began in 2009 is the longest the United States has experienced. Unemployment rates for the U.S. and California are now at historic low rates of 3.5 percent and 3.9 percent, respectively, as of November 2019. Growth is assumed to continue at a slowing pace through 2023-24. Risks that might affect national and state growth include trade disputes, stock market volatility, and a global economic slowdown, among others.

THE NATION—SLOWING GROWTH

For the U.S., real GDP growth is expected to continue at around 2 percent through 2021 before gradually falling to around 1.5 percent in 2022 and 2023 due to increased pressure from tariffs, slowing global economic growth, slower investments and other risks. The federal deficit is now almost \$1 trillion, limiting fiscal policy instruments in case of a potential downturn. Consumption will continue to be the main driver of economic growth as record low unemployment puts upward pressure on wages and consumer sentiment remains strong. (See figure on Contributions to U.S. Real GDP Growth.)

The U.S. unemployment rate fell to 3.5 percent in September 2019 and has stayed at around that level through November 2019—its lowest rate since December 1969. Through the first eleven months of the year, the U.S. has added 180,000 nonfarm jobs per month, on average, compared to 223,000 jobs per month during the same period in 2018. Since December 2007, just prior to the start of the Great Recession through November 2019, the U.S. has added almost 14.0 million nonfarm jobs. While the

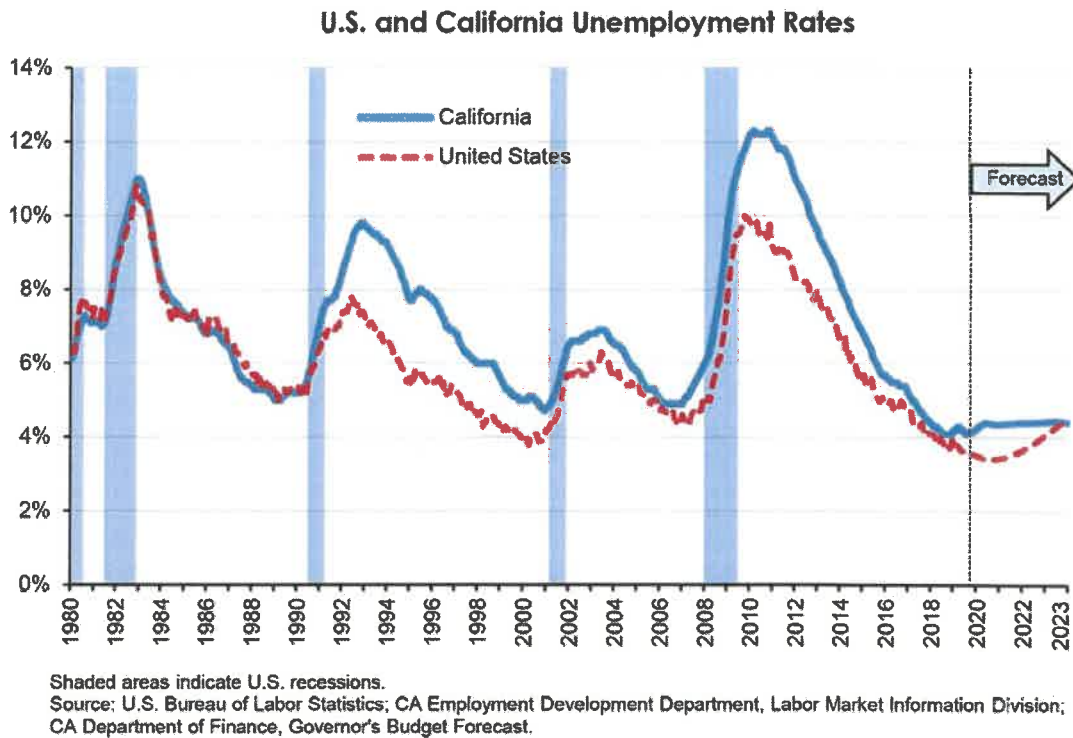


Source: U.S. Bureau of Economic Analysis; CA Department of Finance, Governor's Budget Forecast.

nation has surpassed job counts from prior to the recession, the sectoral composition has seen marked changes. Goods-producing industries, including mining and logging, construction, and manufacturing, currently have almost 900,000 fewer jobs than the pre-recession peak. In contrast, service sector jobs have grown by almost 14.5 million during the same period. While wholesale trade has declined by around 13,000 jobs and information has declined by over 200,000 jobs, all other sectors have surpassed their pre-recession levels. Educational and health services did not experience any job loss during the recession and have now gained over 5.5 million jobs from the pre-recession period. Other sectors that have seen significant job increases include leisure and hospitality, which added 3.3 million jobs, and professional and business services, which have added almost 3.5 million jobs.

Continued GDP and labor force growth will result in a further decline of the unemployment rate to 3.4 percent by the second half of 2020, where it will remain for four consecutive quarters before gradually rising to above 4 percent by 2023. (See figure on U.S. and California Unemployment.)

In November 2019, U.S. inflation was 2.1 percent and is expected to remain around 2 percent throughout the forecast period. Housing and energy prices are forecast



to contribute around 60 percent towards overall inflation in the country. (See Figure on Contributions to U.S. and California Inflation.)

The Federal Reserve cut its benchmark rates by 25 basis points three consecutive times between July 2019 and October 2019, bringing the target range to between 1.50 percent and 1.75 percent. This is the first time that the Fed has cut interest rates since December 2008, when it lowered its benchmark setting to a range of 0.00 to 0.25 percent. December 2008 was the last cut in a series of downgrades that started in August 2007 when interest rates were over 5 percent. Lower interest rates can encourage increased business investment and consumer spending; however, as interest rates approach zero, there is limited room for further rate reductions.

CALIFORNIA—CONSTRAINED GROWTH

As with the rest of the nation, California's unemployment rate has continued to fall, averaging 3.9 percent in November 2019. Generally, such low levels of unemployment correspond to higher nominal wage growth due to the impact of the tight labor market as employers seek to attract and retain productive workers. Real per capita personal income in California has increased from around \$55,000 in 2007 to over \$63,500 in 2018.

Selected Economic Indicators

	2017	2018	Forecast				
			2019	2020	2021	2022	2023
United States							
Nominal gross domestic product, \$ billions	\$ 19,519	\$ 20,580	\$ 21,424	\$ 22,333	\$ 23,298	\$ 24,263	\$ 25,217
Real gross domestic product, percent change	2.4%	2.9%	2.3%	2.1%	2.0%	1.6%	1.5%
<i>Contributions to real GDP growth</i>							
Personal consumption expenditures	1.8%	2.1%	1.8%	1.9%	1.6%	1.4%	1.5%
Gross private domestic investment	0.8%	0.9%	0.4%	0.0%	0.6%	0.4%	0.3%
Net exports	-0.3%	-0.3%	-0.2%	-0.1%	-0.3%	-0.3%	-0.2%
Government purchases of goods and services	0.1%	0.3%	0.4%	0.3%	0.1%	0.1%	0.0%
Personal income, \$ billions	\$ 16,879	\$ 17,819	\$ 18,668	\$ 19,389	\$ 20,185	\$ 21,042	\$ 21,932
Corporate profits, percent change	-0.9%	0.7%	-3.3%	-1.0%	2.1%	5.3%	4.9%
Housing permits, thousands	1,282	1,318	--	--	--	--	--
Housing starts, thousands	1,209	1,250	1,255	1,268	1,256	1,279	1,259
Median sales price of existing homes	\$ 248,800	\$ 261,600	--	--	--	--	--
Federal funds rate, percent	1.0%	1.8%	2.2%	1.6%	2.0%	2.4%	2.6%
Consumer price index, percent change	2.1%	2.4%	1.8%	2.0%	1.8%	2.3%	2.3%
Unemployment rate, percent	4.4%	3.9%	3.7%	3.4%	3.5%	3.8%	4.3%
Civilian labor force, millions	160.3	162.1	163.5	165.3	166.6	167.8	168.6
Nonfarm employment, millions	146.6	149.1	151.4	153.3	154.4	155.0	155.2
California							
Personal income, \$ billions	\$ 2,370	\$ 2,514	\$ 2,634	\$ 2,757	\$ 2,874	\$ 2,995	\$ 3,120
California exports, percent change	5.2%	3.7%	--	--	--	--	--
Housing permits, thousands	114	117	115	128	142	155	167
Housing unit net change, thousands	85	77	--	--	--	--	--
Median sales price of existing homes	\$ 537,860	\$ 570,010	--	--	--	--	--
Consumer price index, percent change	2.9%	3.7%	3.0%	3.2%	3.1%	3.1%	3.1%
Unemployment rate, percent	4.8%	4.2%	4.2%	4.4%	4.4%	4.4%	4.4%
Civilian labor force, millions	19.2	19.4	19.5	19.6	19.7	19.8	19.9
Nonfarm employment, millions	16.8	17.2	17.5	17.9	18.0	18.1	18.2
<i>Percent of total nonfarm employment</i>							
Mining and logging	0.1%	0.1%	0.1%	0.1%	0.1%	0.1%	0.1%
Construction	4.8%	5.0%	5.1%	5.3%	5.4%	5.7%	5.9%
Manufacturing	7.8%	7.7%	7.7%	7.6%	7.5%	7.5%	7.4%
Trade, transportation, and utilities	17.9%	17.7%	17.5%	17.7%	17.8%	17.7%	17.7%
Information	3.1%	3.2%	3.2%	3.2%	3.1%	3.1%	3.1%
Financial activities	4.9%	4.9%	4.8%	4.8%	4.8%	4.8%	4.8%
Professional and business services	15.4%	15.5%	15.7%	15.7%	15.7%	15.6%	15.6%
Educational and health services	15.7%	15.8%	15.9%	15.9%	15.9%	16.0%	16.0%
Leisure and hospitality	11.6%	11.6%	11.6%	11.6%	11.6%	11.5%	11.5%
Other services	3.4%	3.3%	3.3%	3.5%	3.5%	3.5%	3.5%
Government	15.2%	15.1%	15.0%	14.8%	14.6%	14.5%	14.4%

*Forecast based on data available as of November 2019.
Percent changes calculated from unrounded data.*

At the same time, real median household income, or the mid-point of household income, has barely changed in over ten years—\$75,200 in 2007 and \$75,500 in 2018.

California is expected to continue to add payroll jobs through the forecast period, slowing to match labor force growth. (See figure on Selected Economic Indicators.) The forecast assumes a slight increase in payroll job growth in 2020 and 2021 as businesses

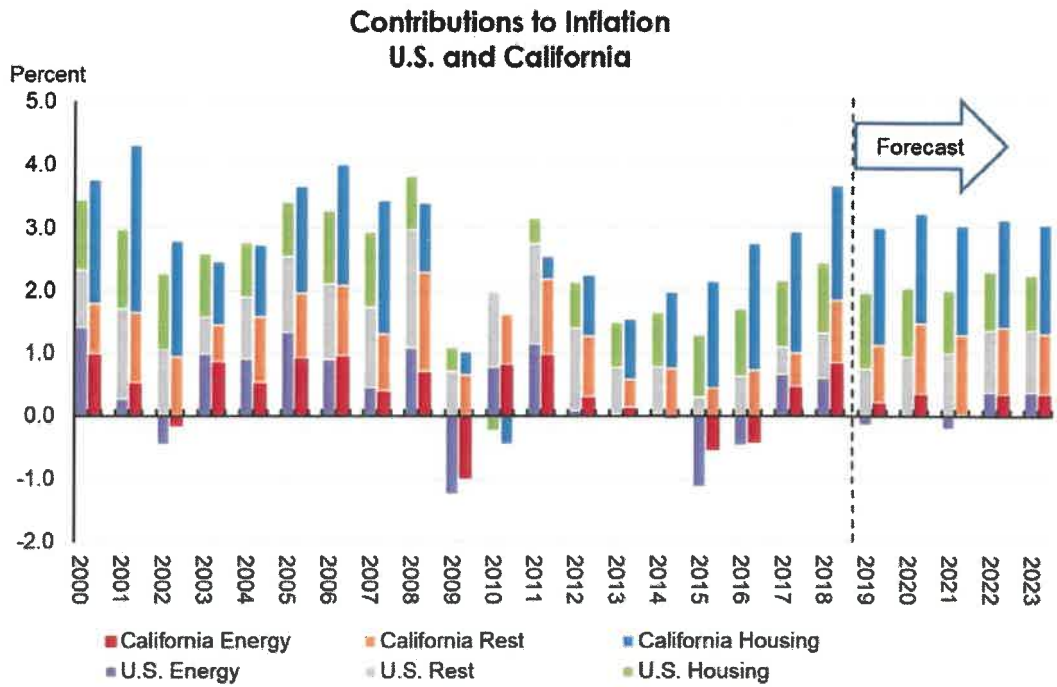
adjust to the new rules on independent contractors. The sectors that are projected to have the largest numbers of reclassifications include lower-wage service sectors including retail, education, hospitality, other services, wholesale trade and utilities, as well as transportation and warehousing.

Since prior to the Great Recession, California has added almost 2.1 million nonfarm jobs. As with the rest of the nation, goods-producing industries now have almost 64,000 fewer jobs than during the pre-recession peak. The largest decline was in manufacturing as the state lost about 110,000 jobs. It is not expected that manufacturing will regain jobs to their pre-recession level during this forecast period. The financial activities sector also has around 21,000 fewer jobs than their pre-recession peak. In the same period of economic expansion, service sector jobs have added approximately 2.2 million jobs, primarily in professional and business services (around 470,000), education and health services (around 831,000), and leisure and hospitality (around 461,000). Whereas the rest of the nation lost jobs in information, the state has added about 82,000 jobs during the post-recession period.

As the economy continues to grow at a modest but steady rate in a tight labor market, there will be an upward pressure on wages as employers look to attract and retain high-quality, productive workers. The forecast assumes real average wage gains accruing to lower-wage workers—a necessary condition to support consumption and for economic growth to continue.

California personal income is projected to grow at around 4 percent per year through the forecast period. Although unemployment is expected to remain low, transfer receipts will continue to grow at around 6 percent due to increasing Social Security payments to larger numbers of retirees.

Housing permits are assumed to increase gradually from current levels of around 115,000 to around 165,000 by 2023. (See figure on Number of Permits Issued per Year and Increase in Population.) In November 2019, the median sales price for an existing single family home in California reached almost \$590,000—more than double the national median price of around \$274,000. The continued slow growth in housing constrains job growth and is expected to remain the main driver of inflation in California.



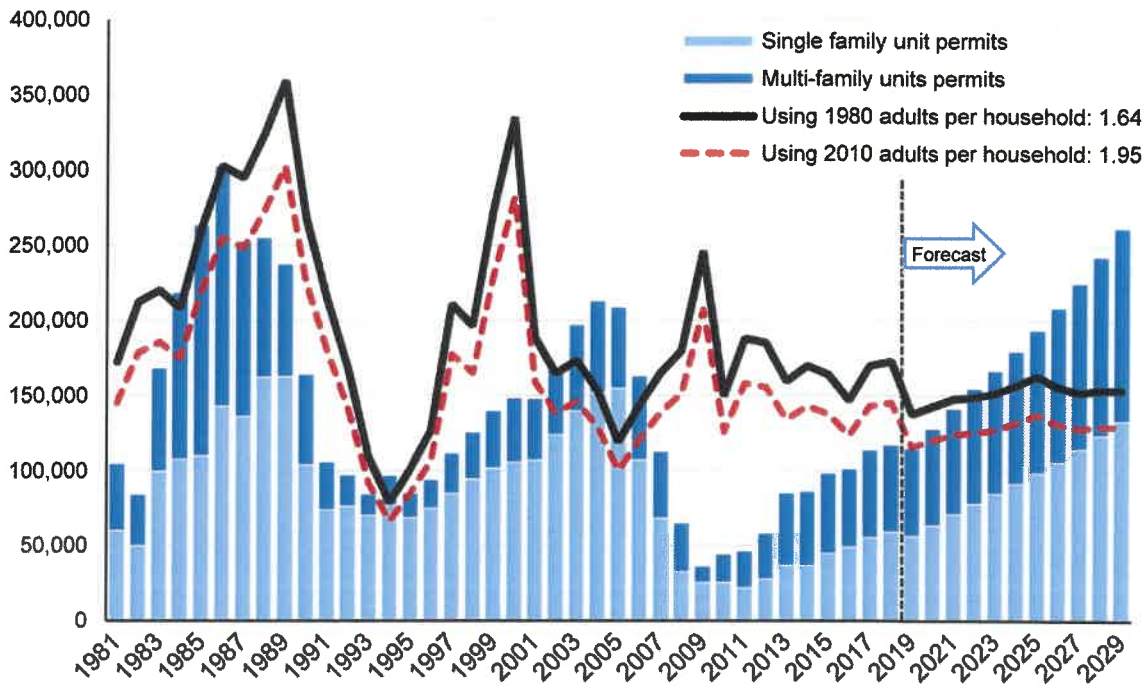
Source: U.S. Bureau of Labor Statistics; CA Department of Finance, Governor's Budget Forecast.

RISKS ARE RISING

Risks increased throughout 2019, with the additional waves of tariffs imposed between the U.S. and China in the second half of 2019, and due to further global economic slowdown. The three consecutive interest rate cuts by the Federal Reserve between July and October 2019 reflect this perception of increased risks and uncertainty, a significant policy shift from their December 2018 projection of three interest rate increases in 2019. While lower interest rates might have some positive impact on investment in the short run, low interest rates and federal deficits, which almost equal \$1 trillion, leave little room for stabilization during times of downturn. Besides these recent developments, the risks of a U.S. recession, stock market volatility, global economic slowdown, and policy divergences with the federal government remain.

In 2018, the U.S. imposed tariffs on imports from China amounting to a total annual trade value of \$250 billion, or around half of all imports from China, which were met by equivalent retaliatory tariffs from China on \$60 billion worth of U.S. exports to China. These actions precipitated further escalations on both sides. Through October 2019, California's merchandise exports were 3.2 percent lower compared to the same period in 2018 at \$144.5 billion and imports were 7 percent lower at \$341 billion. There have been episodes of stock market volatility associated with statements on both sides, and

Number of Permits Issued Per Year and Yearly Change in Adult Population



Note: 2019 to 2029 permits number are projected by CA Department of Finance.
 Source: California Homebuilding Foundation; CA Department of Finance; Governor's Budget Forecast.

the uncertainty surrounding the escalation or resolution of trade talks can deter businesses from investment.

The Standard & Poor's 500 index (S&P 500) reached new record highs above 3,200 in December 2019. However, stock market volatility remains a significant risk to the outlook. Even absent a full recession, a stock market correction would likely have significant impacts on California.

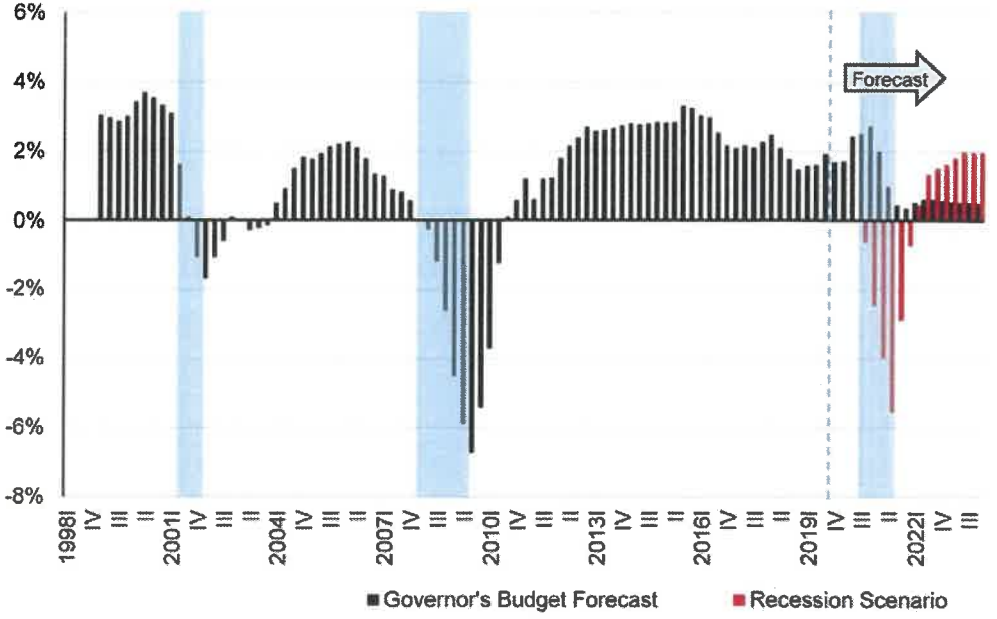
In April 2019, the yield on the 10-year U.S. Treasury bond fell below the 3-month and 2-year U.S. Treasury bonds, before reverting back in the fourth quarter of 2019. Inversion of the yield curve generally means that the returns on long-term investments are perceived to be lower than for the short-term investments. It is also one of the most cited data points for recession worries, as yield curve inversions lasting two months or more have preceded nearly every recession in the post-World War II era, and contribute to increased uncertainty and decreased consumer and business confidence.

RECESSION SCENARIO

While this economic forecast does not include a recession, the Department of Finance has modeled a recession scenario, which assumes that real wage gains do not occur and that businesses overestimate consumers' purchasing power. The realization of the mismatch by businesses could lead to sudden readjustments and a subsequent slowdown, which will lead to a spiral of decreased demand, layoffs, and a generalized loss of business and consumer confidence. The scenario models the impacts of a fiscal year 2020-21 recession. The slowdown is assumed to be larger than the early 2000s recession but smaller than the 2009 recession. The unemployment rate would peak at 9.1 percent in the second quarter of 2021, compared to 6.9 percent and 12.3 percent for the 2001 and 2009 recessions, respectively. Nonfarm jobs would decrease by 5.5 percent, or by 990,000 jobs from peak to trough. This compares with a 8.3 percent or a 1.3 million jobs drop in the Great Recession. (See Figure on California Nonfarm Employment (Recession Scenario).) California personal income would decrease 3.4 percent from the second quarter of 2020 to the second quarter of 2021, versus a 0.9 percent and a 4.6 percent peak-to-trough decline for the 2001 and 2009 recessions, respectively. In the previous post-war recessions, the U.S. headline consumer price index year-over-year inflation rate generally remained above zero. However, in 2008-2009, inflation fell to a negative 1.6 percent in the third quarter of 2009 after peaking at 5.3 percent in the third quarter of 2008, a peak-to-trough decline of 6.9 percentage points. In the 2001 recession, inflation fell to 1.3 percent in the first half of 2002 after peaking at 3.4 percent in the first quarter of 2001, a peak-to-trough decline of 2.1 percentage points.

Beyond these more immediate risks, California faces some longer-term risks due to the state's divergence with federal policy and due to structural tensions. In particular, the state faces risk due to its housing shortage and aging population.

California Nonfarm Employment (Recession Scenario)
Year-over-year Growth



Shaded areas indicate U.S. recessions.
Source: CA Employment Development Department, Labor Market Information Division; CA Department of Finance.

REVENUE ESTIMATES

California's economy and revenues are assumed to continue growing throughout the forecast, although risks are rising. The General Fund revenue forecast has improved relative to the 2019 Budget Act, reflecting strong corporate tax receipts, an upgraded wage forecast and a stock market that was stronger than expected. As a result, before accounting for transfers such as to the Rainy Day Fund, General Fund revenue is higher than the 2019 Budget Act projections by \$5.8 billion from 2018-19 through 2020-21. About \$1.8 billion of that increase reflects an update to anticipated reimbursements from the federal government for costs associated with wildfires in 2017 and 2018.

The 2020-21 Governor's Budget General Fund Revenue Forecast figure compares the revenue forecasts, by source, in the 2019 Budget Act and the Governor's Budget. Revenue, including transfers, is expected to be \$146 billion in 2019-20 and \$152 billion in 2020-21. The projected increase since the 2019 Budget Act is due largely to an improved outlook for corporation tax. The personal income tax forecast has been revised down, but that reduction is related to an assumed shift of proprietorship income from the personal income tax to the corporation tax. The sales tax forecast has not changed significantly. Over the next three fiscal years, personal income tax is down \$1.5 billion, sales tax is up \$129 million, and corporation tax is up almost \$5 billion. Accruals of revenues to previous years for corporation tax, personal income tax, and sales tax reduce the 2018-19 beginning balance by \$20 million.

The revenue forecast for personal income tax is reduced, due largely to a reduction in proprietorship income. This decline is offset partially by an upgrade in the wage

**2020-21 Governor's Budget
General Fund Revenue Forecast
Reconciliation with the 2019 Budget Act**
(Dollars in Millions)

Source	2019 Budget Act	Governor's Budget	Change From Budget Act Forecast	
Fiscal 2018-19: Preliminary				
Personal Income Tax	\$98,304	\$98,599	\$295	0.3%
Sales & Use Tax	26,100	26,128	28	0.1%
Corporation Tax	13,774	14,063	287	2.1%
Insurance Tax	2,643	2,723	80	3.0%
Alcoholic Beverage	381	378	-3	-0.8%
Cigarette	63	62	-1	-2.2%
Pooled Money Interest	602	648	45	7.6%
Other Revenues	1,045	1,223	178	17.0%
Subtotal	\$142,912	\$143,823	\$910	0.6%
Transfers ^{1/}	-4,378	-4,444	-66	1.5%
Total	\$138,534	\$139,379	\$845	0.6%
Fiscal 2019-20				
Personal Income Tax	\$102,413	\$101,682	-\$731	-0.7%
Sales & Use Tax	27,241	\$27,185	-56	-0.2%
Corporation Tax	13,133	\$15,305	2,172	16.5%
Insurance Tax	2,868	\$3,023	155	5.4%
Alcoholic Beverage	386	\$383	-3	-0.8%
Cigarette	62	\$60	-2	-2.6%
Pooled Money Interest	602	\$574	-29	-4.7%
Other Revenues	1,109	\$2,187	1,079	97.3%
Subtotal	\$147,814	\$150,399	\$2,585	1.7%
Transfers ^{1/}	-4,866	-3,913	953	-19.6%
Total	\$142,948	\$146,486	\$3,537	2.5%
Fiscal 2020-21				
Personal Income Tax	\$103,922	\$102,878	-\$1,045	-1.0%
Sales & Use Tax	28,086	28,243	157	0.6%
Corporation Tax	13,599	16,007	2,408	17.7%
Insurance Tax	2,934	3,117	182	6.2%
Alcoholic Beverage	392	389	-3	-0.8%
Cigarette	60	58	-2	-3.0%
Pooled Money Interest	736	514	-221	-30.1%
Other Revenues	1,347	2,198	851	63.2%
Subtotal	\$151,075	\$153,403	\$2,328	1.5%
Transfers ^{1/}	-4,009	-1,768	2,242	-55.9%
Total	\$147,066	\$151,635	\$4,569	3.1%
Three-Year Total			\$8,951	
Totals may not add because of rounding.				
^{1/} Includes transfers to Budget Stabilization Account for each year.				

forecast due to stronger wages in the first half of 2019 and somewhat improved wage forecast for 2020 and 2021, as well as by a strong stock market. Realized capital gains are expected to be higher for 2020 and 2021 than at the 2019 Budget Act due to the stock market strength in October and November of 2019. The sales tax forecast has changed very little, as an upgraded forecast for consumption was offset by a downgraded forecast for investment. The improved corporation tax forecast reflects very strong tax receipts. Based on the limited available data, this strength reflects, in part, a significant shift of proprietorship income from pass-through entities (such as S-corporations and limited liability companies) that are taxed by the personal income

tax to C-corporations taxed by the corporation tax. Changes in federal tax law adopted in 2017 have changed incentives for some businesses, particularly large businesses, so that some businesses may switch to C-corporation status.

The Capital Gains Revenue figure shows revenue from capital gains as a percentage of total General Fund tax revenue. As seen from this figure, the amount of capital gains revenue in the General Fund can vary greatly from year-to-year. For instance, in 2007, capital gains contributed \$10.9 billion to the General Fund. By 2009, the contribution from capital gains had dropped to \$2.3 billion. For 2019, capital gains are forecast to contribute \$15.3 billion to General Fund revenue—the highest amount ever.

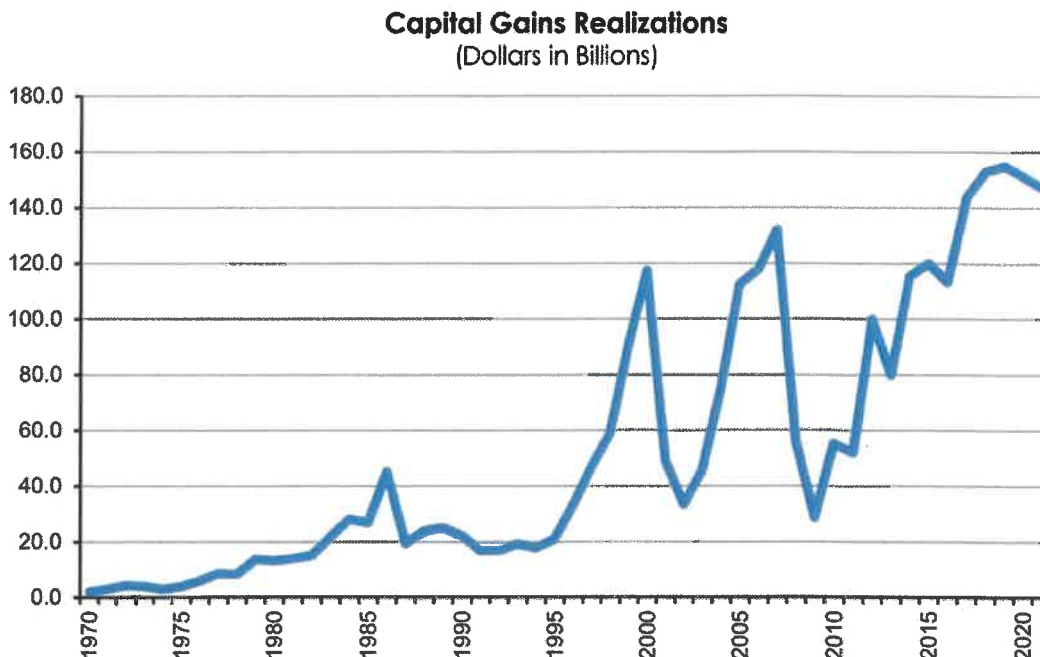
Capital Gains Revenue
As a Percent of General Fund Tax Revenues
 (Dollars in Billions)

Annual Values	2007	2008	2009	2010	2011	2012	2013	2014	2015	2016	2017	2018 ^u	2019 ^u	2020 ^u
Capital Gains Realizations	\$132.0	\$56.3	\$28.8	\$55.3	\$52.1	\$99.9	\$79.9	\$115.5	\$120.1	\$113.2	\$143.6	\$153.1	\$154.9	\$151.0
Tax Revenues from Capital Gains	\$10.9	\$4.6	\$2.3	\$4.7	\$4.2	\$10.4	\$7.6	\$11.3	\$11.8	\$11.5	\$14.1	\$15.2	\$15.3	\$14.8
Fiscal Year Values	07-08	08-09	09-10	10-11	11-12	12-13	13-14	14-15	15-16	16-17	17-18	18-19	19-20	20-21
Tax Revenues from Capital Gains	\$9.0	\$3.9	\$3.0	\$4.5	\$6.0	\$9.6	\$8.7	\$11.5	\$11.7	\$12.3	\$14.4	\$15.2	\$15.1	\$14.7
Total General Fund Tax Revenues ^{1/}	\$101.3	\$81.7	\$86.6	\$92.0	\$85.3	\$97.6	\$103.0	\$113.8	\$118.9	\$122.1	\$135.1	\$142.9	\$148.5	\$151.7
Capital Gains Percentage	8.9%	4.7%	3.4%	4.9%	7.1%	9.8%	8.5%	10.1%	9.9%	10.0%	10.7%	10.7%	10.2%	9.7%

^{1/}Excluding transfers.
^uEstimated

The Capital Gains Realizations figure shows capital gains reported on California tax returns from 1970 through projections for 2021. Although the level of capital gains has grown significantly since 1970 (along with the economy and total personal income tax revenue), capital gains volatility has been a constant. History shows that high levels of capital gains eventually drop off.

Forecasting capital gains is difficult because capital gains realizations are heavily dependent upon stock market performance. This forecast projects the Standard & Poor's 500 (S&P 500) will be at 3,120 in the first quarter of 2020 and will grow slowly for the next several years. The stock market has outperformed the 2019 Budget Act forecast in the last part of 2019. Nonetheless, a market correction remains a significant downside risk to the forecast. The forecast includes a significant increase in realized capital gains for 2020 and especially 2021, but only limited improvement in 2022 and later years.



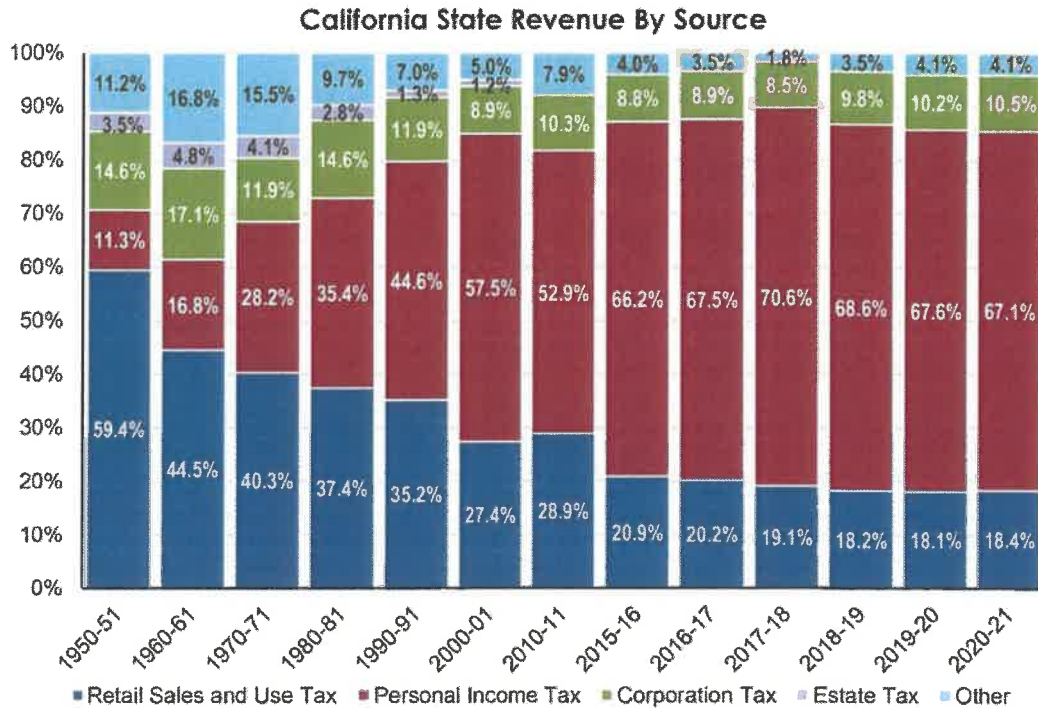
The highest-income Californians pay a large share of the state's personal income tax. For the 2017 tax year, the top 1 percent of income earners paid over 47 percent of personal income taxes. This percentage has been greater than 40 percent in every year since 2004, except for 2009. The share of total adjusted gross income from the top 1 percent of income earners has increased from 13.8 percent in 1993 to 24 percent in 2017. This number has exceeded 20 percent also in every year since 2004, except for 2009. Consequently, changes in the income of a relatively small group of taxpayers can have a significant impact on state revenues.

These two related phenomena—significant reliance of the General Fund on capital gains and on taxes paid by a small portion of the population—underscore the difficulty of forecasting personal income tax revenue. Proposition 2 helps address some of the state's revenue volatility by requiring the transfer of capital gains revenue that is greater than 8 percent of General Fund tax revenue to the Rainy Day Fund and to pay down state debts. The Rainy Day Fund can be drawn down only if the Governor declares a budget emergency and, even then, no more than 50 percent of the Fund can be drawn down in the first year.

GENERAL FUND REVENUE

The California State Revenue by Source figure shows how the breakdown of General Fund revenues by tax source has changed over time. In 1950-51, sales tax revenue made up over 50 percent of General Fund revenues while personal income tax

revenue made up just more than 11 percent. That relationship has changed dramatically over time, and, for 2020-21, personal income tax makes up 67.1 percent of all General Fund revenues.



LONG-TERM FORECAST

The Long-Term Revenue Forecast figure shows the forecast for the three largest General Fund revenues from 2018-19 through 2023-24. Total General Fund revenue from these sources is expected to grow from \$138.8 billion in 2018-19 to \$158.2 billion in 2023-24. The average year-over-year growth rate for this period is 2.6 percent.

Long-Term Revenue Forecast - Three Largest Sources
(General Fund Revenue - Dollars in Billions)

	2018-19	2019-20	2020-21	2021-22	2022-23	2023-24	Average Year-Over-Year Growth
Personal Income Tax	\$98.6	\$101.7	\$102.9	\$106.1	\$108.1	\$110.0	2.2%
Sales and Use Tax	26.1	27.2	28.2	29.0	29.7	30.4	3.1%
Corporation Tax	14.1	15.3	16.0	16.5	17.0	17.6	4.6%
Total	\$138.8	\$144.2	\$147.1	\$151.5	\$154.7	\$158.0	2.6%

Note: Numbers may not add due to rounding.

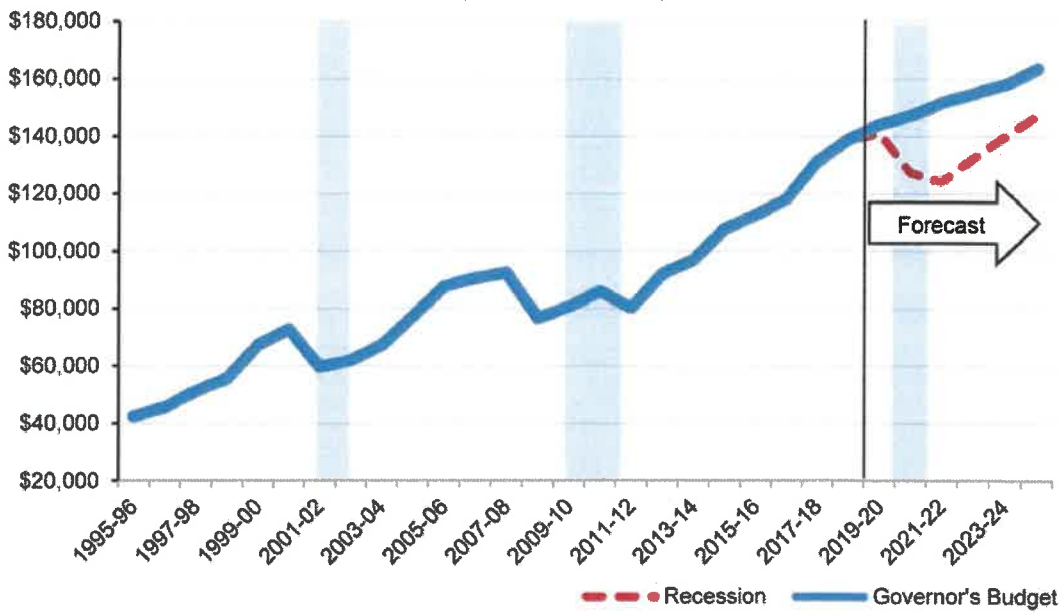
The economic forecast reflects continued steady but slowing growth, with real GDP growth falling to 1.5 percent by 2023.

PLANNING FOR THE NEXT RECESSION

Economic growth is forecast to continue over the next few years, although the current expansion is the longest on record, having matched the length of the expansion during the 1990s by July 2019. As discussed in the Economic Outlook chapter, there are several risk factors that could either lead to a recession or cause a significant slowdown in revenue growth. A global economic slowdown or other external shocks, such as fallout from Brexit, or growing imbalances in certain economic sectors are all factors that threaten the continuation of economic growth. In addition, with high federal deficits and the federal funds interest rate below 2 percent, fiscal expansion and interest rate cuts may offer less leverage during a downturn. The homeownership rate fell from 60 percent before the last recession to 55 percent in 2018, leaving fewer Californians with home equity to cushion a recession. As more workers approach retirement age, layoffs may affect their ability to work and rebuild retirement savings. Since more Californians will have fewer reserves to deal with a downturn, it is likely that consumption, and thus sales tax revenue, would be more sensitive to a downturn than it was in the previous recession.

Even in a moderate recession, revenue declines could be significant. The Recession Scenario Revenue figure shows a history of California's three largest revenue sources—personal income tax, sales tax, and corporation tax—along with revenue projections for the budget forecast and for a scenario that assumes a one-year recession in 2020-21. Under this scenario, revenue losses result from a decline in wages of about \$115 billion compared to the forecast (about 8 percent) and by a drop in capital gains realizations due to a 45-percent stock market correction. The shaded areas in this figure show the timing of the 2001 recession, the 2008-09 recession, and the 2020-21 recession scenario. While the actual revenue declines in the past two recessions were significant (as shown in this figure), tax law changes temporarily increased revenues to lessen the declines. Revenue losses in this recession forecast would total close to \$50 billion (an average of \$25 billion per year) for two years, continue with more years of revenue declines in the range of \$15 to \$20 billion, and lead to a permanently lower revenue base compared to the current forecast.

Annual Revenue Could Drop by Tens of Billions of Dollars in a Recession
(Dollars in Millions)



PERSONAL INCOME TAX

The personal income tax is expected to generate \$98.6 billion in 2018-19, \$101.7 billion in 2019-20, and \$102.9 billion in 2020-21. These figures reflect an increase of \$295 million in 2018-19, and declines of \$731 million in 2019-20 and \$1 billion in 2020-21, relative to the 2019 Budget Act. The personal income tax is the state's largest revenue source and is expected to comprise 67.1 percent of all General Fund revenues in 2020-21.

Modeled closely on federal income tax law, California's personal income tax is imposed on net taxable income—gross income less exclusions and deductions. The tax rate structure is progressive over the income spectrum. Since the 2012 tax year, the marginal rates ranged from 1 percent to 12.3 percent, not including a 1-percent surcharge on taxable income above \$1 million for the Mental Health Services tax. Proposition 30 created three additional income tax brackets beginning in 2012 with rates of 10.3 percent for taxable income above \$500,000, 11.3 percent for taxable income above \$600,000, and 12.3 percent for taxable income above \$1 million, with the income thresholds indexed for inflation. Proposition 30 held these tax brackets in effect for seven years—tax years 2012 to 2018. Voters approved Proposition 55 in November 2016, extending the three additional tax brackets through tax year 2030.

The largest income source for the personal income tax is wages and salaries. Although the year-over-year growth rate for wages tends to be less volatile than other income

sources, wages and salaries include some unpredictable types of compensation such as stock grants, restricted stock units, stock options, and bonus payments. In 2017, taxes attributable to wages and salaries accounted for nearly 58 percent of personal income tax revenues.

A higher forecast for economic wage growth is expected to increase withholding receipts by about \$1.3 billion through fiscal year 2020-21. Economic wage growth in 2019 was revised higher in 2019 from 4.8 to 5.2 percent. Due in large part to the expected reclassification of some employees from independent contractors to wage employees beginning in 2020, the forecasted growth for economic wages is increased from 4.5 percent to 5.9 percent in 2020. This increase is primarily a shift from proprietorship to wage income and therefore does not have a significant impact on the forecast. However, underlying wage growth prior to the shift is about 0.4 percentage point higher. Economic wage growth in 2021 was revised slightly higher from 3.7 percent to 3.9 percent.

This forecast assumes that some pass-through entities have and will convert to C-corporations or new entities will be more likely to choose the C-corporation structure due to the federal tax law changes of 2017. While this change significantly decreases personal income tax receipts, it is largely offset by higher corporate tax receipts. As a result of this shift, the forecast significantly downgrades partnership income growth from positive 4.4 percent to negative 4.1 percent in 2019 and from positive 4.4 percent to negative 3.3 percent in 2020.

CAPITAL GAINS

Taxes attributable to capital gains made up 16.6 percent of personal income tax revenue in 2017, which is only 4.8 percentage points below the last cyclical peak in 2007 of 21.4 percent. Capital gains realizations in 2020 and 2021 were revised higher since the Budget Act forecast from \$147 billion to \$151 billion, and from \$139 billion to \$147 billion, respectively, based on stronger-than-expected stock market performance. This forecast projects that the S&P 500 will be at 3,120 in the first quarter of 2020, and will grow annually at approximately 0.36 percent. The 2019 Budget Act had forecast the S&P 500 to be at 2,916 in the first quarter of 2020, and to grow at 0.5 percent per year. Capital gains decline from their peak levels in 2020 to reach 4.5 percent of personal income by 2023, one year later than assumed in the Budget Act. Due to the very slow growth expected from the stock market due to its current high valuation, year-over-year declines in capital gains realizations are expected for 2021, 2022, and 2023.

A portion of personal income tax revenue is deposited into a special fund instead of the General Fund. Proposition 63, passed in November 2004, imposes a surcharge of 1 percent on taxable income over \$1 million. Revenue from the surcharge is transferred to the Mental Health Services Fund and used to fund mental health programs. Revenues of \$2.4 billion are estimated for 2018-19. Annual revenues of \$2.4 billion are projected for 2019-20 and 2020-21 as well. The General Fund and the Mental Health Services Fund shares of personal income tax revenues for 2018-19 through 2020-21 are shown in the Personal Income Tax Revenue figure.

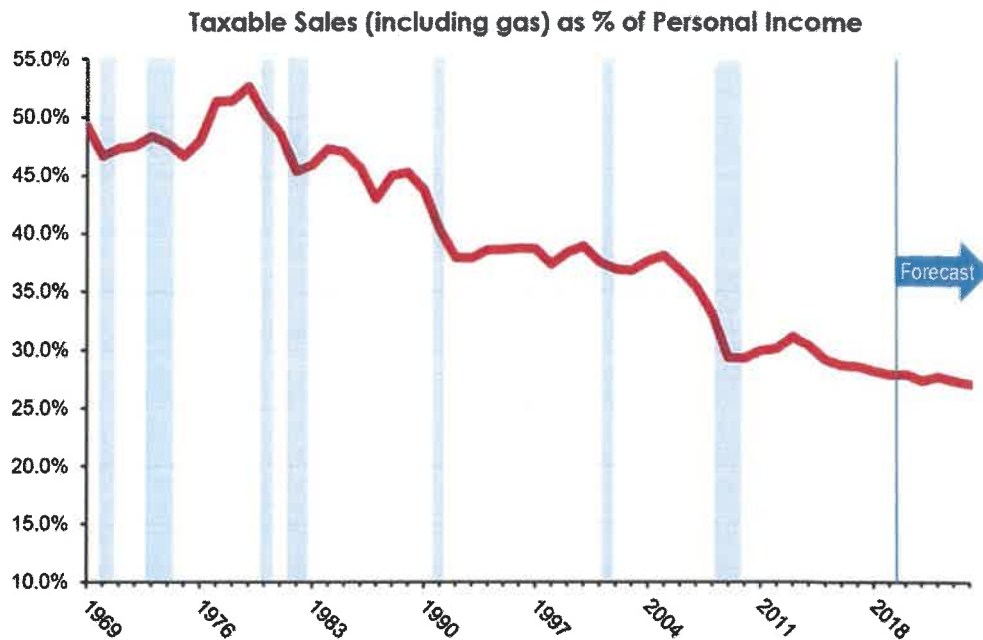
Personal Income Tax Revenue
(Dollars in Thousands)

	2018-19 Preliminary	2019-20 Forecast	2020-21 Forecast
General Fund	\$98,599,337	\$101,681,968	\$102,877,717
Mental Health Services Fund	2,358,678	2,400,364	2,376,132
Total	\$100,958,015	\$104,082,332	\$105,253,849

SALES AND USE TAX

The sales and use tax (sales tax) generated General Fund revenue of \$26.1 billion in 2018-19 and is expected to generate \$27.2 billion in 2019-20 and \$28.2 billion in 2020-21. Relative to the Budget Act, these figures reflect an increase of \$28 million in 2018-19, a reduction of \$56 million in 2019-20, and an increase of \$157 million in 2020-21. Receipts from the sales tax, the state's second largest revenue source, are expected to contribute 18.4 percent of all General Fund revenues in 2020-21.

The sales tax is generally applied to the sale of merchandise, including vehicles, in the state. Sales tax revenues are forecast by relating taxable sales to consumption of goods and business investment. Forecasted levels of sales tax revenue are relatively similar to those of the Budget Act, with an upgraded forecast for consumer spending roughly offsetting a downgraded forecast for private investment. The modest increase in the forecast is due to higher cannabis sales and a slower-than-expected uptake of CalSavers Retirement Savings Program. Finally, the forecast continues to reflect the long-term trend of deterioration of the sales tax base. This deterioration is evidenced by taxable sales as a percentage of personal income declining from over 50 percent in the late 1970s to 28 percent today as shown in the Taxable Sales as a Percentage of Personal Income figure.



The State Sales Tax Revenue figure displays total sales tax revenues for the General Fund and various special funds for 2018-19 through 2020-21.

State Sales Tax Revenue
(Dollars in Thousands)

	2018-19 Actual	2019-20 Forecast	2020-21 Forecast
General Fund	\$26,127,759	\$27,185,012	\$28,242,790
Sales and Use Tax-1991 Realignment	3,671,203	3,855,237	3,987,242
Sales and Use Tax-2011 Realignment	7,156,787	7,498,144	7,800,647
Public Transportation Account	925,818	916,246	964,441
Total	\$37,881,567	\$39,454,639	\$40,995,120

The State and Local Sales Tax Rates figure displays the individual elements of the state and local sales tax rates.

The Combined State and Local Sales and Use Tax Rates by County figure shows combined state and local tax rates for each county, including special rates for certain cities within those counties.

State and Local Sales and Use Tax Rates (as of January 1, 2020)

State Rates		
General Fund	3.94%	The permanent rate of 3.94% may be temporarily reduced by 0.25% if General Fund operating reserves exceed specified levels.
Local Revenue Fund 2011	1.06%	Revenues attributable to a rate of 1.0625 percent are dedicated to the Local Revenue Fund 2011 for realignment.
Local Revenue Fund	0.50%	Dedicated to local governments to fund health and social services programs transferred to counties as part of 1991 state-local realignment.
Local Uniform Rates^{1/}		
Bradley-Burns	1.00%	Imposed by city and county ordinance for general purpose use. ^{2/}
Transportation Rate	0.25%	Dedicated for county transportation purposes.
Local Public Safety Fund	0.50%	Dedicated to cities and counties for public safety purposes by Proposition 172.
Local Add-on Rates^{3/}		
Transactions and Use Taxes	up to 2.00%	May be levied in 0.125% or 0.25% increments up to a combined maximum of 2.00% in any county. ^{4/} Any ordinance authorizing a transactions and use tax requires approval by the local governing board and local voters.

^{1/}These locally imposed taxes are collected by the state for each county and city and are not included in the state's revenue totals.

^{2/}The city tax constitutes a credit against the county tax. The combined rate is never more than 1 percent in any area.

^{3/}These taxes may be imposed by voters in cities, counties, or special districts. The revenues are collected by the state for each jurisdiction and are not included in the state's revenue totals.

^{4/}Various jurisdictions are authorized in statute to have a higher cap than 2.00%.

Combined State and Local Sales and Use Tax Rates by County
(city rate provided if different from the county rate)
 Rates in Effect on January 1, 2020

County	Tax Rate	County	Tax Rate	County	Tax Rate
Alameda	9.25%	Marin	8.25%	San Joaquin	7.75%
Alameda, Albany, Hayward, Newark, San Leandro, Union City	9.75%	Novato	8.50%	Lodi, Manteca, Tracy	8.25%
Alpine	7.25%	San Anselmo, Sausalito	8.75%	Lathrop	8.75%
Amador	7.75%	Corte Madera, Fairfax, Larkspur, San Rafael	9.00%	Stockton	9.00%
Butte	7.25%	Mariposa	7.75%	San Luis Obispo	7.25%
Paradise	7.75%	Mendocino	7.375%	Arroyo Grande, Atascadero,	7.75%
Oroville	8.25%	Point Arena, Willits	7.875%	Grover Beach, Morro Bay,	
Calaveras	7.25%	Fort Bragg	8.375%	Paso Robles, Pismo Beach,	
Angel's Camp	7.75%	Ukiah	8.875%	San Luis Obispo	
Colusa	7.25%	Merced	7.75%	San Mateo	9.25%
Williams	7.75%	Atwater, Gustine, Merced	8.25%	Burlingame, San Mateo	9.50%
Contra Costa	8.25%	Los Banos	8.75%	Belmont, East Palo Alto	9.75%
Concord, Hercules, Orinda, Pittsburg, Pleasant Hill, San Pablo	8.75%	Modoc	7.25%	Redwood City,	
Antioch, Martinez, Moraga, Pinole, Richmond, El Cerrito	9.25%	Mono	7.25%	South San Francisco	
Del Norte	7.50%	Mammoth Lakes	7.75%	Santa Barbara	7.75%
El Dorado	7.25%	Monterey	7.75%	Guadalupe	8.00%
South Lake Tahoe	7.75%	Carmel-by-the-Sea, King City	8.250%	Santa Barbara, Santa Maria	8.75%
Placerville	8.25%	King City, Sand City, Soledad	8.750%	Carpinteria	9.00%
Fresno	7.975%	Del Rey Oaks, Marina	9.250%	Santa Clara	9.00%
Reedley, Selma	8.475%	Salinas, Seaside		Los Gatos	9.125%
Sanger	8.725%	Greenfield	9.50%	Campbell, San Jose	9.250%
Coalinga, Fowler, Huron, Kerman, Kingsburg	8.975%	Napa	7.75%	Santa Cruz	8.50%
Glenn	7.25%	St. Helena	8.25%	Capitola, Scotts Valley	9.00%
Orland	7.75%	Nevada	7.50%	Watsonville, Santa Cruz	9.25%
Humboldt	7.75%	Truckee	8.25%	Shasta	7.25%
Arcata, Eureka, Fortuna, Trinidad	8.50%	Nevada City	8.375%	Anderson	7.75%
Rio Dell	8.75%	Grass Valley	8.50%	Sierra	7.25%
Imperial	7.75%	Orange	7.75%	Siskiyou	7.25%
Calexico, El Centro	8.25%	La Habra	8.25%	Mount Shasta, Weed	7.50%
Inyo	7.75%	Fountain Valley, Garden Grove, La Palma, Placentia, Seal Beach, Stanton, Westminster	8.75%	Dunsmuir, Yreka	7.75%
Kern	7.25%	Santa Ana	9.25%	Solano	7.375%
Arvin, Bakersfield, Delano, Ridgecrest, Wasco	8.25%	Placer	7.25%	Rio Vista, Vacaville	8.125%
Kings	7.25%	Loomis	7.50%	Benicia, Fairfield,	8.375%
Corcoran	8.25%	Roseville	7.75%	Suisun City, Vallejo	
Lake	7.25%	Plumas	7.25%	Sonoma	8.25%
Clearlake, Lakeport	8.75%	Riverside	7.75%	Healdsburg, Rohnert Park,	8.75%
Lassen	7.25%	Cathedral City, Coachella, Hemet, Indio, La Quinta, Menifee, Murrieta, Norco, Riverside, Temecula, Wildomar	8.75%	Sonoma	
Los Angeles	9.50%	Palm Springs	9.25%	Santa Rosa, Sebastopol	9.00%
Avalon, Commerce, Downey, El Monte, Inglewood, La Puente, San Fernando, South El Monte	10.00%	Sacramento	7.75%	Cotati	9.25%
Burbank, Compton, Covina, Cudahy, Culver City, Glendale, Glendora, Hawthorne, Huntington Park, Lawndale, Long Beach, Lynwood, Pico Rivera, Pasadena, Pomona, Santa Monica, South Gate	10.25%	Galt, Rancho Cordova, Isleton, Sacramento	8.25%	Stanislaus	7.875%
Santa Fe Springs	10.50%	San Benito	8.25%	Ceres, Oakdale	8.375%
Madera	7.75%	San Juan Bautista	9.00%	Sutter	7.25%
Madera	8.25%	Hollister	9.25%	Tehama	7.25%
Chowchilla	8.75%	San Bernardino	7.75%	Red Bluff	7.50%
		Montclair, San Bernardino	8.00%	Corning	7.75%
		Barstow, Yucca Valley	8.75%	Trinity	7.25%
		San Diego	7.75%	Tulare	7.75%
		El Cajon, Oceanside, Vista	8.25%	Tulare	8.25%
		La Mesa	8.50%	Visalia, Dinuba	8.50%
		Chula Vista, Del Mar, National City	8.75%	Farmersville, Lindsay,	8.75%
		San Francisco	8.50%	Woodlake	
				Porterville	9.25%
				Tuolumne	7.25%
				Sonora	7.75%
				Ventura	7.25%
				Oxnard, Ventura	7.75%
				Santa Paula	8.25%
				Port Hueneme	8.75%
				Yolo	7.25%
				Woodland	8.00%
				Davis, West Sacramento	8.25%
				Yuba	7.25%
				Wheatland	7.75%
				Marysville	8.25%

Motor vehicle and parts dealers were the largest contributors to the sales tax base in calendar year 2018, comprising around 12.7 percent of taxable sales. Food service sales were the second-largest contributor to the sales tax base in 2018, with close to 12 percent. The third most significant contributor to the sales tax base is wholesale trade, which comprised 11.6 percent of the sales tax base.

Since July 1, 2010, the General Fund portion of the sales tax no longer applies to gasoline. Taxable sales, excluding gasoline, increased by 4.8 percent in 2017-18. Based on preliminary data, estimates of taxable sales increased by 3.2 percent in 2018-19. Taxable sales are expected to increase by 4.8 percent in 2019-20 and 4.0 percent in 2020-21.

A General Fund sales tax exemption for manufacturing equipment commenced July 1, 2014. The sales tax exemption applies to purchases of manufacturing or biotechnology research and development equipment valued at up to \$200 million in qualifying purchases per business per year. The exemption was expanded beginning in 2018 to include manufacturing equipment used in electric power generation and agricultural processing. The revenue loss from the utilization of this exemption was \$264 million in 2018-19, and is forecast to be \$265 million in 2019-20 and \$277 million in 2020-21.

The U.S. Supreme Court's ruling in *Wayfair v. South Dakota* in June 2018 clarified states' authority to require out-of-state sellers to collect use tax. Previously, California individuals were responsible for reporting and paying use tax on out-of-state purchases. The California Department of Tax and Fee Administration required out-of-state retailers to collect and remit use tax beginning on April 1, 2019 if in the preceding or current calendar year their sales into California exceed \$100,000 or 200 or more separate on-line transactions. Additionally, California passed the Marketplace Facilitator Act, Chapter 5, Statutes of 2019, which raises the sales threshold to \$500,000, eliminates the 200 transaction test, and mandates that online marketplace operators such as Amazon and eBay collect and remit sales tax for all sales made on their platforms beginning October 1, 2019. The *Wayfair* decision and Marketplace Facilitator Act are expected to lead to increased use tax compliance, resulting in an additional \$554 million in tax revenue in 2019-20 and \$664 million in 2020-21, which is unchanged from the 2019 Budget Act forecast.

CORPORATION TAX

The corporation tax is expected to generate \$14.1 billion in 2018-19, \$15.3 billion in 2019-20, and \$16.1 billion in 2020-21. These figures reflect increases of \$288 million in 2018-19, \$2.2 billion in 2019-20, and \$2.5 billion in 2020-21. Corporation tax revenues are expected to contribute 10.4 percent of all General Fund revenues in 2020-21, down more than 4 percentage points from the 14.6 percent contributed in 1980-81.

The strong upgrade to the corporation tax forecast is due in large part to the assumption that the federal tax changes of 2017 will result in the shifting of a portion of pass-through income, which is taxed under the personal income tax, to corporate income. This assumption reflects strong cash trends in the corporate tax above what could reasonably be expected from profit growth, the 2017 cut in the federal corporate tax rate from 35 percent to 21 percent, and the announcements of conversions to C-corporations of several large public companies in the private equity and energy space. This shift is expected to occur primarily in 2018, 2019, and 2020, but is expected to be permanent.

INSURANCE TAX

Most insurance policies written in California are subject to a 2.35-percent gross premiums tax. This tax takes the place of all other state and local taxes on insurance companies except those on real property and motor vehicles. In general, the basis of the tax is the amount of "gross premiums" received, less returned premiums. The insurance tax is expected to generate General Fund revenues of \$3.0 billion in 2019-20 and \$3.1 billion in 2020-21. These figures reflect an increase of \$155 million in 2019-20 and \$182 million in 2020-21.

ALCOHOLIC BEVERAGE TAXES

In addition to the sales tax paid by retail purchasers, California levies an excise tax on distributors of beer, wine, and distilled spirits. The tax rates per gallon are applied as follows: (1) \$0.20 for beer, dry wine, and sweet wine; (2) \$0.30 for sparkling wine; and (3) \$3.30 for distilled spirits.

Alcoholic beverage revenue estimates for each type of beverage are based on projections of total per capita consumption and population growth. Overall, consumption of alcoholic beverages is expected to grow by 1.4 percent in 2019-20 and

1.4 percent in 2020-21. Revenues from this tax were \$378 million in 2018-19 and are forecast to be \$383 million in 2019-20 and \$389 million in 2020-21.

CANNABIS EXCISE TAXES

Proposition 64, commonly referred to as the Adult Use of Marijuana Act, levies excise taxes on the cultivation and retail sale of both recreational and medical cannabis as of January 1, 2018. The cultivation tax is paid on all recreational and medicinal cultivation of cannabis, and will increase, to adjust for inflation, to \$9.65 per ounce of flower, \$2.89 per ounce of trim, and \$1.35 per ounce of fresh cannabis plant on January 1, 2020. In addition, there is a 15-percent tax on the retail price of cannabis. The Budget includes a proposal to simplify the tax structure by moving the collection of the retail excise tax from the distributor to the retailer and moving the collection of the cultivation tax from the last distributor to the first. Cannabis excise taxes generated \$299 million in 2018-19 and are expected to generate \$479 million in 2019-20 and \$550 million in 2020-21. (See the Statewide Issues and Various Departments chapter for additional discussion.)

CIGARETTE TAX

The California Healthcare, Research and Prevention Tobacco Tax Act of 2016 (Proposition 56), passed by the voters in November 2016, increased the excise tax rate on cigarettes, tobacco products, and electronic cigarettes. The excise tax increased by \$2 from 87 cents to \$2.87 per pack of 20 cigarettes on distributors selling cigarettes in California, effective April 1, 2017. The equivalent excise tax on the distribution of other tobacco products such as cigars, chewing tobacco, pipe tobacco, and snuff also increased by \$2 from a \$1.37-equivalent to a \$3.37-equivalent tax, effective July 1, 2017. Lastly, Proposition 56 newly imposes the \$3.37-equivalent tobacco products tax on electronic cigarettes. The \$1.37-equivalent portion of that tax was imposed beginning April 1, 2017 while the additional \$2-equivalent tax was imposed beginning July 1, 2017. The ad valorem excise tax rate on other tobacco products is calculated annually by the California Department of Tax and Fee Administration based on the wholesale price of cigarettes and the excise tax on cigarettes.

Revenues from the tax on cigarettes and other tobacco products are distributed as follows:

- Ten cents of the per-pack tax is allocated to the General Fund.

- Fifty cents of the per-pack tax, and an equivalent rate levied on non-cigarette tobacco products, goes to the California Children and Families First Trust Fund for distribution according to the provisions of Proposition 10 of 1998.
- Twenty-five cents of the per-pack tax, and a rate equivalent to 87 cents levied on non-cigarette tobacco products and electronic cigarettes, is allocated to the Cigarette and Tobacco Products Surtax Fund for distribution as determined by Proposition 99 of 1988.
- Two cents of the per-pack tax is deposited into the Breast Cancer Fund.
- As of April 1, 2017, two dollars of the per-pack tax, and an equivalent rate levied on non-cigarette tobacco products and electronic cigarettes, goes to the California Healthcare, Research and Prevention Tobacco Tax Act of 2016 Fund for distribution according to the provisions of Proposition 56 of 2016.

Projections of cigarette tax revenues are based on projected per capita consumption of cigarettes, population growth, and the impact from the higher smoking age as well as the increased prices due to Proposition 56. Revenue estimates for other tobacco products, which now include electronic cigarettes, also reflect recent law changes. The cumulative effect of product price and tax increases, the increasingly restrictive environments for smokers, and anti-smoking campaigns (including state campaigns funded by Proposition 99 Tobacco Tax and Health Protection Act revenues and revenues from the Master Tobacco Settlement) have reduced cigarette consumption considerably.

Annual per capita consumption (based on population ages 18-64) was 184 packs in 1980-81, 123 packs in 1989-90, 84 packs in 1997-98, and 31 packs in 2018-19. Total tax-paid packs of cigarettes sold in 2018-19 were 624 million. In 2020-21, tax-paid packs of cigarettes sold are forecast to decline to 585 million.

The Tobacco Tax Revenue figure shows the distribution of tobacco tax revenues to the General Fund and various special funds for 2018-19 through 2020-21.

In order to address the rapidly increasing youth use of potent nicotine-based vaping products, the Budget proposes a new vaping tax based on nicotine content. The new tax will begin on January 1, 2021, and will be \$2 for each 40 milligrams of nicotine in the product, equivalent to the tax on a pack of cigarettes. The new tax will be in addition to all existing taxes on E-Cigarettes, which are presently taxed as tobacco products under state law. Revenues from the new tax are expected to be \$32 million in 2020-21, will be deposited into a new special fund, and will be used for administration,

Tobacco Tax Revenue
(Dollars in Millions)

	2018-19 Actual	2019-20 Forecast	2020-21 Forecast
General Fund	\$61.9	\$59.9	\$58.0
Cigarette and Tobacco Products Surtax Fund	\$225.4	\$222.4	\$220.6
Breast Cancer Fund	\$12.4	\$12.0	\$11.6
California Children and Families First Trust Fund	\$349.8	\$341.0	\$333.3
California Healthcare, Research and Prevention Tobacco Tax Act of 2016	\$1,402.8	\$1,369.6	\$1,338.3
Total	\$2,052.2	\$2,004.9	\$1,961.8

enforcement, youth prevention, and health care workforce programs. The Budget includes \$9.9 million and 10.5 positions for the Department of Tax and Fee Administration to administer the proposed tax and \$7 million for the California Highway Patrol to establish a task force in collaboration with the Department of Justice dedicated to combatting the underground market for vaping products. Similar to the implementation of Proposition 56, the Administration anticipates proposing a spending plan for the remainder of the revenues in the January 2021 Governor's Budget. In addition to the tax, the Administration will support a statewide ban of all flavored nicotine products as of January 1, 2021. For more information see the Health and Human Services chapter.

OTHER REVENUES

UNCLAIMED PROPERTY

The Budget reflects receipts in unclaimed property of \$443 million in 2019-20 and \$432 million in 2020-21. These numbers reflect ongoing efforts to maintain holder compliance with Unclaimed Property Law.

PROPERTY TAXES

Although the property tax is a local revenue source, the amount of property tax generated each year has a substantial impact on the state budget because local property tax revenues allocated to K-14 schools generally offset General Fund expenditures.

Assessed value growth is estimated based on statistical modeling and evaluations of real estate trends. The median sales price of existing single-family homes is expected to rise by 3.7 percent in 2019, with activity in the 2019 calendar year driving fiscal year 2020-21 assessed valuations for property tax purposes. This represents a moderation in growth from 2015 to 2018 when median prices increased at an average rate of 6.2 percent. The demand for homes continues to outpace supply in many areas of the state, however, moderating growth in the economy as well as moderating growth in home prices due to affordability issues are expected to lead to a moderation in growth of property taxes in the future.

Statewide property tax revenues are estimated to increase 6.4 percent in 2019-20 and 5.7 percent in 2020-21. Approximately 42 percent (\$33 billion) of 2020-21 property tax revenues will go to K-14 schools. This includes \$2.4 billion that schools are expected to receive in 2020-21 pursuant to the dissolution of redevelopment agencies.

SPECIAL FUND REVENUE

The California Constitution and state statutes specify into which funds certain revenues must be deposited and how they are to be spent.

Total special fund revenues, excluding transfers, are estimated to be \$57.9 billion in 2020-21. Taxes and fees related to motor vehicles are expected to comprise 32.8 percent of all special fund revenue in 2020-21. The principal sources are motor vehicle fees (registration, weight, and vehicle license fees) and motor vehicle fuel taxes. During 2020-21, it is expected that about \$18.9 billion in revenues will be derived from the ownership or operation of motor vehicles.

MOTOR VEHICLE FEES

Motor vehicle fees and taxes consist of vehicle license, registration, weight, driver license, and other charges related to vehicle operation. The Motor Vehicle Fees Special Fund Revenue figure displays revenue from these sources from 2018-19 through 2020-21.

The Vehicle License Fee (VLF) is imposed on vehicles registered in California that travel on public highways. The current VLF tax rate is 0.65 percent plus a graduated fee at \$25 to \$175 per vehicle. These taxes are imposed in lieu of a local personal property tax on automobiles and are administered by the Department of Motor Vehicles. The number of vehicles in the state, the ages of those vehicles, and their most recent sales price affect the amount of VLF collected. The total number of vehicles in California—autos,

Motor Vehicle Fees Special Fund Revenue

(Dollars in Thousands)

	2018-19 Actual	2019-20 Forecast	2020-21 Forecast
Vehicle License Fees	\$2,937,373	\$3,017,031	\$3,106,237
Registration, Weight, and Other Fees	5,239,459	5,452,564	5,655,376
Transportation Improvement Fee	1,666,256	1,733,000	1,770,500
Total	\$9,843,088	\$10,202,595	\$10,532,113

trucks, trailers, and motorcycles, including vehicles registered in multiple states—is estimated to be 32.8 million in 2019-20 and 32.9 million in 2020-21. The forecast projects that there will be 2.3 million new vehicles registered in both 2019-20 and 2020-21.

Beginning April 1, 2017, the base vehicle registration fee of \$43 increased by \$10 and was newly indexed to inflation. The total vehicle registration fee is expected to be \$86 in 2020, which includes \$57 for the base vehicle registration fee, \$26 for a CHP fee that continues to be indexed to inflation, and \$3 for an alternative fuel/technology fee not indexed for inflation.

In addition to the VLF, truck owners pay a fee based on vehicle weight. Weight fee revenues are expected to be \$1.2 billion in 2019-20 and \$1.3 billion in 2020-21.

Beginning on July 1, 2020, an additional \$100 annual registration fee will be imposed on zero-emission vehicles (ZEV) that are model 2020 or newer. The new ZEV revenue is expected to be \$10.9 million in 2020-21 and will be used to fund transportation projects.

MOTOR VEHICLE FUEL TAXES

The motor vehicle fuel tax (gas tax), diesel fuel tax, and use fuel tax are the major sources of funds for maintaining, replacing, and constructing state highway and transportation facilities. Over one-third of these revenues are apportioned to local jurisdictions for a broad range of local road projects, including both maintenance of existing roads and construction of new roads. In addition, some jurisdictions choose to spend a portion of their allocation on improvements to the state highway system in their region to decrease traffic congestion. Motor vehicle fuel tax collections are shown in the Motor Vehicle Fuel Tax Revenue figure.

Gasoline consumption was down 1.5 percent in 2018-19 when compared to the prior fiscal year. Demand for gasoline was likely lessened in the short run by high gas prices

Motor Vehicle Fuel Tax Revenue

(Dollars in Thousands)

	2018-19 Forecast	2019-20 Forecast	2020-21 Forecast
Gasoline ^{1/}	\$6,432,835	\$7,169,409	\$7,533,173
Diesel	1,124,876	1,209,286	1,261,187
Total	\$7,557,711	\$8,378,695	\$8,794,360

^{1/}Does not include jet fuel.

throughout the year. In the long run, continued gains in the average fuel economy of cars and trucks as well as the state's policies to reduce greenhouse gas emissions are expected to support long-term declines in gasoline consumption. Gasoline consumption is expected to decline 1.2 percent in 2019-20 and 1.2 percent in 2020-21.

Because most diesel fuel is consumed by the commercial trucking industry, consumption is affected most significantly by general economic conditions. However, despite the strong economy, diesel consumption decreased by 2.4 percent in 2018-19. Diesel consumption is expected to increase by 2.6 percent in 2019-20, followed by a decrease of 1.5 percent in 2020-21. The uneven growth rates are attributable to some large late payments in 2019-20. Long-term growth is expected to be negative 0.4 percent, reflecting a moderating economy and gradually improving fuel economy of the fleet.

The gas tax is collected from distributors when fuel is loaded into ground transportation for transport to retail stations. This fuel is taxed at a rate of 47.3 cents per gallon in 2019-20 and will be taxed at the rate of 50.3 cents per gallon in 2020-21.

Distributors pay the diesel fuel tax, which applies to both pure diesel fuel and blends, at the fuel terminal. The excise tax on diesel will be 36 cents per gallon for 2019-20 and will be 38.2 cents per gallon in 2019-20. Dyed diesel fuel, which is used for off-highway purposes such as farm equipment, is not taxed.

SUMMARY OF STATE TAX SYSTEM

The state's tax system is outlined at the end of this section in the Outline of State Tax System figure. Tax collections per capita and per \$100 of personal income are displayed in Schedule 2 in the Appendix. The revenue generated from each state tax from 1970-71 through 2020-21 is displayed in Schedule 3 in the Appendix.

**Outline of State Tax System
as of January 1, 2020**

Major Taxes and Fees	Base or Measure	Rate	Administering Agency	Fund
Alcoholic Beverage Excise Taxes				
Beer	Gallon	\$0.20	Equalization	General
Distilled Spirits	Gallon	\$3.30	Equalization	General
Dry Wine/Sweet Wine	Gallon	\$0.20	Equalization	General
Sparkling Wine	Gallon	\$0.30	Equalization	General
Hard Cider	Gallon	\$0.20	Equalization	General
Corporation				
General Corporation ^{1f}	Net income	8.84%	Franchise	General
Bank and Financial Corp.	Net income	10.84%	Franchise	General
Alternative Minimum Tax	Alt. Taxable Income	6.65%	Franchise	General
Tobacco				
Cigarette ^{2f}	Package	\$2.87	Tax & Fee Admin	See footnote
Other Tobacco Products ^{3f}	Wholesale cost	59.27%	Tax & Fee Admin	See footnote
Insurance				
Insurers ^{4f}	Gross Premiums	2.35%	Insurance Dept.	General
Cannabis				
Cannabis Excise	Retail Cost	15.00%	Tax & Fee Admin	Cannabis Tax Fund
Cultivation-Flower	Ounce	\$9.65	Tax & Fee Admin	Cannabis Tax Fund
Cultivation-Trim	Ounce	\$2.87	Tax & Fee Admin	Cannabis Tax Fund
Cultivation-Fresh Plant	Ounce	\$1.35	Tax & Fee Admin	Cannabis Tax Fund
Motor Vehicle				
Vehicle License Fees (VLF) ^{5f}	Market value	0.65%	DMV	VLF, Local Revenue
Transportation Improvement Fee	Market value	\$25-\$175	DMV	Transportation
Fuel—Gasoline ^{6f}	Gallon	\$0.473	Tax & Fee Admin	Motor Vehicle Fuel
Fuel—Diesel ^{7f}	Gallon	\$0.36	Tax & Fee Admin	Motor Vehicle Fuel
Registration Fees ^{8f}	Vehicle	\$86.00	DMV	Motor Vehicle
Weight Fees	Gross Vehicle Wt.	Various	DMV	State Highway
Personal Income^{9f}				
Taxable income		1.0-12.3%	Franchise	General
Proposition 63 Surcharge	Taxable income > \$1 million	1.0%	Franchise	Mental Health Services
Alternative Minimum Tax	Alt. Taxable Income	7.0%	Franchise	General
Retail Sales and Use^{10f}				
	Sales or lease of taxable items	7.25%	Tax & Fee Admin	See footnote

^{1f} Minimum Tax is \$800 per year for existing corporations. New corporations are exempt for their first taxable year.

^{2f} This tax is levied at the combined rate of 10 cents/pack of 20 cigarettes for the General Fund, 25 cents/pack for the Cigarette and Tobacco Products Surtax Fund, 2 cents/pack for the Breast Cancer Fund, 50 cents/pack for the California Children and Families First Trust Fund, and \$2 for the California Healthcare, Research and Prevention Tobacco Tax Act of 2016. The additional \$2 excise tax was effective as of April 1, 2017.

^{3f} The surtax rate is determined annually by the California Department of Tax and Fee Administration and is equivalent to the combined rate of tax applied to cigarettes, with funding for the Cigarette and Tobacco Products Surtax Fund and California Children and Families First Trust Fund. Effective July 1, 2019, through June 30, 2020, the rate is 59.27 percent of the wholesale cost.

^{4f} Ocean marine insurance is taxed at the rate of 5 percent of underwriting profit attributable to California business. Special rates also apply to certain pension and profit sharing plans, surplus lines, certain health insurance, and nonadmitted insurance.

^{5f} For return to cities and counties. Trailer coach license fees are deposited in the General Fund.

^{6f} As part of SB 1 implemented beginning November 1, 2017, the rate was increased from 29.7 cents to 47.3 cents and indexed for inflation beginning in 2020-21. The fund is used for administrative expenses and apportionment to State, counties and cities for highways, airports, and small craft harbors.

^{7f} As part of SB 1, the rate was increased from 16 cents to 36 cents and indexed with inflation beginning in 2020-21.

^{8f} For support of State Department of Motor Vehicles, California Highway Patrol, other agencies, and motor vehicle related programs. A \$10 increase was effective April 1, 2017.

^{9f} Proposition 30 was passed by the California voters in November 2012. Proposition 30, for tax years 2012 through 2018, created three new income tax brackets with rates of 10.3 percent for taxable income over \$250,000, 11.3 percent for taxable income over \$300,000, and 12.3 percent for taxable income over \$500,000. Proposition 55 was passed by the California voters in November 2016 and extended these new income tax brackets until 2030.

^{10f} The 7.25-percent rate includes the rates for General Fund, Special Funds, and uniform local rates. Additionally, cities and counties may generally assess up to an additional 2.00 percent to the statewide rate.

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 Cash Management, FISCAL Project Support,
 Statewide Budget Issues, and
 Statewide Accounting Policies and Training

Corrections and Rehabilitation,
 Justice, and General Government

Education

Employee Compensation and
 State Pension, Audits and Evaluations,
 Departmental Administration and
 Information Services, and Information
 Technology and Consulting

Energy, Housing and Homelessness,
 Labor, Local Government, Tax Agencies,
 and Transportation

Health and Human Services

Natural Resources, Environment,
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Revenue Forecasting,
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APPENDICES AND SCHEDULES

Budget Process Overview

The Governor's Budget is the result of a process that begins more than one year before the Budget becomes law. When presented to the Legislature on or before January 10 each year, the Governor's Budget incorporates revenue and expenditure estimates based upon the most current information available through early to mid-December. In the event the Governor would like to change the Budget presented to the Legislature, including adjustments resulting from changes in population, caseload, or enrollment estimates, the Department of Finance proposes adjustments to the Legislature during budget hearings through Finance Letters in the spring. In May, Finance submits revised revenue and expenditure estimates for both the current and budget years to the Legislature. This update process is referred to as the May Revision. Finance also prepares monthly economic and cash revenue updates during the fiscal year. The list below describes the key documents used in the budget process.

Title	Purpose	Prepared/Issued by	When
Budget Letters	Convey the Administration's guidelines for budget preparation to agencies and departments.	Governor/Finance	January through December
Budget Change Proposals	Documents that propose to modify or change the existing level of service, propose new programs, or remove existing programs.	Agencies and departments submit to Finance analysts for review.	August and September
Governor's Budget	Governor's proposed budget for the upcoming fiscal year.	Governor/Finance	January 10
Governor's Budget Summary	A narrative summary of the Governor's proposed budget.	Governor/Finance	January 10
Budget Bill	Requests spending authorization to carry out the Governor's expenditure plan (serves as a legislative budget decision document).	Finance/Legislature	January 10
Multi-Year Projection	Estimated General Fund revenues and expenditures for the ensuing fiscal year and the three fiscal years thereafter, as required by Section 12.5 of	Finance	January, May, and Budget Enactment
Analysis of the Budget	Analysis of the Budget, including recommendations for changes to the Governor's Budget.	Legislative Analyst's Office	February
May Revision	Update of General Fund revenues, expenditures, and reserve estimates based on the latest economic forecast, and changes in population, caseload, or enrollment estimates.	Finance	Mid-May
Budget Act	The primary annual expenditure authorization, as approved by the Governor and Legislature, including a listing of the Governor's vetoes, if any.	Legislature/Governor	Late June or upon enactment of the Budget
Final Budget Summary	Update of the individual Budget Act items of appropriation, with changes by the Governor's vetoes, and includes certain budget summary schedules.	Finance	Summer/Fall
Final Change Book	Update of changes to the detailed fiscal information in the Governor's Budget.	Finance	Summer/Fall

Adjustments in Accounting Methods and Prior Year Fund Balances

Government Code section 13344 requires the Department of Finance to clearly note in the Governor's Budget or related documents any adjustments of prior year fund balances and accounting methods. This requirement is to ensure the closest possible comparability of the Governor's Budget with the State Controller's Budgetary-Legal Basis Annual Report.

Accounting Methods

No major changes have been implemented or proposed since last year's report.

Prior Year Fund Balances

Government Code section 13344 requires every state agency to prepare and maintain financial and accounting data for inclusion in the Governor's Budget, Budget Act and related documents, and the State Controller's Budgetary-Legal Basis Annual Report, according to the methods and bases provided in regulations, budget letters, and other directives of Finance. Consistent with this requirement, Finance has continued its efforts in instructing and assisting departments in the reconciliation of special funds between the Governor's Budget documents departments provide to Finance and the year-end financial statements they provide to the State Controller's Office. Departments that are the designated fund administrators continue to be primarily responsible for the reconciliation, and Finance works very closely with them to ensure this is or will be completed for all special funds. Special fund balances included in the Governor's Budget have been reconciled using the best information available at the time. However, final balances for the Budgetary-Legal Basis Annual Report and certain actual revenue or expenditure amounts are not available during the preparation of the Governor's Budget. Therefore, there will be some remaining variances in the spring when final balances become available. Finance will follow up the efforts in the spring to evaluate if additional budget changes are necessary.

Statewide Financial Information

Provides various statewide displays of financial information included in the Budget that may be the most useful to the public, private sector, or other levels of government. Each statewide display includes a description of the information included.

Schedule 1 General Budget Summary—Total statewide revenues and expenditures for the General Fund and special funds, and expenditure totals for selected bond funds.

Schedule 2 Summary of State Tax Collections—State tax collections per capita and per \$100 of personal income.

Schedule 3 Comparative Yield of State Taxes—Revenues for major state taxes for General Fund and special funds.

Schedule 4 Position and Salary Cost Estimates—Position data and corresponding dollar amounts.

Schedule 5A Statement of Estimated Accounts Payable and Accounts Receivable—Actual payable and receivable amounts as of the end of the last fiscal year, and estimated amounts for the end of the current fiscal year and the next fiscal year.

Schedule 5B Actual Past Fiscal Year Cash Flow—Actual receipts, disbursements, borrowable resources, and cash flow loan balances for the last fiscal year.

Schedule 5C Estimated Current Fiscal Year Cash Flow—Projected receipts, disbursements, borrowable resources, and cash flow loan balances for the current fiscal year.

Schedule 5D Estimated Budget Fiscal Year Cash Flow—Projected receipts, disbursements, borrowable resources, and cash flow loan balances for the next fiscal year.

Schedule 6 Summary of State Population, Employees, and Expenditures—Historical data of state population, employees, personal income, revenues, and expenditures.

Schedule 8 Comparative Statement of Revenues—Detail of General Fund and special fund revenues by source for the past, current, and budget years within the following categories: (1) major taxes and licenses, (2) minor revenues, and (3) transfers and loans.

Schedule 9 Comparative Statement of Expenditures—Detail of General Fund, special fund, selected bond fund, and federal fund expenditures included in the Governor's Budget by the following categories: (1) State Operations, (2) Local Assistance, (3) Capital Outlay, and (4) Unclassified.

Schedule 10 Summary of Fund Condition Statements—A listing in alphabetical order of the beginning reserve, revenues, expenditures, and ending reserve for the General Fund and each special fund for the past, current, and budget years.

Schedule 11 Statement of General Obligation Bond and Commercial Paper Debt of the State of California—List of all general obligation bonds, including: maturity dates, authorized amount of bond issues, amounts of unissued bonds, redemptions, and outstanding issues, as well as authorized and outstanding commercial paper.

Schedule 12A State Appropriations Limit Summary—Summary of Schedules 12B through 12E provides a calculation of the appropriations subject to the State Appropriations Limit and the Limit Room.

Schedule 12B Revenues to Excluded Funds—List of revenues in special funds NOT included in the calculation of total appropriations subject to the State Appropriations Limit.

Schedule 12C Non-Tax Revenues in Funds Subject to Limit—Total of non-tax General and special fund revenues deposited in funds that are otherwise included in the calculation of total appropriations subject to the State Appropriations Limit.

Schedule 12D State Appropriations Limit Transfer from Other Funds to Included Funds—Detail of transfers between funds that are used in calculating the appropriations subject to the State Appropriations Limit.

Schedule 12E State Appropriations Limit Excluded Appropriations—Exclusions from appropriations subject to the State Appropriations Limit.

Schedule 13 Proposition 98 Final Certification—Factors, data, and calculations used to certify the prior year Proposition 98 funding level pursuant to Chapter 39, Statutes of 2018.

**SCHEDULE 1 AT 2020-21 GOVERNOR'S BUDGET
GENERAL BUDGET SUMMARY^{1/}**
(In Thousands)

	Reference to Schedule	General Fund	Special Funds	Selected Bond Fund Expenditures	Expenditure Totals
2018-19					
Prior year resources available	10	\$10,979,193	\$31,643,232		
Revenues and transfers	8	139,378,948	61,594,612		
Expenditures	9	141,861,115	58,014,392	\$5,731,512	\$205,607,019
Fund Balance	10	\$8,497,026	\$35,223,452		
Reserve for Liquidation of Encumbrances ^{2/}		2,144,474	--		
Reserves for Economic Uncertainties ^{3/}		--	35,223,452		
Special Fund for Economic Uncertainties ^{3/}		6,352,552	--		
Budget Stabilization Account/Rainy Day Fund		13,968,422	--		
Safety Net Reserve		900,000	--		
Public School System Stabilization Account		--	--		
2019-20					
Prior year resources available	10	\$8,497,026	\$35,223,452		
Revenues and transfers	8	146,485,597	62,872,897		
Expenditures	9	149,748,685	60,018,686	\$7,294,688	\$217,062,059
Fund Balance	10	\$5,233,938	\$38,077,663		
Reserve for Liquidation of Encumbrances ^{2/}		2,144,474	--		
Reserves for Economic Uncertainties ^{3/}		--	38,077,663		
Special Fund for Economic Uncertainties ^{3/}		3,089,464	--		
Budget Stabilization Account/Rainy Day Fund		16,018,422	--		
Safety Net Reserve		900,000	--		
Public School System Stabilization Account		524,150	--		
2020-21					
Prior year resources available	10	\$5,233,938	\$38,077,663		
Revenues and transfers	8	151,634,805	60,296,038		
Expenditures	9	153,083,298	63,757,896	\$5,351,539	\$222,192,733
Fund Balance	10	\$3,785,445	\$34,615,805		
Reserve for Liquidation of Encumbrances ^{2/}		2,144,474	--		
Reserves for Economic Uncertainties ^{3/}		--	34,615,805		
Special Fund for Economic Uncertainties ^{3/}		1,640,971	--		
Budget Stabilization Account/Rainy Day Fund		17,977,422	--		
Safety Net Reserve		900,000	--		
Public School System Stabilization Account		486,529	--		

Note: Totals may not add due to rounding.

^{1/}The General Budget Summary includes the revenues and expenditures of all state funds that reflect the cost of state government and selected bond fund expenditures. The transactions involving other nongovernmental cost funds are excluded.

^{2/}The Reserve for Liquidation of Encumbrances represents an amount which will be expended in the future for state obligations for which goods and services have not been received at the end of the fiscal year. This reserve treatment is consistent with accounting methodology prescribed by Generally Accepted Accounting Principles (GAAP) and Government Code Sections 13306 and 13307.

^{3/}The Special Fund for Economic Uncertainties and the Reserves for Economic Uncertainties are reserve accounts for the General and special funds as provided by Section 5 of Article XIII B of the California Constitution.

SCHEDULE 2 AT 2020-21 GOVERNOR'S BUDGET
SUMMARY OF STATE TAX COLLECTIONS
(Excludes Departmental, Interest, and Miscellaneous Revenue)

Fiscal Year	Per Capita Personal Income ^{1/, 2/}	State Tax Collections (Dollars in Millions)		Taxes per Capita ^{1/}		Taxes per \$100 of Personal Income ^{3/}	
		General		General		General	
		Fund	Total	Fund	Total	Fund	Total
1967	\$3,870	\$3,558	\$4,676	\$185.55	\$243.86	\$4.80	\$6.30
1968	4,189	3,963	5,173	203.94	266.21	4.87	6.36
1969	4,668	4,126	5,409	208.96	273.94	4.48	5.87
1970	4,962	4,290	5,598	214.08	279.36	4.31	5.63
1971	5,210	5,213	6,597	256.22	324.24	4.92	6.22
1972	5,652	5,758	7,231	279.72	351.28	4.95	6.21
1973	6,116	6,377	7,877	305.57	377.45	5.00	6.17
1974	6,722	8,043	9,572	379.85	452.06	5.65	6.73
1975	7,306	9,050	10,680	420.19	495.87	5.75	6.79
1976	7,953	10,781	12,525	491.48	570.98	6.18	7.18
1977	8,660	12,951	14,825	579.41	663.25	6.69	7.66
1978	9,656	14,188	16,201	621.30	709.45	6.43	7.35
1979	10,750	16,904	19,057	726.83	819.41	6.76	7.62
1980	11,933	17,808	20,000	748.80	840.97	6.27	7.05
1981	13,131	19,053	21,501	784.78	885.62	5.98	6.74
1982	13,738	19,567	22,359	788.83	901.39	5.74	6.56
1983	14,549	22,300	25,674	880.14	1,013.30	6.05	6.96
1984	15,880	25,515	29,039	988.34	1,124.85	6.22	7.08
1985	16,790	26,974	30,898	1,021.63	1,170.25	6.08	6.97
1986	17,604	31,331	35,368	1,158.18	1,307.41	6.58	7.43
1987	18,529	31,228	35,611	1,126.67	1,284.81	6.08	6.93
1988	19,652	35,647	40,613	1,255.49	1,430.39	6.39	7.28
1989	20,623	37,248	43,052	1,278.16	1,477.32	6.20	7.16
1990	21,579	36,828	43,556	1,234.66	1,460.21	5.72	6.77
1991	21,825	40,072	48,856	1,315.62	1,604.01	6.03	7.35
1992	22,627	39,197	48,230	1,264.93	1,556.44	5.59	6.88
1993	22,929	38,351	48,941	1,224.72	1,562.90	5.34	6.82
1994	23,498	41,099	50,648	1,303.75	1,606.67	5.55	6.84
1995	24,566	44,825	54,805	1,413.51	1,728.20	5.75	7.03
1996	25,920	47,955	58,400	1,500.33	1,827.10	5.79	7.05
1997	27,152	53,859	64,826	1,659.61	1,997.56	6.11	7.36
1998	29,215	58,199	69,724	1,770.96	2,121.65	6.06	7.26
1999	30,714	70,027	81,773	2,095.45	2,446.93	6.82	7.97
2000	33,351	75,668	88,147	2,225.47	2,592.50	6.67	7.77
2001	34,010	62,679	73,295	1,816.12	2,123.70	5.34	6.24
2002	34,149	64,879	75,420	1,856.95	2,158.65	5.44	6.32
2003	35,280	70,229	81,628	1,984.49	2,306.60	5.63	6.54
2004	37,183	80,070	93,764	2,239.55	2,622.57	6.02	7.05
2005	39,107	90,468	105,860	2,514.02	2,941.74	6.43	7.52
2006	41,826	93,237	109,390	2,572.28	3,017.93	6.15	7.22
2007	43,269	95,290	111,778	2,606.95	3,058.01	6.03	7.07
2008	43,590	79,398	95,020	2,154.26	2,578.12	4.94	5.91
2009	41,913	84,537	99,284	2,280.02	2,677.76	5.44	6.39
2010	43,579	89,910	106,942	2,406.11	2,861.88	5.52	6.57
2011	46,063	82,850	106,351	2,195.89	2,818.76	4.77	6.12
2012	48,618	95,444	119,798	2,505.02	3,144.21	5.15	6.47
2013	49,112	101,187	127,388	2,634.39	3,316.53	5.36	6.75
2014	52,166	112,158	139,983	2,894.94	3,613.15	5.55	6.93
2015	55,612	117,083	144,154	2,997.86	3,691.02	5.39	6.64
2016	57,593	122,029	147,731	3,104.39	3,758.22	5.39	6.53
2017	59,866	134,074	164,551	3,386.50	4,156.31	5.66	6.94
2018 ^{est}	63,141	141,952	175,783	3,565.04	4,414.67	5.65	6.99
2019 ^{est}	65,915	147,638	183,118	3,694.71	4,582.61	5.61	6.95
2020 ^{est}	68,654	150,691	187,509	3,752.48	4,669.31	5.47	6.80

^{1/}Per capita computations are based on July 1 population estimates, benchmarked on the 2010 Census.
^{2/}Personal income data are on a calendar year basis (e.g., 2012 for 2012-13).
^{3/}Taxes per \$100 personal income computed using calendar year personal income (e.g. 2012 income related to 2012-13 tax collections).
^{est}/Estimated.

**SCHEDULE 3 AT 2020-21 GOVERNOR'S BUDGET
COMPARATIVE YIELD OF STATE TAXES, 1970-71 THROUGH 2020-21
Includes both General and Special Funds
(Dollars in Thousands)**

Fiscal Year	Estate				Motor				
	Sales and Use ^{1/}	Personal Income ^{2/}	Corporation ^{3/}	Tobacco ^{4/}	Inheritance and Gift ^{5/}	Insurance ^{6/}	Alcoholic Beverage ^{7/}	Vehicle Fuel ^{8/}	Vehicle Fees ^{9/}
1970	\$1,808,052	\$1,264,383	\$532,091	\$239,721	\$185,699	\$158,423	\$106,556	\$674,635	\$513,202
1971	2,015,993	1,785,618	662,522	247,424	220,192	170,179	112,091	712,426	547,845
1972	2,198,523	1,884,058	866,117	253,602	260,119	179,674	114,884	746,196	596,922
1973	2,675,738	1,829,385	1,057,191	258,921	231,934	201,697	119,312	742,702	644,448
1974	3,376,078	2,579,676	1,253,673	261,975	242,627	202,991	120,749	752,234	664,453
1975	3,742,524	3,086,611	1,286,515	268,610	316,648	241,224	125,313	766,555	749,936
1976	4,314,201	3,761,356	1,641,500	269,384	367,964	322,476	127,485	810,321	807,782
1977	5,030,438	4,667,887	2,082,208	273,658	365,092	387,560	132,060	850,181	924,410
1978	5,780,919	4,761,571	2,381,223	268,816	416,955	420,184	140,059	896,591	1,021,856
1979	6,623,521	6,506,015	2,510,039	290,043	465,611	446,228	138,940	852,752	1,096,640
1980	7,131,429	6,628,694	2,730,624	278,161	530,185	460,928	142,860	839,994	1,127,293
1981	7,689,023	7,483,007	2,648,735	276,824	482,300	454,984	139,523	833,446	1,373,354
1982	7,795,488	7,701,099	2,536,011	271,621	517,875	736,929	136,209	928,633	1,614,993
1983	8,797,865	9,290,279	3,231,281	263,231	236,452	457,490	137,433	1,213,167	1,906,290
1984	9,797,564	10,807,706	3,664,593	262,868	296,805	643,139	135,786	1,159,637	2,137,326
1985	10,317,930	11,413,040	3,843,024	258,141	252,810	839,939	132,262	1,194,172	2,515,295
1986	10,904,022	13,924,527	4,800,843	255,076	273,089	1,008,804	131,288	1,245,881	2,692,835
1987	11,650,531	12,950,346	4,776,388	250,572	304,148	1,158,321	128,734	1,293,254	2,966,334
1988	12,650,893	15,889,179	5,138,009	559,617	335,091	1,317,630	128,264	1,320,512	3,142,484
1989	13,917,771	16,906,568	4,965,389	787,076	388,527	1,167,684	128,524	1,349,146	3,305,711
1990	13,839,573	16,852,079	4,544,783	745,074	498,774	1,287,152	129,640	1,999,771	3,513,159
1991	17,458,521	17,242,816	4,538,451	726,064	446,696	1,167,307	321,352	2,457,229	4,369,862
1992	16,598,863	17,358,751	4,659,950	677,846	458,433	1,188,181	292,107	2,412,574	4,470,321
1993	16,857,369	17,402,976	4,809,273	664,322	552,139	1,196,921	275,797	2,547,633	4,518,795
1994	16,273,800	18,608,181	5,685,618	674,727	595,238	998,868	268,957	2,685,731	4,749,594
1995	17,466,584	20,877,687	5,862,420	666,779	659,338	1,131,737	269,227	2,757,289	5,009,319
1996	18,424,355	23,275,990	5,788,414	665,415	599,255	1,199,554	271,065	2,824,589	5,260,355
1997	19,548,574	27,927,940	5,836,881	644,297	780,197	1,221,285	270,947	2,853,846	5,660,574
1998	21,013,674	30,894,865	5,724,237	976,513	890,489	1,253,972	273,112	3,025,226	5,610,374
1999	23,451,570	39,578,237	6,638,898	1,216,651	928,146	1,299,777	282,166	3,069,694	5,263,245
2000	24,287,928	44,618,532	6,899,322	1,150,869	934,709	1,496,556	288,450	3,142,142	5,286,542
2001	23,816,406	33,046,665	5,333,036	1,102,807	915,627	1,596,002	292,627	3,295,903	3,836,904
2002	24,899,025	32,709,761	6,803,559	1,055,505	647,372	1,879,784	290,564	3,202,512	3,889,602
2003	26,506,911	36,398,983	6,925,916	1,081,588	397,848	2,114,980	312,826	3,324,883	4,415,126
2004	29,967,136	42,992,007	8,670,065	1,096,224	213,036	2,232,955	314,252	3,366,142	4,873,705
2005	32,201,082	51,219,823	10,316,467	1,088,703	3,786	2,202,327	318,276	3,393,381	5,078,529
2006	32,669,175	53,348,766	11,157,898	1,078,536	6,348	2,178,336	333,789	3,399,694	5,147,341
2007	31,972,874	55,745,970	11,849,097	1,037,287	6,303	2,172,936	327,260	3,351,268	5,212,811
2008	28,972,302	44,355,959	9,535,679	1,000,456	245	2,053,850	323,934	3,162,299	5,566,642
2009	31,197,154	45,650,901	9,114,589	922,986	0	2,180,786	311,242	3,149,144	6,726,967
2010	30,996,372	50,507,989	9,613,594	905,245	0	2,307,022	334,178	5,705,528	6,558,121
2011	28,542,238	55,449,292	7,233,000	895,677	0	2,416,073	346,000	5,544,530	5,907,866
2012	31,007,290	66,809,000	7,782,947	868,703	0	2,242,379	357,000	5,492,850	5,864,814
2013	34,163,864	68,306,264	9,092,696	833,127	0	2,362,738	354,297	6,065,748	6,226,553
2014	35,263,084	77,929,551	9,416,779	832,379	0	2,444,573	357,373	5,713,698	6,510,898
2015	35,936,588	80,541,269	10,459,561	840,034	0	2,561,932	368,699	5,003,317	6,833,037
2016	35,360,401	85,021,043	11,019,780	1,235,605	0	2,422,105	368,345	4,845,821	7,192,680
2017	36,137,388	95,865,692	12,312,596	2,145,003	0	2,569,271	376,059	6,355,007	8,578,311
2018 ^{d/}	37,881,567	100,958,015	14,062,543	1,990,310	0	2,722,787	377,662	7,560,940	9,875,064
2019 ^{d/}	39,454,639	104,082,332	15,304,879	1,944,962	0	3,022,936	383,067	8,381,891	10,237,584
2020 ^{d/}	40,995,120	105,253,849	16,006,932	1,937,735	0	3,116,772	388,505	8,797,556	10,570,400

^{1/} Includes the 0.5 percent Local Revenue Fund, the 1.0625 percent Local Revenue Fund 2011, and the state sales tax rate of 6 percent from April 1, 2009 to June 30, 2011. Includes the 0.25 percent sales tax, effective July 1, 2004 through December 31, 2015, for repayment of economic recovery bonds. Includes passage of Proposition 30, which increased the General Fund sales tax rate from January 1, 2013 to December 31, 2016.

^{2/} Includes the revenue for a 1-percent surcharge on taxable incomes over \$1 million, with proceeds funding mental health programs. Includes the 0.25-percent surcharge and reduced dependent exemption credit effective for tax years 2009 and 2010. Also includes the impact of Propositions 30, which establishes three additional tax brackets for tax years 2012 through 2018. In November 2016, voters approved Proposition 55, which extends the three additional tax brackets through 2030.

^{3/} Includes the corporation tax, corporation income tax, LLC fees, and minimum franchise tax for corporations, partnerships, LLCs, and LLPs. From 1989 to 1997, it included the unitary election fee. Includes impact of Proposition 39 beginning in tax year 2012.

^{4/} Proposition 99 (November 1988) increased the cigarette tax to \$0.35 per pack and added an equivalent tax to other tobacco products. The Breast Cancer Act added \$0.02 per pack effective 1/1/94. Proposition 10 (November 1998) increased the cigarette tax to \$0.87 per pack and added the equivalent of \$1.00 tax on other tobacco products. Proposition 56 (November 2016) increased the cigarette tax to \$2.87 per pack, effective April 1, 2017, and added the equivalent of a \$2.00 tax on other tobacco products, effective July 1, 2017. Proposition 56 also defined electronic cigarettes as other tobacco products for purposes of taxation. Fiscal year 2020-21 includes \$34 million from a proposed additional e-cigarette tax.

^{5/} Proposition 6, an initiative measure adopted by the voters in June 1982, repealed the inheritance and gift taxes and imposed instead an estate tax known as "the pick-up tax," because it is designed to pick up the maximum credit allowed against the federal estate tax. The federal estate tax has undergone many changes since 2001. It was reinstated in January 2013 for deaths on and after January 1, 2013. The new federal tax operates in such a way to effectively eliminate the state pick-up estate tax.

^{6/} Includes insurance gross premiums tax on Medi-Cal managed care plans through June 30, 2013, to provide interim funding for the Healthy Families and Medi-Cal programs. Includes a reduction for the managed care organizations tax of about \$200 million per year from 2016-17 through 2018-19.

^{7/} Alcoholic beverage excise taxes were increased effective July 15, 1991.

^{8/} Motor vehicle fuel tax (gasoline) and use fuel tax (diesel and other fuels). The gasoline excise tax was 29.7 cents per gallon for the first four months of 2017-18, 41.7 cents for the next 20 months through 2018-19, 47.3 cents in 2019-20, and indexed annually for inflation thereafter. The diesel excise tax was 16 cents for the first four months of 2017-18, 36 cents through 2019-20, and annually indexed for inflation thereafter.

^{9/} Registration and weight fees, motor vehicle license fees, and other fees. Includes \$800 million in 2017-18, \$1.7 billion in both 2018-19 and 2019-20, and \$1.8 billion in 2020-21 from a graduated fee at \$25 to \$175 per vehicle.

^{d/} Estimated.

**SCHEDULE 4 AT 2020-21 GOVERNOR'S BUDGET
POSITION AND SALARY COST ESTIMATES**
(Excludes Staff Benefits^{1/})
(Dollars in Thousands)

	Positions			Dollars		
	Actuals 2018-19*	Estimated 2019-20*	Proposed 2020-21*	Actuals 2018-19*	Estimated 2019-20*	Proposed 2020-21*
Executive						
Executive	10,670.4	10,950.9	11,374.9	\$1,010,126	\$1,051,084	\$1,098,500
Business, Consumer Services, and Housing	5,643.7	5,876.3	5,998.5	421,030	451,184	456,940
Transportation	39,670.2	40,316.0	40,406.4	3,850,303	3,985,265	3,999,588
Natural Resources	18,783.2	19,684.6	20,481.7	1,683,724	1,731,871	1,834,664
California Environmental Protection	5,664.4	5,724.6	5,891.4	559,569	578,282	584,268
Health and Human Services	30,058.7	30,435.6	32,048.0	2,571,742	2,370,906	2,724,221
Corrections and Rehabilitation	57,140.4	57,807.8	57,087.1	5,738,548	5,315,522	5,329,335
Education						
K thru 12 Education	2,490.1	2,507.7	2,514.7	193,447	194,129	199,163
Community Colleges/Other	297.8	289.9	305.9	30,746	28,668	29,889
Labor and Workforce Development	10,701.7	10,677.2	10,975.9	748,277	784,866	825,493
Government Operations	19,213.1	19,282.0	19,379.3	1,515,819	1,583,780	1,608,673
General Government	12,583.2	12,276.5	12,553.0	2,702,327	-231,194	1,165,661
SUBTOTAL, EXECUTIVE	212,916.9	215,829.1	219,016.8	\$21,025,658	\$17,844,363	\$19,856,395
Higher Education						
University of California	111,099.8	111,954.1	111,954.1	\$10,588,215	\$10,588,215	\$10,588,215
Hastings College of Law	249.4	255.0	255.0	25,522	25,522	25,522
California State University	50,200.4	51,052.1	51,052.1	3,533,136	3,721,087	3,721,087
SUBTOTAL, HIGHER EDUCATION	161,549.6	163,261.2	163,261.2	\$14,146,873	\$14,334,824	\$14,334,824
Legislative ^{1/}	750.0	754.0	754.0	\$71,518	\$74,868	\$75,635
Judicial	1,773.4	1,734.3	1,760.9	228,672	215,533	222,475
GRAND TOTAL	376,989.9	381,578.6	384,792.9	\$35,472,721	\$32,469,588	\$34,489,329

^{1/} The numbers of positions include 120 legislators and staff at the Legislative Counsel Bureau. The numbers do not include the Legislature's staff or the Legislative Analyst's Office. Certain benefits of the legislators are included in the dollars.

* Numbers may not add or match to other statements due to rounding of budget details.

**SCHEDULE 5A AT 2020-21 GOVERNOR'S BUDGET
STATEMENT OF ESTIMATED ACCOUNTS PAYABLE AND ACCOUNTS RECEIVABLE
GENERAL FUND
(Dollars in Thousands)**

	Actual 2018-19 Fiscal Year Accruals ^{1/}		Estimated 2019-20 Fiscal Year Accruals ^{2/}		Estimated 2020-21 Fiscal Year Accruals ^{2/}		Net accruals June 30, 2021
	Accounts payable June 30, 2019	Net accruals June 30, 2019	Accounts payable June 30, 2020	Net accruals June 30, 2020	Accounts payable June 30, 2021	Net accruals June 30, 2021	
STATE OPERATIONS							
Legislative/Judicial/Executive	\$525,090	\$384,932	\$540,843	\$396,480	\$557,068	\$408,374	\$148,694
Business, Consumer Services, and Housing	8,357	5,464	8,608	5,628	8,866	5,797	3,069
Transportation	277,960	6,294	286,299	6,483	294,888	6,677	288,211
Natural Resources	303,602	146,105	312,710	150,488	322,091	155,003	167,088
California Environmental Protection	1,778,435	1,666,877	1,831,788	1,716,884	1,886,742	1,18,351	1,768,391
Health and Human Services:							
Health Care Services	0	0	0	0	0	0	0
Developmental Services	0	0	0	0	0	0	0
State Hospitals	0	0	0	0	0	0	0
Other Health and Human Services	152,543	140,155	157,119	144,360	161,833	148,691	13,142
Corrections and Rehabilitation	1,257,058	912,070	1,294,770	939,432	1,333,613	967,615	365,998
Education:							
Department of Education	0	0	0	0	0	0	0
University of California	80,314	80,314	82,723	82,723	85,205	85,205	0
California State University	15,549	15,549	16,015	16,015	16,495	16,495	0
Other Education	2,257,278	8,541	2,324,996	8,797	2,394,746	9,061	2,385,685
Government Operations	3,589,554	175,248	3,414,306	3,697,241	3,808,158	185,920	3,622,238
General Government/Labor	2,700,855	4,822,956	2,781,881	4,967,645	2,865,337	5,116,674	-2,251,337
Totals, State Operations	\$12,946,595	\$6,713,322	\$13,334,993	\$6,914,722	\$13,735,042	\$7,122,163	\$6,612,879
LOCAL ASSISTANCE							
Public Schools K-12	\$0	\$0	\$0	\$0	\$0	\$0	\$0
California Community Colleges	0	0	0	0	0	0	0
Other Education	0	0	0	0	0	0	0
Health Care Services (Non-Medi-Cal)	0	0	0	0	0	0	0
Developmental Services	0	0	0	0	0	0	0
State Hospitals	0	0	0	0	0	0	0
Social Services	0	0	0	0	0	0	0
Other Health and Human Services	26,545	6,176	27,341	6,361	28,161	6,552	21,609
Tax Relief	0	0	0	0	0	0	0
Other Local Assistance	8,740	8,374	9,002	8,625	9,272	8,884	388
Totals, Local Assistance	\$35,285	\$14,550	\$36,343	\$14,986	\$37,433	\$15,436	\$21,997
TOTALS, ALL CHARACTERS	\$12,981,880	\$6,727,872	\$13,371,336	\$6,929,708	\$13,772,475	\$7,137,599	\$6,634,876

^{1/} Information per the State Controller's Office. Based upon best available information.

^{2/} 2019-20 and 2020-21 typically assume a 3% growth from the prior fiscal year, except for adjustments due to major one-time issues to conform with budget treatment.

Note: Numbers may not add due to rounding.

**SCHEDULE 5B AT 2020-21 GOVERNOR'S BUDGET
ACTUAL 2018-19 FISCAL YEAR CASH FLOW
GENERAL FUND
(Dollars in Millions)**

	JUL	AUG	SEP	OCT	NOV	DEC	JAN	FEB	MAR	APR	MAY	JUN	TOTAL
BEGINNING CASH BALANCE	\$5,541	\$1,921	\$2,438	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$5,541
RECEIPTS:													
Alcoholic Beverage Excise Tax	\$37	\$29	\$30	\$31	\$6	\$46	\$37	\$18	\$23	\$22	\$50	\$24	\$353
Corporation Tax	446	92	1,303	255	27	2,094	579	258	1,408	3,466	375	3,488	13,793
Cigarette Tax	6	2	6	6	4	6	5	5	5	4	2	9	59
Inheritance, Gift and Estate Taxes	0	0	0	0	0	0	0	0	0	0	0	0	0
Insurance Tax	19	346	267	12	102	519	2	2	174	646	158	473	2,721
Personal Income Tax	5,217	5,936	8,438	5,126	5,956	6,764	16,359	1,393	19,161	19,161	5,186	12,559	98,313
Retail Sales and Use Tax	818	3,501	2,001	1,032	3,519	1,160	1,592	3,760	1,859	799	3,616	1,017	24,674
Income from Pooled Money Investments	34	25	33	69	35	36	62	23	63	67	48	51	544
Transfer from Special Fund for Economic Uncertainties	0	116	72	0	55	2,909	0	0	0	0	0	-101	3,050
Other	90	139	36	132	105	127	232	72	103	124	86	858	2,106
TOTAL, Receipts	\$6,667	\$10,186	\$12,186	\$6,663	\$9,808	\$13,663	\$18,869	\$5,531	\$9,846	\$24,296	\$9,520	\$18,378	\$145,613
DISBURSEMENTS:													
State Operations:													
University of California	\$259	\$298	\$260	\$332	\$295	\$472	\$293	\$308	\$286	\$328	\$541	\$27	\$3,700
Debt Service	-129	553	870	1,027	721	-622	-113	392	676	1,113	410	-67	4,829
Other State Operations	2,954	2,131	2,217	2,849	1,665	2,796	2,216	1,934	1,624	2,645	2,399	1,523	26,953
Social Services	1,257	650	791	897	814	703	298	898	553	896	216	664	8,637
Medi-Cal Assistance for DHCS	-488	2,052	2,804	1,851	1,113	2,148	1,694	1,326	2,756	1,527	1,352	1,636	19,471
Other Health and Human Services	1,004	84	298	780	317	416	308	208	353	359	26	212	4,549
Schools	2,812	3,417	6,529	4,772	4,294	6,491	4,946	4,519	6,170	4,385	4,276	5,956	58,568
Teachers' Retirement	588	0	0	953	0	588	0	0	0	953	0	0	3,082
Transfer to Special Fund for Economic Uncertainties	0	0	0	0	0	0	3,824	0	0	0	0	0	3,824
Transfer to Budget Stabilization Account	0	0	2,671	0	0	5	0	0	0	0	0	0	2,676
Other	2,030	483	3,120	632	526	460	475	571	197	238	185	549	9,466
TOTAL, Disbursements	\$10,287	\$9,669	\$19,559	\$13,795	\$9,745	\$13,458	\$14,125	\$10,156	\$12,615	\$12,443	\$9,404	\$10,499	\$145,755
NET RECEIPTS/(DEFICIT)	-\$3,620	\$517	-\$7,373	-\$7,132	\$63	\$205	\$4,744	-\$4,624	-\$2,770	\$11,853	\$116	\$7,878	-\$142
TEMPORARY LOANS:													
Special Fund for Economic Uncertainties	\$0	\$0	\$1,061	\$40	-\$55	-\$1,047	\$1,981	\$0	\$0	\$0	\$0	-\$1,962	\$0
Budget Stabilization Account	0	0	3,874	7,091	-8	-1,662	-4,202	4,624	1,440	-10,523	-116	-518	0
Other Internal Sources	0	0	0	0	0	2,503	-2,503	0	1,330	-1,330	0	0	0
External Borrowing/RANS	0	0	0	0	0	0	0	0	0	0	0	0	0
TOTAL, Net Temporary Loans	\$0	\$0	\$4,935	\$7,132	-\$63	-\$205	-\$4,744	\$4,624	\$2,770	-\$11,853	-\$116	-\$2,480	\$0
ENDING CASH BALANCE	\$1,921	\$2,438	\$0	-\$0	-\$0	\$0	\$0	-\$0	\$0	\$0	-\$0	\$5,398	\$5,398
AVAILABLE/BORROWABLE RESOURCES:													
Special Fund for Economic Uncertainties	\$1,249	\$1,133	\$1,061	\$1,102	\$1,047	\$1	\$1,962	\$1,962	\$1,962	\$1,962	\$1,962	\$2,063	\$2,063
Budget Stabilization Account	8,486	8,486	11,152	11,152	11,152	9,295	11,157	11,157	11,157	11,157	11,157	11,157	11,157
Other Internal Sources	32,534	31,229	36,511	34,531	34,374	36,831	36,180	37,210	37,603	35,754	35,623	37,888	37,888
External Borrowing/RANS	0	0	0	0	0	0	0	0	0	0	0	0	0
TOTAL, Available/Borrowable Resources	\$42,269	\$40,849	\$48,725	\$46,786	\$46,573	\$46,126	\$49,299	\$50,329	\$50,722	\$48,874	\$48,742	\$51,108	\$51,108
CUMULATIVE LOAN BALANCES:													
Special Fund for Economic Uncertainties	\$0	\$0	\$1,061	\$1,102	\$1,047	\$1	\$1,962	\$1,962	\$1,962	\$1,962	\$1,962	\$0	\$0
Budget Stabilization Account	0	0	3,874	10,965	10,957	9,295	5,093	9,717	11,157	634	518	0	0
Other Internal Sources	0	0	0	0	0	2,503	0	0	1,330	0	0	0	0
External Borrowing/RANS	0	0	0	0	0	0	0	0	0	0	0	0	0
TOTAL, Cumulative Loan Balances	\$0	\$0	\$4,935	\$12,067	\$12,004	\$11,799	\$7,055	\$11,679	\$14,449	\$2,596	\$2,480	\$0	\$0
UNUSED BORROWABLE RESOURCES	\$42,269	\$40,849	\$43,790	\$34,719	\$34,569	\$34,327	\$42,244	\$38,650	\$36,273	\$46,278	\$46,262	\$51,108	\$51,108
CASH AND UNUSED BORROWABLE RESOURCES	\$44,190	\$43,287	\$43,790	\$34,719	\$34,569	\$34,327	\$42,244	\$38,650	\$36,273	\$46,278	\$46,262	\$56,506	\$56,506

Note: Numbers may not add due to rounding.
Source: State Controller's Office

Item No. 14.

**SCHEDULE 5C AT 2020-21 GOVERNOR'S BUDGET
ESTIMATED 2019-20 FISCAL YEAR CASHFLOW**
GENERAL FUND
(Dollars in Millions)

	JUL	AUG	SEP	OCT	NOV	DEC	JAN	FEB	MAR	APR	MAY	JUN	TOTAL
BEGINNING CASH BALANCE	\$5,398												\$5,398
RECEIPTS:													
Alcoholic Beverage Excise Tax	\$47	\$36	\$36	\$32	\$27	\$33	\$31	\$30	\$25	\$32	\$29	\$36	\$394
Corporation Tax	501	279	1,586	286	72	2,734	568	251	1,504	3,174	602	3,662	15,219
Cigarette Tax	8	6	4	4	4	6	5	5	6	4	2	8	60
Inheritance, Gift and Estate Taxes	0	0	0	0	0	0	0	0	0	0	0	0	0
Insurance Tax	26	180	502	33	219	543	2	2	182	675	165	494	3,023
Personal Income Tax	6,274	5,818	8,338	6,434	5,069	8,441	16,839	2,183	4,940	18,418	5,938	13,687	102,379
Retail Sales and Use Tax	2,328	3,384	2,149	1,035	3,003	1,784	1,881	3,969	2,023	851	3,784	1,147	27,118
Income from Pooled Money Investments	76	42	69	89	41	49	50	18	51	48	34	36	603
Transfer from Special Fund for Economic Uncertainties	0	2	0	0	0	0	650	0	0	0	0	0	652
Other	200	143	137	118	88	271	294	208	191	395	274	792	3,111
TOTAL, Receipts	\$9,460	\$9,890	\$12,821	\$8,031	\$8,521	\$13,841	\$20,120	\$6,666	\$8,922	\$23,597	\$10,828	\$19,864	\$152,559
DISBURSEMENTS:													
State Operations:													
University of California	\$274	\$273	\$330	\$301	\$294	\$483	\$440	\$299	\$299	\$299	\$561	\$35	\$3,888
Debt Service	-89	561	713	1,516	473	-383	-127	381	674	952	387	-505	4,553
Other State Operations	10,101	2,457	2,359	3,396	2,295	2,427	2,427	2,196	1,894	3,089	2,628	2,742	38,571
Social Services	1,178	744	1,165	1,268	700	1,166	-157	585	530	977	463	422	9,041
Medi-Cal Assistance for DHCS	2,167	755	2,083	2,049	1,536	2,048	2,067	1,312	2,375	2,587	1,608	2,375	22,962
Other Health Care Services	862	186	565	941	383	487	414	711	755	423	222	174	6,101
Schools	3,109	3,547	6,979	4,667	4,235	6,708	4,527	4,487	6,641	4,556	4,352	6,032	59,840
Teachers' Retirement	643	0	0	1,018	0	643	0	0	0	1,018	0	0	3,323
Transfer to Special Fund for Economic Uncertainties	0	0	0	0	0	0	0	0	0	0	0	0	0
Transfer to Budget Stabilization Account	0	0	2,748	0	0	0	0	0	0	0	0	0	2,748
Other	3,872	1,615	610	1,084	323	122	576	1,009	719	1,088	432	645	12,097
TOTAL, Disbursements	\$22,117	\$10,138	\$17,852	\$16,240	\$10,239	\$14,241	\$10,167	\$10,980	\$13,987	\$14,989	\$10,653	\$11,921	\$163,124
EXCESS RECEIPTS/(DEFICIT)	-\$12,657	-\$249	-\$4,731	-\$8,210	-\$1,718	-\$399	\$9,952	-\$4,314	-\$4,965	\$8,608	\$174	\$7,943	-\$10,565
NET TEMPORARY LOANS:													
Special Fund for Economic Uncertainties	\$2,063	-\$2	\$0	\$0	\$0	\$0	-\$650	\$0	\$0	\$0	\$0	\$0	\$1,412
Budget Stabilization Account	5,196	251	4,731	6,339	0	0	-5,315	4,314	1,001	-4,644	-174	-7,943	3,755
Other Internal Sources	0	0	0	1,870	1,718	399	-3,988	0	3,964	-3,964	0	0	0
Revenue Anticipation Notes	0	0	0	0	0	0	0	0	0	0	0	0	0
TOTAL, Net Temporary Loans	\$7,259	\$249	\$4,731	\$8,209	\$1,718	\$399	-\$9,953	\$4,314	\$4,965	-\$8,608	-\$174	-\$7,943	\$5,167
ENDING CASH BALANCE	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
AVAILABLE/BORROWABLE RESOURCES:													
Special Fund for Economic Uncertainties	\$2,063	\$2,061	\$2,061	\$2,061	\$2,061	\$2,061	\$1,412	\$1,412	\$1,412	\$1,412	\$1,412	\$1,412	\$1,412
Budget Stabilization Account	11,157	11,157	16,516	16,516	16,516	16,516	16,516	16,516	16,516	16,516	16,516	16,516	16,516
Other Internal Sources	39,022	41,491	38,264	36,799	39,354	35,621	32,745	34,031	33,614	34,136	34,938	34,026	34,026
Revenue Anticipation Notes	0	0	0	0	0	0	0	0	0	0	0	0	0
TOTAL, Available/Borrowable Resources	\$52,243	\$54,709	\$56,842	\$55,377	\$57,932	\$54,199	\$50,673	\$51,959	\$51,542	\$52,064	\$52,866	\$51,954	\$51,954
CUMULATIVE LOAN BALANCES:													
Special Fund for Economic Uncertainties	\$2,063	\$2,061	\$2,061	\$2,061	\$2,061	\$2,061	\$1,412	\$1,412	\$1,412	\$1,412	\$1,412	\$1,412	\$1,412
Budget Stabilization Account	5,196	5,446	10,177	16,516	16,516	16,516	11,202	15,516	16,516	11,873	11,698	3,755	3,755
Other Internal Sources	0	0	0	1,870	3,588	3,988	0	0	3,964	0	0	0	0
Revenue Anticipation Notes	0	0	0	0	0	0	0	0	0	0	0	0	0
TOTAL, Cumulative Loan Balances	\$7,259	\$7,508	\$12,238	\$20,448	\$22,166	\$22,566	\$12,613	\$16,927	\$21,892	\$13,284	\$13,110	\$5,167	\$5,167
UNUSED BORROWABLE RESOURCES	\$44,983	\$47,202	\$44,603	\$34,929	\$35,765	\$31,633	\$38,060	\$35,032	\$29,650	\$38,780	\$39,756	\$46,787	\$46,787
Cash and Unused Borrowable Resources	\$44,983	\$47,202	\$44,603	\$34,929	\$35,765	\$31,633	\$38,060	\$35,032	\$29,650	\$38,780	\$39,756	\$46,787	\$46,787

Note: Numbers may not add due to rounding.

**SCHEDULE 5D AT 2020-21 GOVERNOR'S BUDGET
ESTIMATED 2020-21 FISCAL YEAR CASHFLOW
GENERAL FUND
(Dollars in Millions)**

	JUL	AUG	SEP	OCT	NOV	DEC	JAN	FEB	MAR	APR	MAY	JUN	TOTAL
BEGINNING CASH BALANCE	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
RECEIPTS:													
Alcoholic Beverage Excise Tax	\$46	\$27	\$34	\$35	\$27	\$33	\$32	\$30	\$25	\$32	\$30	\$38	\$389
Corporation Tax	533	278	1,463	296	259	3,003	553	245	1,705	3,278	641	3,727	15,981
Cigarette Tax	6	2	6	6	4	6	5	5	5	4	2	7	58
Inheritance, Gift and Estate Taxes	0	0	0	0	0	0	0	0	0	0	0	0	0
Insurance Tax	22	397	306	14	117	595	3	2	199	740	181	541	3,117
Personal Income Tax	6,082	6,209	8,825	7,516	5,267	8,751	17,520	2,107	4,789	16,799	6,099	14,124	104,088
Retail Sales and Use Tax	2,380	3,540	2,262	117	3,097	1,856	1,724	4,170	2,081	875	3,899	1,186	27,187
Income from Pooled Money Investments	65	36	59	65	34	34	47	17	47	45	32	34	514
Transfer from Special Fund for Economic Uncertainties	0	0	0	0	0	0	0	0	0	0	0	0	0
Other	207	185	137	176	912	190	244	173	161	325	181	780	3,671
TOTAL, Receipts	\$9,341	\$10,674	\$13,092	\$8,225	\$9,716	\$14,468	\$20,128	\$6,749	\$9,012	\$22,098	\$11,065	\$20,437	\$153,005
DISBURSEMENTS:													
State Operations:													
University of California	\$348	\$324	\$324	\$324	\$324	\$551	\$324	\$324	\$324	\$324	\$634	\$4	\$4,129
Debt Service	-103	568	725	1,542	478	-491	-129	399	705	1,025	415	-468	4,666
Other State Operations	3,713	2,342	2,497	3,128	1,766	3,110	2,443	2,408	1,681	2,970	2,629	2,694	31,381
Social Services	1,365	734	818	1,084	857	733	240	714	781	1,015	489	854	9,684
Medi-Cal Assistance for DHCS	2,265	1,764	2,462	2,217	1,798	2,451	2,651	1,699	2,720	1,524	1,636	2,629	25,816
Other Health Care Services	773	93	112	789	944	469	381	754	806	436	202	173	5,530
Schools	2,832	3,268	6,435	4,364	5,338	6,753	4,630	4,629	6,698	4,603	5,919	6,600	62,069
Teachers' Retirement	704	0	0	1,091	0	704	0	0	0	1,091	0	1	3,591
Transfer to Special Fund for Economic Uncertainties	0	0	0	0	0	0	229	0	0	0	0	0	229
Transfer to Budget Stabilization Account	0	0	1,461	0	0	747	0	0	0	0	0	0	1,461
Other	1,592	670	1,240	684	367	747	437	175	560	303	277	478	7,531
TOTAL, Disbursements	\$13,489	\$9,763	\$16,074	\$15,223	\$11,472	\$15,027	\$11,206	\$11,102	\$14,275	\$13,291	\$12,201	\$12,963	\$156,087
EXCESS RECEIPTS/(DEFICIT)	-\$4,148	\$911	-\$2,982	-\$6,998	-\$1,755	-\$559	\$8,923	-\$4,354	-\$5,263	\$8,807	-\$1,136	\$7,474	-\$1,081
NET TEMPORARY LOANS:													
Special Fund for Economic Uncertainties	\$0	\$0	\$0	\$0	\$0	\$0	\$229	\$0	\$0	\$0	\$0	\$0	\$229
Budget Stabilization Account	4,148	-911	2,982	6,998	1,005	0	-7,843	4,354	3,489	-7,033	1,136	-7,474	852
Other Internal Sources	0	0	0	0	750	559	-1,309	0	1,774	-1,774	0	0	0
Revenue Anticipation Notes	0	0	0	0	0	0	0	0	0	0	0	0	0
TOTAL, Net Temporary Loans	\$4,148	-\$911	\$2,982	\$6,998	\$1,755	\$559	-\$8,923	\$4,354	\$5,263	-\$8,807	\$1,136	-\$7,474	\$1,081
ENDING CASH BALANCE	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
AVAILABLE/BORROWABLE RESOURCES:													
Special Fund for Economic Uncertainties	\$1,412	\$1,412	\$1,412	\$1,412	\$1,412	\$1,412	\$1,641	\$1,641	\$1,641	\$1,641	\$1,641	\$1,641	\$1,641
Budget Stabilization Account	16,516	16,516	17,977	17,977	17,977	17,977	17,977	17,977	17,977	17,977	17,977	17,977	17,977
Other Internal Sources	33,818	36,621	36,377	35,932	35,881	35,160	35,598	36,085	35,910	35,574	35,725	34,535	34,535
Revenue Anticipation Notes	0	0	0	0	0	0	0	0	0	0	0	0	0
TOTAL, Available/Borrowable Resources	\$51,746	\$54,549	\$55,766	\$55,321	\$55,270	\$54,549	\$55,216	\$55,703	\$55,528	\$55,192	\$55,343	\$54,153	\$54,153
CUMULATIVE LOAN BALANCES:													
Special Fund for Economic Uncertainties	\$1,412	\$1,412	\$1,412	\$1,412	\$1,412	\$1,412	\$1,641	\$1,641	\$1,641	\$1,641	\$1,641	\$1,641	\$1,641
Budget Stabilization Account	7,903	6,992	9,974	16,972	17,977	17,977	10,135	14,468	17,977	10,945	12,081	4,607	4,607
Other Internal Sources	0	0	0	0	750	1,309	0	1,774	0	0	0	0	0
Revenue Anticipation Notes	0	0	0	0	0	0	0	0	0	0	0	0	0
TOTAL, Cumulative Loan Balances	\$9,314	\$8,404	\$11,386	\$18,384	\$20,139	\$20,698	\$11,776	\$16,129	\$21,392	\$12,566	\$13,722	\$6,248	\$6,248
UNUSED BORROWABLE RESOURCES	\$42,432	\$46,145	\$44,380	\$36,937	\$35,131	\$33,851	\$43,441	\$39,574	\$34,136	\$42,607	\$41,621	\$47,905	\$47,905
Cash and Unused Borrowable Resources	\$42,432	\$46,145	\$44,380	\$36,937	\$35,131	\$33,851	\$43,441	\$39,574	\$34,136	\$42,607	\$41,621	\$47,905	\$47,905

Note: Numbers may not add due to rounding.

SCHEDULE 6 AT 2020-21 GOVERNOR'S BUDGET
SUMMARY OF STATE POPULATION, EMPLOYEES, AND EXPENDITURES

Year	Population ^{1/}		Employees per 1,000 Population	Personal Income ^{3/} (Billions)	Revenue		Expenditures		Expenditures per Capita		Expenditures per \$100 of Personal Income	
	(Thousands)	Employees ^{2/}			General Fund	Total	General Fund ^{4/}	Total ^{5/}	General Fund ^{4/}	Total ^{5/}	General Fund ^{4/}	Total ^{5/}
1950-51	10,643	61,000	5.7	\$20.0	\$672	\$994	\$587	\$1,006	\$55.15	\$94.52	\$2.94	\$5.03
1951-52	11,130	63,860	5.7	23.1	734	1,086	635	1,068	57.05	95.96	2.75	4.62
1952-53	11,638	65,720	5.6	25.7	774	1,151	714	1,177	61.35	101.13	2.78	4.58
1953-54	12,101	69,928	5.8	27.5	798	1,271	809	1,381	66.85	114.12	2.94	5.02
1954-55	12,517	74,099	5.9	28.4	879	1,434	852	1,422	68.07	113.61	3.00	5.01
1955-56	13,004	77,676	6.0	31.3	1,005	1,578	923	1,533	70.98	117.89	2.95	4.90
1956-57	13,581	88,289	6.5	34.2	1,079	1,834	1,030	1,732	75.84	127.53	3.01	5.06
1957-58	14,177	98,015	6.9	36.8	1,111	1,751	1,147	1,891	80.91	133.39	3.12	5.14
1958-59	14,741	101,982	6.9	38.6	1,210	1,925	1,246	1,932	84.53	131.06	3.23	5.01
1959-60	15,288	108,423	7.1	42.4	1,491	2,198	1,435	2,086	93.86	136.45	3.38	4.92
1960-61	15,863	115,737	7.3	44.8	1,598	2,338	1,678	2,525	105.78	159.18	3.75	5.64
1961-62	16,412	122,339	7.5	47.5	1,728	2,451	1,697	2,406	103.40	146.60	3.57	5.07
1962-63	16,951	128,981	7.6	51.3	1,866	2,668	1,881	2,703	110.97	159.46	3.67	5.27
1963-64	17,530	134,721	7.7	54.8	2,137	3,057	2,064	3,182	117.74	181.52	3.77	5.81
1964-65	18,026	143,896	8.0	59.4	2,245	3,295	2,345	3,652	130.09	202.60	3.95	6.15
1965-66	18,464	151,199	8.2	63.4	2,509	3,581	2,580	4,059	139.73	219.83	4.07	6.40
1966-67	18,831	158,404	8.4	68.9	2,895	4,073	3,017	4,659	160.21	247.41	4.38	6.76
1967-68	19,175	162,677	8.5	74.2	3,682	4,927	3,273	5,014	170.69	261.49	4.41	6.76
1968-69	19,432	171,655	8.8	81.4	4,136	5,450	3,909	5,673	201.16	291.94	4.80	6.97
1969-70	19,745	179,583	9.1	89.3	4,330	5,743	4,456	6,302	225.68	319.17	4.99	7.06
1970-71	20,039	181,581	9.1	96.1	4,534	5,919	4,854	6,556	242.23	327.16	5.05	6.82
1971-72	20,346	181,912	8.9	102.3	5,395	6,897	5,027	6,684	247.08	328.52	4.91	6.53
1972-73	20,585	188,460	9.2	112.2	5,780	7,366	5,616	7,422	272.82	360.55	5.01	6.61
1973-74	20,869	192,918	9.2	124.0	6,978	8,715	7,299	9,311	349.75	446.16	5.89	7.51
1974-75	21,174	203,548	9.6	138.8	8,630	10,405	8,349	10,276	394.30	485.31	6.02	7.40
1975-76	21,538	206,361	9.6	153.7	9,639	11,567	9,518	11,452	441.92	531.71	6.19	7.45
1976-77	21,936	213,795	9.7	171.9	11,381	13,463	10,467	12,632	477.16	575.86	6.09	7.35
1977-78	22,352	221,251	9.9	191.6	13,695	15,962	11,686	14,003	522.82	626.48	6.10	7.31
1978-79	22,836	218,530	9.6	218.6	15,219	17,711	16,251	18,745	711.64	820.85	7.43	8.58
1979-80	23,257	220,193	9.5	249.3	17,985	20,919	18,534	21,488	796.92	923.94	7.43	8.62
1980-81	23,782	225,567	9.5	283.9	19,023	22,104	21,105	24,511	887.44	1,030.65	7.43	8.63
1981-82	24,278	228,813	9.4	319.2	20,960	23,601	21,693	25,022	893.53	1,030.65	6.80	7.84
1982-83	24,805	228,489	9.2	341.1	21,233	24,291	21,751	25,330	876.88	1,021.17	6.38	7.43
1983-84	25,337	226,695	8.9	368.2	23,809	27,626	22,869	26,797	902.59	1,057.62	6.21	7.28
1984-85	25,816	229,845	8.9	411.3	26,536	31,570	25,722	30,961	996.36	1,199.30	6.25	7.53
1985-86	26,403	229,641	8.7	443.6	28,072	33,558	28,841	34,977	1,092.34	1,324.74	6.50	7.88
1986-87	27,052	232,927	8.6	475.0	32,519	37,767	31,469	38,079	1,163.28	1,407.62	6.63	8.02
1987-88	27,717	237,761	8.6	512.4	32,534	38,773	33,021	40,452	1,191.36	1,459.47	6.44	7.89
1988-89	28,393	248,173	8.7	555.5	36,853	43,322	35,897	44,634	1,264.29	1,572.01	6.46	8.03
1989-90	29,142	254,589	8.7	597.5	38,750	46,453	39,456	48,594	1,353.92	1,667.49	6.60	8.13
1990-91	29,828	260,622	8.7	640.5	38,214	47,024	40,264	51,446	1,349.87	1,724.76	6.29	8.03
1991-92	30,459	261,713	8.6	662.3	42,026	53,117	43,327	56,280	1,422.47	1,847.73	6.54	8.50
1992-93	30,987	260,939	8.4	695.0	40,946	52,526	40,948	56,480	1,321.46	1,822.70	5.89	8.13
1993-94	31,314	265,035	8.5	711.3	40,095	52,384	38,958	53,083	1,244.11	1,695.18	5.48	7.46
1994-95	31,524	269,004	8.5	738.3	42,710	54,942	41,961	54,613	1,331.08	1,732.43	5.68	7.40
1995-96	31,712	271,076	8.5	776.5	46,296	59,266	45,393	59,870	1,431.41	1,887.93	5.85	7.71
1996-97	31,963	271,966	8.5	825.7	49,220	62,831	49,088	64,523	1,535.78	2,018.68	5.95	7.81
1997-98	32,453	264,551	8.2	879.2	54,973	69,424	52,874	68,528	1,629.25	2,111.61	6.01	7.79
1998-99	32,863	282,860	8.6	963.1	58,615	74,281	57,827	75,260	1,759.64	2,290.11	6.00	7.81
1999-00	33,419	296,076	8.9	1,027.7	71,931	87,536	66,494	84,864	1,989.71	2,539.39	6.47	8.26
2000-01	34,001	311,239	9.2	1,135.3	71,428	88,419	78,053	96,382	2,295.61	2,834.68	6.88	8.49
2001-02	34,513	322,277	9.3	1,174.5	72,239	89,780	76,752	99,220	2,223.86	2,874.86	6.53	8.45
2002-03	34,938	321,394	9.2	1,193.4	80,564	95,794	77,482	106,779	2,217.70	3,056.24	6.49	8.95
2003-04	35,389	316,860	9.0	1,244.4	76,774	96,365	78,345	104,223	2,213.82	2,945.07	6.30	8.38
2004-05	35,753	313,684	8.8	1,321.6	82,209	104,462	79,604	107,591	2,232.09	3,009.29	6.04	8.14
2005-06	35,986	317,593	8.8	1,396.2	93,427	118,331	91,592	119,612	2,545.21	3,323.85	6.56	8.57
2006-07	36,247	335,384	9.3	1,499.5	95,415	120,663	101,413	129,968	2,797.83	3,585.62	6.76	8.67
2007-08	36,553	343,118	9.4	1,564.4	102,574	127,194	102,986	138,065	2,817.44	3,777.12	6.58	8.83
2008-09	36,856	350,609	9.5	1,596.3	82,772	106,319	90,940	122,386	2,467.44	3,320.65	5.70	7.67
2009-10	37,077	345,777	9.3	1,536.4	87,041	109,989	87,237	117,001	2,352.86	3,155.62	5.68	7.62
2010-11	37,339	371,959	10.0	1,579.1	93,489	122,463	91,549	130,981	2,451.83	3,507.89	5.80	8.29
2011-12	37,676	356,808	9.5	1,683.2	87,071	116,792	86,404	126,361	2,293.34	3,353.89	5.13	7.51
2012-13	38,038	346,321	9.1	1,805.2	99,915	137,242	96,562	141,001	2,538.57	3,708.85	5.35	7.81
2013-14	38,370	353,979	9.2	1,856.6	102,675	142,860	99,838	142,810	2,601.98	3,721.92	5.38	7.69
2014-15	38,729	360,859	9.3	1,939.5	111,318	157,875	112,974	160,294	2,917.04	4,138.86	5.82	8.26
2015-16	39,060	350,880	9.0	2,103.7	115,500	161,759	113,984	160,209	2,918.18	4,101.61	5.42	7.62
2016-17	39,321	361,743	9.2	2,212.7	119,982	167,036	119,291	165,880	3,033.77	4,218.61	5.39	7.50
2017-18	39,612	368,520	9.3	2,364.1	131,116	188,115	124,756	177,316	3,149.45	4,478.32	5.28	7.50
2018-19	39,818	376,990	9.5	2,514.1	139,379	200,974	141,861	205,607	3,562.74	5,163.67	5.64	8.18
2019-20	39,959	381,579	9.5	2,633.9	146,486	209,358	149,749	217,062	3,747.57	5,432.12	5.69	8.24
2020-21	40,158	384,793	9.6	2,757.0	151,635	211,931	153,083	222,193	3,812.02	5,532.97	5.55	8.06

^{1/}Population as of July 1, the beginning of the fiscal year.
^{2/}Beginning with the 2010-11 fiscal year, "employees" displays latest authorized/proposed number of positions, as opposed to prior years that show personnel years.
^{3/}Only the last three fiscal years have been updated.
^{4/}Includes Special Accounts in General Fund from 1973-74 to 1976-77.
^{5/}Expenditures include payments from General Fund, Special Funds and Selected Bond Funds beginning in 1963-64.

**SCHEDULE 8 AT 2020-21 GOVERNOR'S BUDGET
COMPARATIVE STATEMENT OF REVENUES
(Dollars in Thousands)**

Sources	Actuals 2018-19			Estimated 2019-20			Estimated 2020-21		
	General Fund	Special Funds	Total	General Fund	Special Funds	Total	General Fund	Special Funds	Total
MAJOR TAXES AND LICENSES									
4110200-Excise Tax - Beer and Wine	\$167,273	-	\$167,273	\$168,398	-	\$168,398	\$169,516	-	\$169,516
4110250-Excise Tax - Spirits	210,389	-	210,389	214,669	-	214,669	218,989	-	218,989
4110300-Cannabis Excise & Cultivation Tax	-	298,957	298,957	-	479,055	479,055	550,372	-	550,372
4110400-Cigarette Tax	61,894	2,015,330	2,077,224	59,923	1,944,962	2,004,885	1,937,735	-	1,937,735
4110800-Corporation Tax	14,062,543	-	14,062,543	15,304,879	-	15,304,879	16,006,932	-	16,006,932
4110900-Identification Card Fees	-	32,547	32,547	-	32,692	32,692	-	32,838	32,838
4113400-Insurance Gross Premiums Tax	2,722,787	-	2,722,787	3,022,936	-	3,022,936	3,116,772	-	3,116,772
4113600-Jet Fuel Tax	-	3,369	3,369	-	3,229	3,229	-	3,196	3,196
4113800-Lien Sale Application Fees	-	1,071	1,071	-	1,071	1,071	-	1,071	1,071
4114000-Mobilehome In-Lieu Tax	313	1,888	2,201	238	1,888	2,126	163	1,888	2,051
4115000-Motor Vehicles - Driver's License Fees	1	338,007	338,008	-	381,948	381,948	-	385,767	385,767
4115100-Motor Vehicles - Fuel Tax (Diesel)	-	1,124,876	1,124,876	-	1,209,286	1,209,286	-	1,261,187	1,261,187
4115200-Motor Vehicles - Fuel Tax (Gasoline)	-	6,432,835	6,432,835	-	7,169,409	7,169,409	-	7,533,173	7,533,173
4115300-Motor Vehicles - License (In-Lieu) Fees	2	2,935,170	2,935,172	-	3,014,905	3,014,905	-	3,104,186	3,104,186
4115400-Motor Vehicles - Registration Fees	-	4,599,275	4,599,275	-	4,761,792	4,761,792	-	4,942,100	4,942,100
4115450-Transportation Improvement Fee	-	1,666,256	1,666,256	-	1,534,739	1,534,739	-	1,642,420	1,642,420
4115460-Road Improvement Fee (Zero Emission Vehicles)	-	-	-	-	-	-	-	10,899	10,899
5600-Motor Vehicles - Other Fees	-	266,559	266,559	-	275,061	275,061	-	282,701	282,701
6200-Personal Income Tax	98,599,337	2,358,678	100,958,015	101,681,968	-	104,082,332	102,877,717	-	105,253,849
7000-Retail Sales and Use Tax	26,127,759	925,818	27,053,577	27,185,012	916,246	28,101,258	28,242,790	964,441	29,207,231
7400-Retail Sales and Use Tax - 2011 Alignment	-	7,156,787	7,156,787	-	7,498,144	7,498,144	-	7,800,647	7,800,647
7800-Retail Sales and Use Tax - 1991 Alignment	-	3,671,203	3,671,203	-	3,855,237	3,855,237	-	3,987,242	3,987,242
TOTALS, MAJOR TAXES AND LICENSES	\$141,952,288	\$33,830,626	\$175,782,924	\$147,638,023	\$35,480,028	\$183,118,051	\$150,690,907	\$36,817,995	\$187,508,902
MINOR REVENUES									
REGULATORY TAXES AND LICENSES									
4120000-Beverage Container Redemption Fees	-	1,345,701	1,345,701	-	1,352,912	1,352,912	-	1,342,867	1,342,867
4120400-Building Construction Filing Fees (Physically Handicapped)	-	5,609	5,609	-	18,893	18,893	-	18,935	18,935
4120600-Candidate Filing Fee	120	-	120	52	-	52	95	-	95
4120700-Cannabis Licensing Fees	-	15,251	15,251	-	-	-	-	-	-
4120800-Corporation Fees - Domestic Corporations	-	10,990	10,990	-	10,265	10,265	-	10,265	10,265
4121000-Corporation Fees - Foreign Corporations	-	1,254	1,254	-	1,294	1,294	-	1,294	1,294
4121200-Delinquent Fees	-	8,073	8,073	-	8,447	8,447	-	8,791	8,791
4121600-Elevator and Boiler Inspection Fees	-	25,570	25,570	-	29,052	29,052	-	29,052	29,052
4121800-Employment Agency Filing Fees	-	548	548	-	548	548	-	548	548
4122000-Employment Agency License Fees	-	6,406	6,406	-	5,936	5,936	-	5,781	5,781
4122200-Energy Resources Surcharge	-	575,885	575,885	-	709,154	709,154	-	708,116	708,116
4122400-Environmental and Hazardous Waste Fees	-	54,920	54,920	-	55,101	55,101	-	55,353	55,353
4122800-Filing Financing Statements	-	2,358	2,358	-	2,476	2,476	-	2,476	2,476
4123000-Fish and Game - Licenses, Tags, and Permits	-	113,624	113,624	-	112,710	112,710	-	116,795	116,795
4123200-Fish and Game - Taxes	-	2,406	2,406	-	2,484	2,484	-	2,484	2,484
4123400-Genetic Disease Testing Fees	-	133,169	133,169	-	133,052	133,052	-	148,326	148,326

Item No. 14.

**SCHEDULE 8 AT 2020-21 GOVERNOR'S BUDGET
COMPARATIVE STATEMENT OF REVENUES
(Dollars in Thousands)**

Sources	Actuals 2018-19			Estimated 2019-20			Estimated 2020-21		
	General Fund	Special Funds	Total	General Fund	Special Funds	Total	General Fund	Special Funds	Total
4123720-Horse Racing Licenses	987	14,503	15,490	987	14,791	15,778	987	16,800	17,787
4123740-Horse Racing Miscellaneous	5	-	5	5	-	5	5	-	5
4123800-Industrial Homework Fees	-	1	1	-	1	1	-	1	1
4124000-Insurance Company - Examination Fees	-	25,048	25,048	-	24,719	24,719	-	28,932	28,932
4124200-Insurance Company - License Fees and Penalties	-	59,504	59,504	-	69,112	69,112	-	70,943	70,943
4124400-Insurance Company - General Fees	-	34,883	34,883	-	38,493	38,493	-	38,650	38,650
4124600-Insurance Company - Proposition 103 Fees	-	33,822	33,822	-	35,253	35,253	-	37,695	37,695
4124800-Insurance Fraud Assessment - Automobile	-	53,013	53,013	-	53,748	53,748	-	54,366	54,366
4125000-Insurance Fraud Assessment - General	-	13,994	13,994	-	13,802	13,802	-	14,050	14,050
4125200-Insurance Fraud Assessment - Workers Compensation	-	66,894	66,894	-	72,644	72,644	-	78,508	78,508
4125400-Liquor License Fees	-	66,748	66,748	-	84,793	84,793	-	92,549	92,549
4125600-New Motor Vehicle Dealer License Fee	-	1,823	1,823	-	1,959	1,959	-	1,959	1,959
4125800-Notary Public License Fees	-	960	960	-	1,333	1,333	-	1,333	1,333
4126000-Off Highway Vehicle Fees	-	21,316	21,316	-	22,574	22,574	-	22,500	22,500
4126200-Private Rail Car Tax	9,936	-	9,936	9,015	-	9,015	9,015	-	9,015
4126400-Processing Fee	-	456	456	-	369	369	-	369	369
6600-Public Utilities Commission - Quarterly	-	194,185	194,185	-	352,200	352,200	-	269,500	269,500
6800-Public Utilities Commission - Penalties Quarterly Fees	-	1	1	-	2	2	-	2	2
7000-Real Estate - Examination Fees	-	4,333	4,333	-	4,161	4,161	-	4,161	4,161
7200-Real Estate - License Fees	-	38,672	38,672	-	39,533	39,533	-	41,100	41,100
7300-Refinery Fees	-	4,293	4,293	-	4,293	4,293	-	4,293	4,293
7400-Renewal Fees	-	334,638	334,638	-	390,871	390,871	-	424,112	424,112
4128000-Subdivision Filing Fees	-	8,788	8,788	-	8,328	8,328	-	8,328	8,328
4128400-Teacher Credential Fees	-	26,352	26,352	-	26,484	26,484	-	26,616	26,616
4128600-Teacher Examination Fees	-	5,395	5,395	-	5,421	5,421	-	5,449	5,449
4128740-Trailer Coach License (In Lieu) Fees	31,975	-	31,975	34,989	-	34,989	38,287	-	38,287
4129000-Other Fees and Licenses	-	24,220	24,220	-	28,540	28,540	-	30,429	30,429
4129200-Other Regulatory Fees	1,183	7,796,879	7,798,062	1,558	8,976,173	8,977,731	1,558	7,146,681	7,148,239
4129400-Other Regulatory Licenses and Permits	5,644	795,776	801,420	4,944	844,917	849,861	4,945	914,207	919,152
4129600-Other Regulatory Taxes	-	146,022	146,022	-	156,194	156,194	-	156,451	156,451
Totals, REGULATORY TAXES AND LICENSES	\$49,850	\$12,074,283	\$12,124,133	\$51,550	\$13,713,032	\$13,764,582	\$54,892	\$11,941,067	\$11,995,959
REVENUE FROM LOCAL AGENCIES									
4130000-Architecture Public Building Fees	-	101,865	101,865	-	89,694	89,694	-	98,477	98,477
4131000-Crimes of Public Offense Fines	58	17,093	17,093	58	10,000	10,058	58	10,000	10,058
4131500-Felony Conviction Penalties	-	47,383	47,383	-	50,000	50,000	-	50,000	50,000
4132000-Fingerprint Identification Card Fees	-	97,482	97,482	-	97,482	97,482	-	97,482	97,482
4132500-Fish and Game Fines	-	513	513	-	513	513	-	513	513
4133000-Fish and Game Fines - Additional Assessments	-	57	57	-	57	57	-	57	57
4134000-Local Agencies - Interest on Loans	-	458	458	-	416	416	-	380	380
4134500-Local Agencies - Cost Recoveries	26,299	14,105	40,404	26,299	14,105	40,404	26,299	14,105	40,404
4135000-Local Agencies - Miscellaneous Revenue	164,893	1,285,020	1,449,913	165,143	1,504,223	1,669,366	160,431	949,931	1,110,3
4135500-Narcotic Fines	2,092	-	2,092	1,000	-	1,000	1,000	-	1,000
4136000-Open Space Cancellation Fee Deferred Taxes	632	5,456	6,088	-	3,300	3,300	-	3,300	3,300

Item No. 14.

**SCHEDULE 8 AT 2020-21 GOVERNOR'S BUDGET
COMPARATIVE STATEMENT OF REVENUES
(Dollars in Thousands)**

Sources	Actuals 2018-19		Estimated 2019-20		Estimated 2020-21		Total
	General Fund	Special Funds	General Fund	Special Funds	General Fund	Special Funds	
4136500-Traffic Violation Penalties							
Totals, REVENUE FROM LOCAL AGENCIES	\$193,974	\$1,569,396	\$176,370	\$1,769,790	\$1,962,290	\$1,224,245	\$1,412,033
SERVICES TO THE PUBLIC							
4140000-Document Sales	133	8,055	8,188	7,864	8,044	160	8,168
4140500-Emergency Telephone User's Surcharge		60,141	60,141	115,210	115,210		170,278
4142500-License Plate Fees - Personalized Plates		75,870	75,870	75,046	75,046		75,043
4143000-Medicare Receipts - Federal Government	3,274		3,274		3,423	2,170	2,170
4143500-Miscellaneous Services to the Public	1,324	200,556	201,880	212,697	213,840	4,108	221,448
4144000-Parental Fees		2,641	2,641	2,637	2,637		2,687
4144500-Parking Lot Revenues		13,723	13,723	13,551	13,551		14,197
4145000-Pay Patients Board Charges	1,520	2	1,522		1,659	557	557
4145500-Secretary of State - Fees	150	39,582	39,732	42,613	42,787	166	44,069
4146000-State Beach and Park Service Fees		124,158	124,158	129,343	129,343		129,343
Totals, SERVICES TO THE PUBLIC	\$6,401	\$524,728	\$531,129	\$598,981	\$605,540	\$7,161	\$667,999
USE OF PROPERTY AND MONEY							
4150000-Geothermal Resources Well Fees		4,055	4,055	3,722	3,722		3,722
4150500-Interest Income - Interfund Loans	31	16,053	16,084	993	993		132
1000-Interest Income - Other Loans	1,216	5,676	6,892	10,512	11,706	1,171	8,389
1500-Miscellaneous Revenue - Use of Property and Money	1,465	23,958	25,423	20,897	22,768	1,871	22,729
2000-Oil and Gas Leases - 1 Percent Revenue, Cities, and Counties	335		335		305	261	261
2500-Rental of State Property	18,838	72,763	91,601	65,272	85,182	19,913	86,689
4000-Royalties - Federal Land		29,861	29,861	30,026	30,026		30,205
4155000-Royalties - State Lands	139,732		139,732		125,688	86,081	86,081
Totals, USE OF PROPERTY AND MONEY	\$161,617	\$162,366	\$373,983	\$131,422	\$280,390	\$109,297	\$238,208
INVESTMENT INCOME							
4160000-Investment Income - Condemnation Deposits Fund		430	430	214	214		230
4161000-Investment Income - Other		924	924	263	263		263
4162000-Investment Income - Pooled Money Investments	647,597	356	647,953	356	573,875	514,178	514,534
4163000-Investment Income - Surplus Money Investments	24,529	496,497	521,026	455,455	479,984	24,529	463,646
Totals, INVESTMENT INCOME	\$672,126	\$498,207	\$1,170,333	\$456,288	\$1,054,336	\$538,707	\$978,673
MISCELLANEOUS							
4170100-Abandoned Property Revenue	455,380		455,380		443,036	432,098	432,098
4170400-Capital Asset Sales Proceeds		494	494	789	789		1,689
4170600-Carbon Allowances Auction Proceeds		3,207,446	3,207,446	2,386,000	2,386,000		2,490,000
4170700-Civil and Criminal Violation Assessment	583	130,790	131,373	140,351	140,951	300	142,221
4170800-Confiscated Property Sales	8,219	9	8,228	9	8,364	8,355	8,364
4171000-Cost Recoveries - Delinquent Receivables		342	342	367	10,643	10,276	10,643
4171100-Cost Recoveries - Other	44,866	163,563	208,429	157,891	1,207,716	851,580	1,207,716
4171200-Court Filing Fees and Surcharges	3	561,661	561,664	584,170	584,181	11	585,561
4171300-Donations		10,681	10,681	6,238	6,238		6,050
4171400-Escheat - Unclaimed Checks, Warrants, Bonds, and Coupons	68,347	9,152	77,499	8,473	74,708	66,205	74,688
4171500-Escheat - Unclaimed Property		2	2	14	14		14
41716-External Revenue		1,000	1,000	1,000	1,000		1,000

**SCHEDULE 8 AT 2020-21 GOVERNOR'S BUDGET
COMPARATIVE STATEMENT OF REVENUES
(Dollars in Thousands)**

Sources	Actuals 2018-19			Estimated 2019-20			Estimated 2020-21		
	General Fund	Special Funds	Total	General Fund	Special Funds	Total	General Fund	Special Funds	Total
4172000-Fines and Forfeitures	1,914	189,648	191,562	2,393	195,026	197,419	2,393	191,773	194,166
4172200-Fine and Penalties - Horse Racing	229	-	229	229	-	229	229	-	229
4172400-Forest Product Sales	-	46,000	46,000	-	46,000	46,000	-	46,000	46,000
4172500-Miscellaneous Revenue	92,389	573,099	665,488	45,885	2,106,481	2,152,346	44,115	2,147,487	2,191,602
4172600-Miscellaneous Tax Revenue	-	2,455,615	2,455,615	-	640,548	640,548	-	-	-
4172800-Parking Violations	17,370	18,961	36,331	17,096	4,591	21,687	17,096	4,591	21,687
4172900-Penalty Assessments - Criminal Fines	-	167,929	167,929	-	155,623	155,623	-	144,191	144,191
4173000-Penalty Assessments - Other	72,398	198,246	270,644	103,261	274,382	377,643	365,224	204,026	569,250
4173100-Personal Income Tax - Penalties and Interest	-	23,598	23,598	-	23,598	23,598	-	23,598	23,598
4173200-Proceeds from Estates of Deceased Persons	301	-	301	244	-	244	-	-	244
4173400-Settlements and Judgments - Anti-Trust Actions (Attorney General)	-	4,800	4,800	-	5,903	5,903	-	12,055	12,055
4173500-Settlements and Judgments - Other	19,379	60,123	79,502	10,018	56,707	66,725	10,018	60,007	70,025
4173600-State Public Land Sales	-	42,406	42,406	-	41,055	41,055	-	44,639	44,639
4173900-Tribal Gaming Revenues	-	31,349	31,349	-	30,018	30,018	-	28,514	28,514
4174100-Unemployment and Disability Insurance Contributions - Penalties and Inle	4,384	49,833	54,217	5,009	50,315	55,324	5,009	58,265	63,274
4174200-Uninsured Motorist Fees	-	135,827	135,827	-	146,160	146,160	-	140,900	140,900
0000-Cash Adjustment for Transportation ds (SAL I)	730	191	921	746	191	937	746	191	937
0050-Cash Adjustment for Transportation ds (SAL E)	-	470,873	470,873	-	100,888	100,888	-	833,474	833,474
TOTALS, MINOR REVENUES	\$786,492	\$8,491,027	\$9,277,519	\$1,762,899	\$7,122,514	\$8,885,413	\$1,813,899	\$7,315,080	\$9,128,979
TOTALS, REVENUES	\$1,870,460	\$23,310,007	\$25,180,467	\$2,760,524	\$23,792,027	\$26,552,551	\$2,711,744	\$21,710,068	\$24,421,812
TRANSFERS AND LOANS	\$143,822,758	\$57,140,633	\$200,963,391	\$150,398,547	\$59,272,055	\$209,670,602	\$153,402,651	\$58,528,063	\$211,930,714
Revenue Transfers	-4,030,609	4,039,028	8,419	-2,027,142	2,029,950	2,808	-1,681,670	1,673,299	-8,371
Loans	-413,201	414,951	1,750	-1,885,808	1,570,892	-314,916	-86,176	94,676	8,500
TOTALS, TRANSFERS AND LOANS	-\$4,443,810	\$4,453,979	\$10,169	-\$3,912,960	\$3,600,842	-\$312,108	-\$1,767,846	\$1,767,975	\$129
TOTALS, REVENUES, TRANSFERS AND LOANS	\$139,376,948	\$61,594,612	\$200,973,560	\$146,485,597	\$62,872,897	\$209,358,494	\$151,634,805	\$60,296,038	\$211,930,843

**SCHEDULE 9 AT 2020-21 GOVERNOR'S BUDGET
COMPARATIVE STATEMENT OF EXPENDITURES
(Dollars in Thousands)**

	Actual 2018-19				Estimated 2019-20				Estimated 2020-21				
	General Fund	Special Funds	Selected Bond Funds	Budget Total	General Fund	Special Funds	Selected Bond Funds	Budget Total	General Fund	Special Funds	Selected Bond Funds	Budget Total	Federal Funds
LEGISLATIVE, JUDICIAL, AND EXECUTIVE													
0110-Senate													
State Operations	139,622	-	-	139,622	145,458	-	-	145,458	151,612	-	-	151,612	-
Totals 0110-Senate	\$139,622	-	-	\$139,622	\$145,458	-	-	\$145,458	\$151,612	-	-	\$151,612	-
0120-Assembly													
State Operations	183,970	-	-	183,970	191,660	-	-	191,660	199,768	-	-	199,768	-
Totals 0120-Assembly	\$183,970	-	-	\$183,970	\$191,660	-	-	\$191,660	\$199,768	-	-	\$199,768	-
0130-Joint Expenses													
Capital Outlay	-	6,757	-	6,757	-	-	-	-	-	-	-	-	-
Totals 0130-Joint Expenses	-	\$6,757	-	\$6,757	-	-	-	-	-	-	-	-	-
0160-Legislative Counsel Bureau													
State Operations	90,272	-	-	90,272	94,949	-	-	94,949	95,037	-	-	95,037	-
Totals 0160-Legislative Counsel Bureau	\$90,272	-	-	\$90,272	\$94,949	-	-	\$94,949	\$95,037	-	-	\$95,037	-
Legislative													
State Operations	413,864	-	-	413,864	432,067	-	-	432,067	446,417	-	-	446,417	-
Capital Outlay	-	6,757	-	6,757	-	-	-	-	-	-	-	-	-
Totals, Legislative	\$413,864	\$6,757	-	\$420,621	\$432,067	-	-	\$432,067	\$446,417	-	-	\$446,417	-
0250-Judicial Branch													
State Operations	421,109	430,297	-	851,406	567,108	463,234	-	1,030,342	4,419	546,410	464,590	1,011,000	4,441
Local Assistance	1,439,059	1,362,206	-	2,801,265	806	1,672,770	-	3,080,351	2,275	1,645,430	1,468,526	3,113,956	2,275
Capital Outlay	-	32,170	-	32,170	-	1,366	-	1,366	-	-	-	-	-
Totals 0250-Judicial Branch	\$1,860,168	\$1,824,673	-	\$3,684,841	\$3,097	\$1,872,181	-	\$4,112,059	\$6,694	\$2,191,840	\$1,933,116	\$4,124,956	\$6,716
0280-Commission on Judicial Performance													
State Operations	5,234	-	-	5,234	5,452	-	-	5,452	-	5,553	-	5,553	-
Totals 0280-Commission on Judicial Performance	\$5,234	-	-	\$5,234	\$5,452	-	-	\$5,452	-	\$5,553	-	\$5,553	-
0390-Judges Retirement System Contributions													
State Operations	5,643	-	-	5,643	45,702	-	-	45,702	-	5,593	-	5,593	-
Local Assistance	272,827	-	-	272,827	304,138	-	-	304,138	-	306,293	-	306,293	-
Totals 0390-Judges Retirement System Contributions	\$278,470	-	-	\$278,470	\$349,840	-	-	\$349,840	-	\$311,886	-	\$311,886	-
Judicial													
State Operations	431,986	430,297	-	862,283	618,262	463,234	-	1,081,496	4,419	557,556	464,590	1,022,146	4,441
Local Assistance	1,711,886	1,362,206	-	3,074,092	806	1,976,908	-	3,384,489	2,275	1,951,723	1,468,526	3,420,249	2,275
Capital Outlay	-	32,170	-	32,170	-	1,366	-	1,366	-	-	-	-	-
Totals, Judicial	\$2,143,872	\$1,824,673	-	\$3,968,545	\$3,097	\$1,872,181	-	\$4,467,351	\$6,694	\$2,509,279	\$1,933,116	\$4,442,395	\$6,716
0500-Governors Office													
State Operations	16,975	-	-	16,975	22,320	-	-	22,320	-	21,405	-	21,405	-
Totals 0500-Governors Office	\$16,975	-	-	\$16,975	\$22,320	-	-	\$22,320	-	\$21,405	-	\$21,405	-
0509-Governors Office of Bus, Econ Developm													
State Operations	34,766	680	-	35,446	35,309	1,987	-	37,296	-	36,472	2,389	38,861	-
Local Assistance	-	-	-	-	20,140	28,759	-	48,899	-	250,000	28,758	278,758	-
Totals 0509-Governors Office of Bus, Econ Developm	\$34,766	\$680	-	\$35,446	\$55,449	\$30,746	-	\$86,195	-	\$286,472	\$31,147	\$317,619	-
0511-Government Operations, Secretary													
State Operations	65,348	-	-	65,348	112,729	-	-	112,729	-	12,024	-	12,024	-
Totals 0511-Government Operations, Secretary	\$65,348	-	-	\$65,348	\$112,729	-	-	\$112,729	-	\$12,024	-	\$12,024	-
0515-Business, Consumer Svcs, Housing, Scty													
State Operations	869	905	-	1,774	3,948	1,003	-	4,951	-	2,047	1,003	3,050	-
Local Assistance	499,000	-	-	499,000	648,129	-	-	648,129	-	-	-	-	-
Totals 0515-Business, Consumer Svcs, Housing, Scty	\$499,869	\$905	-	\$500,774	\$452,077	\$1,003	-	\$463,080	-	\$2,047	\$1,003	\$3,050	-
0521-Transportation, Scty													
State Operations	-	2,473	-	2,473	39,898	-	-	6,429	-	6,429	66,565	3,851	58,202
Local Assistance	20,500	193,793	-	214,293	86,793	10,800	-	730,091	-	740,891	87,201	277,878	62,601

**SCHEDULE 9 AT 2020-21 GOVERNOR'S BUDGET
COMPARATIVE STATEMENT OF EXPENDITURES
(Dollars in Thousands)**

	Actual 2018-19				Estimated 2019-20				Estimated 2020-21						
	General Fund	Special Funds	Selected Bond Funds	Budget Total	Federal Fund	General Fund	Special Funds	Selected Bond Funds	Budget Total	Federal Fund	General Fund	Special Funds	Selected Bond Funds	Budget Total	Federal Funds
Totals,0521-Transportation, Secy	\$20,500	\$196,266	--	\$216,766	\$126,691	\$10,800	\$736,520	--	\$747,320	\$153,746	--	\$281,729	--	\$281,729	\$120,803
0530-Health, Human Services Agency, Secy	5,228	1,788	--	7,016	--	20,303	2,184	--	22,487	--	22,399	2,185	--	24,584	--
Totals,0530-Health, Human Services Agency, Secy	\$5,228	\$1,788	--	\$7,016	--	\$20,303	\$2,184	--	\$22,487	--	\$22,399	\$2,185	--	\$24,584	--
0540-Natural Resources Agency, Secy	1,168	9,283	70,485	81,386	--	4,136	10,054	12,834	27,024	1	93,448	15,973	14,141	123,562	1
State Operations	40,421	96,011	134,787	271,219	--	117,177	36,700	191,490	345,367	--	--	6,700	--	6,700	--
Local Assistance	--	--	--	--	--	--	--	111,157	111,157	--	--	--	--	--	--
Capital Outlay	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--
Totals,0540-Natural Resources Agency, Secy	\$41,589	\$105,794	\$205,222	\$352,605	--	\$121,313	\$46,754	\$315,481	\$465,548	\$1	\$93,448	\$22,673	\$14,141	\$130,262	\$1
0552-Office of the Inspector General	22,441	--	--	22,441	--	29,219	--	--	29,219	--	29,244	--	--	29,244	--
Totals,0552-Office of the Inspector General	\$22,441	--	--	\$22,441	--	\$29,219	--	--	\$29,219	--	\$29,244	--	--	\$29,244	--
0555-Environmental Protection, Secy	2,213	13,791	--	16,004	300	3,239	16,362	--	19,601	300	2,234	13,833	--	16,067	300
State Operations	835	1,500	--	2,335	--	835	1,500	--	2,335	--	835	--	--	835	--
Local Assistance	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--
Totals,0555-Environmental Protection, Secy	\$3,048	\$15,291	--	\$18,339	\$300	\$4,074	\$17,862	--	\$21,936	\$300	\$3,069	\$13,833	--	\$16,902	\$300
0559-Labor and Workforce Development, Secy	--	71	--	71	--	2,532	454	--	2,986	--	4,473	7,159	--	11,632	--
State Operations	--	\$71	--	\$71	--	\$2,532	\$454	--	\$2,986	--	\$4,473	\$7,159	--	\$11,632	--
Totals,0559-Labor and Workforce Development, Secy	--	\$71	--	\$71	--	\$2,532	\$454	--	\$2,986	--	\$4,473	\$7,159	--	\$11,632	--
0650-Office of Planning and Research	13,314	2,611	--	15,925	1,980	69,636	9,688	--	79,324	2,058	17,651	52,574	--	70,225	2,695
State Operations	29,979	617,188	--	647,167	39,679	31,080	503,392	--	534,472	41,781	17,000	515,500	--	532,500	50,089
Local Assistance	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--
Totals,0650-Office of Planning and Research	\$43,293	\$619,799	--	\$663,092	\$41,659	\$100,716	\$513,080	--	\$413,796	\$43,839	\$34,651	\$568,074	--	\$602,725	\$52,784
0690-Office of Emergency Services	528,156	44,893	2,831	575,380	85,127	174,720	-25,208	2,873	152,385	89,059	114,432	44,755	2,874	162,061	89,285
State Operations	261,800	82,221	--	344,021	1,220,799	305,192	146,468	--	451,660	1,039,616	217,986	144,588	--	362,574	1,114,166
Local Assistance	553	--	--	553	--	22,216	--	--	22,216	--	377	--	--	377	--
Capital Outlay	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--
Totals,0690-Office of Emergency Services	\$790,509	\$126,614	\$2,831	\$919,954	\$1,305,926	\$502,128	\$121,260	\$2,873	\$626,261	\$1,128,675	\$332,795	\$189,343	\$2,874	\$825,012	\$1,203,451
0720-Governors Portrait	--	--	--	--	--	25	--	--	25	--	--	--	--	--	--
State Operations	--	--	--	--	--	\$25	--	--	\$25	--	--	--	--	--	--
Totals,0720-Governors Portrait	--	--	--	--	--	\$25	--	--	\$25	--	--	--	--	--	--
0730-Governor Elect and Outgoing Governor	680	--	--	680	--	--	--	--	--	--	--	--	--	--	--
State Operations	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--
Totals,0730-Governor Elect and Outgoing Governor	\$680	--	--	\$680	--	--	--	--	--	--	--	--	--	--	--
0750-Office of the Lieutenant Governor	1,329	--	--	1,329	--	2,099	--	--	2,099	--	2,100	--	--	2,100	--
State Operations	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--
Totals,0750-Office of the Lieutenant Governor	\$1,329	--	--	\$1,329	--	\$2,099	--	--	\$2,099	--	\$2,100	--	--	\$2,100	--
0820-Department of Justice	290,570	315,298	--	605,868	36,292	687,757	350,745	--	1,038,502	43,843	370,215	362,298	--	732,513	44,054
State Operations	370	28,528	--	28,898	--	3,500	30,539	--	34,039	--	9,518	--	--	28,528	--
Local Assistance	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--
Capital Outlay	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--
Totals,0820-Department of Justice	\$290,940	\$343,826	--	\$634,766	\$36,292	\$691,257	\$381,284	--	\$1,072,541	\$43,843	\$379,733	\$390,826	--	\$770,559	\$44,054
0840-State Controller	73,894	11,303	8	85,205	1,234	88,650	11,800	1,188	101,638	1,449	78,484	12,245	1,188	91,917	1,437
State Operations	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--
Totals,0840-State Controller	\$73,894	\$11,303	\$8	\$85,205	\$1,234	\$88,650	\$11,800	\$1,188	\$101,638	\$1,449	\$78,484	\$12,245	\$1,188	\$91,917	\$1,437
0845-Department of Insurance	3,359	207,851	--	211,210	461	9,467	229,767	--	239,234	810	9,816	232,863	--	242,679	25
State Operations	1,500	75,852	--	77,352	--	1,500	72,106	--	73,606	--	1,500	75,555	--	77,055	--
Local Assistance	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--
Totals,0845-Department of Insurance	\$4,859	\$283,703	--	\$288,562	\$461	\$10,967	\$301,873	--	\$312,840	\$810	\$11,316	\$308,418	--	\$319,734	\$25
0855-Gambling Control Commission	--	6,074	--	6,074	--	--	7,771	--	7,771	--	--	7,459	--	7,459	--
State Operations	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--

**SCHEDULE 9 AT 2020-21 GOVERNOR'S BUDGET
COMPARATIVE STATEMENT OF EXPENDITURES
(Dollars In Thousands)**

	Actual 2018-19				Estimated 2019-20				Estimated 2020-21				
	General Fund	Special Funds	Selected Bond Funds	Budget Total	General Fund	Special Funds	Selected Bond Funds	Budget Total	General Fund	Special Funds	Selected Bond Funds	Budget Total	Federal Funds
Totals,0855-Gambling Control Commission													
0860-State Board of Equalization		\$6,074		\$6,074			\$7,771	\$7,771			\$7,771	\$7,771	
State Operations													
24,772				24,772	30,793			30,793				30,790	
Totals,0860-State Board of Equalization				\$24,772	\$30,793			\$30,793				\$30,790	
0870-Office of Tax Appeals													
State Operations													
16,318				16,318	23,944			23,944				23,884	
Totals,0870-Office of Tax Appeals				\$16,318	\$23,944			\$23,944				\$23,884	
0890-Secretary of State													
State Operations													
45,487	75,417		120,904	8,441	50,056	74,228	124,284	10,709	41,424	61,045		102,469	14,134
Local Assistance			134,348	4,128	88,765		88,765	19,964	1,500			1,500	6,764
Totals,0890-Secretary of State			\$75,417	\$265,252	\$138,821	\$74,228	\$213,049	\$30,673	\$42,924	\$61,045		\$103,969	\$20,898
0911-Citizens Redistricting Initiative													
State Operations													
72			72	16,814			16,814		92			92	
Totals,0911-Citizens Redistricting Initiative			\$72	\$16,814			\$16,814		\$92			\$92	
0950-State Treasurer													
State Operations													
5,235		9	5,244	12,973			12,973		9,967			9,967	
Totals,0950-State Treasurer			\$9	\$5,244	\$12,973		\$12,973		\$9,967			\$9,967	
0954-Scholarshare Investment Board													
State Operations													
108			108	245			245		92			92	
Local Assistance							25,000						
Totals,0954-Scholarshare Investment Board			\$108	\$25,245			\$25,245		\$92			\$92	
0956-Debt Investment Advisory Commission													
State Operations													
	3,398		3,398	3,785			3,785		3,803			3,803	
Totals,0956-Debt Investment Advisory Commission			\$3,398	\$3,785			\$3,785		\$3,803			\$3,803	
0959-Debt Limit Allocation Committee													
State Operations													
	1,445		1,445	1,656			1,656		2,382			2,382	
Totals,0959-Debt Limit Allocation Committee			\$1,445	\$1,656			\$1,656		\$2,382			\$2,382	
0965-Industrial Dvmt Financing Advisory Comm													
State Operations													
	8		8										
Totals,0965-Industrial Dvmt Financing Advisory Comm			\$8	\$8									
0968-Tax Credit Allocation Committee													
State Operations													
	8,373		8,373	9,516			9,516		12,188			12,188	
Local Assistance													
	190		190	190			190		190			190	
Totals,0968-Tax Credit Allocation Committee			\$8,563	\$9,706			\$9,706		\$12,378			\$12,378	
0971-Alt Energy, Advanced Trans Fin Auth													
State Operations													
	507		507	519			519		520			520	
Totals,0971-Alt Energy, Advanced Trans Fin Auth			\$507	\$507			\$519		\$520			\$520	
0977-Health Facilities Financing Authority													
State Operations													
	289	36	666	991	1,397	250	1,166	2,813		500	1,367	1,867	
Local Assistance													
	4,000		150,177	154,177	67,035	57,485	343,988	468,508		64,776	533,000	597,776	
Totals,0977-Health Facilities Financing Authority			\$4,036	\$150,843	\$57,735	\$945,154	\$471,321			\$65,276	\$534,367	\$599,643	
0985-School Finance Authority													
State Operations													
	583		1,278	1,861	613		1,310	1,923	475	614		1,934	489
Local Assistance													
	136,786			136,786	20,000	136,786		136,786	20,000	139,918		139,918	20,000
Totals,0985-School Finance Authority			\$137,569	\$138,647	\$20,450	\$137,599		\$138,709	\$20,475	\$140,532		\$141,852	\$20,489
0989-Educational Facilities Authority													
State Operations													
	27		27	27			79		79			79	
Totals,0989-Educational Facilities Authority			\$27	\$27			\$79		\$79			\$79	
0996-General Obligation Bonds-LJE													
State Operations													
	61		61	832			832		2,697			2,697	
Totals,0996-General Obligation Bonds-LJE			\$61	\$61			\$832		\$2,697			\$2,697	

**SCHEDULE 9 AT 2020-21 GOVERNOR'S BUDGET
COMPARATIVE STATEMENT OF EXPENDITURES
(Dollars In Thousands)**

	Actual 2018-19				Estimated 2019-20				Estimated 2020-21				
	General Fund	Special Funds	Selected Bond Funds	Budget Total	General Fund	Special Funds	Selected Bond Funds	Budget Total	General Fund	Special Funds	Selected Bond Funds	Budget Total	Federal Funds
Executive													
State Operations	1,153,235	706,233	75,227	1,934,695	1,403,756	713,069	19,371	2,136,196	215,289	839,104	20,890	1,785,998	210,622
Local Assistance	1,125,539	1,099,283	284,964	2,509,786	1,455,939	1,607,399	535,478	3,598,647	1,208,562	628,739	533,000	2,304,212	1,253,620
Capital Outlay	553	-	-	553	22,216	-	111,157	133,373	-	9,895	-	9,895	-
Totals, Executive	\$2,279,327	\$1,805,516	\$360,191	\$4,445,034	\$2,881,911	\$2,320,299	\$666,006	\$5,868,216	\$1,423,851	\$1,564,638	\$553,890	\$4,100,105	\$1,464,242
TOTALS, LEGISLATIVE, JUDICIAL, AND EXECUTIVE	\$4,837,063	\$3,634,946	\$360,191	\$8,834,200	\$5,909,148	\$4,192,480	\$666,006	\$10,747,694	\$1,430,545	\$4,520,334	\$553,890	\$8,988,917	\$1,470,958
State Operations	1,999,085	1,136,530	75,227	3,210,842	1,764,474	1,176,303	19,371	3,649,759	219,708	1,929,977	20,890	3,254,561	215,063
Local Assistance	2,837,425	2,461,489	284,964	5,583,878	3,432,847	3,014,811	535,478	6,983,136	1,210,837	2,580,462	533,000	5,724,461	1,255,895
Capital Outlay	553	38,927	-	39,480	22,216	1,366	111,157	134,739	-	9,895	-	9,895	-
Totals, 1111-Dept of Consumer Affairs, Reg Bds, Bur	\$165	\$892,171	-	\$592,336	\$11,134	\$741,929	-	\$753,063	-	\$700,998	-	\$700,998	-
1690-Seismic Safety Commission, A. E. Alquist State Operations	-	1,192	-	1,192	-	1,334	-	1,334	-	-	-	-	-
Totals, 1690-Seismic Safety Commission, A. E. Alquist	-	\$1,192	-	\$1,192	-	\$1,334	-	\$1,334	-	-	-	-	-
1700-Department of Fair Employment, Housing State Operations	26,921	262	-	27,183	30,609	262	-	30,871	5,750	34,275	536	34,811	5,735
Totals, 1700-Department of Fair Employment, Housing	\$26,921	\$262	-	\$27,183	\$30,609	\$262	-	\$30,871	\$5,750	\$34,275	\$536	\$34,811	\$5,735
1701-Department of Business Oversight State Operations	-	98,364	-	98,364	-	106,759	-	106,759	-	-	-	118,905	-
Local Assistance	-	-	-	-	-	-	-	-	-	-	-	1,000	-
Totals, 1701-Department of Business Oversight	-	\$98,364	-	\$98,364	-	\$106,759	-	\$106,759	-	-	-	\$119,905	-
1750-Horse Racing Board State Operations	-	13,807	-	13,807	-	14,288	-	14,288	-	-	-	15,623	-
Totals, 1750-Horse Racing Board	-	\$13,807	-	\$13,807	-	\$14,288	-	\$14,288	-	-	-	\$15,623	-
1996-General Obligation Bonds-BCH State Operations	397,555	-	-	397,555	416,407	-	-	416,407	-	178,229	-	178,229	-
Totals, 1996-General Obligation Bonds-BCH	\$397,555	-	-	\$397,555	\$416,407	-	-	\$416,407	-	\$178,229	-	\$178,229	-
2100-Department of Alcoholic Beverage Control State Operations	-	69,681	-	69,681	-	83,288	-	83,288	-	-	-	85,577	-
Local Assistance	-	2,997	-	2,997	-	3,000	-	3,000	-	-	-	3,000	-
Totals, 2100-Department of Alcoholic Beverage Control	-	\$72,678	-	\$72,678	-	\$86,288	-	\$86,288	-	-	-	\$88,577	-
2120-Alcoholic Beverage Control Appeals Board State Operations	-	1,091	-	1,091	-	1,161	-	1,161	-	-	-	1,162	-
Totals, 2120-Alcoholic Beverage Control Appeals Board	-	\$1,091	-	\$1,091	-	\$1,161	-	\$1,161	-	-	-	\$1,162	-
2240-Dept of Housing, Community Development State Operations	6,805	39,612	21,515	67,932	22,168	39,932	25,014	87,114	13,723	16,726	28,591	83,324	13,161
Local Assistance	5,679	821,010	756,725	1,583,414	984,379	-	970,929	1,955,308	227,720	118,629	-	1,172,950	208,929
Totals, 2240-Dept of Housing, Community Development	\$12,484	\$860,622	\$778,240	\$1,651,346	\$1,006,547	\$39,932	\$995,943	\$2,042,422	\$241,443	\$135,355	\$38,007	\$1,082,912	\$222,090
2320-Department of Real Estate State Operations	-	52,995	-	52,995	-	56,083	-	56,083	-	-	-	55,747	-
Totals, 2320-Department of Real Estate	-	\$52,995	-	\$52,995	-	\$56,083	-	\$56,083	-	-	-	\$55,747	-
TOTALS, BUSINESS, CONSUMER SERVICES, & HOUSING	\$437,125	\$1,695,262	\$778,240	\$2,910,627	\$1,336,796	\$1,050,797	\$995,943	\$3,511,437	\$247,193	\$347,859	\$1,082,912	\$2,454,359	\$237,825
State Operations	431,446	871,255	215,515	1,324,216	470,318	1,047,797	25,014	1,543,129	19,473	229,230	28,591	1,277,409	18,896

**SCHEDULE 9 AT 2020-21 GOVERNOR'S BUDGET
COMPARATIVE STATEMENT OF EXPENDITURES
(Dollars in Thousands)**

	Actual 2018-19				Estimated 2019-20				Estimated 2020-21						
	General Fund	Special Funds	Selected Bond Funds	Budget Total	Federal Fund	General Fund	Special Funds	Selected Bond Funds	Budget Total	Federal Funds	General Fund	Special Funds	Selected Bond Funds	Budget Total	Federal Funds
Local Assistance	5,679	824,007	756,725	1,586,411	121,570	994,379	3,000	970,929	1,968,308	227,720	118,629	4,000	1,054,321	1,174,950	208,929
TRANSPORTATION															
2600-California Transportation Commission															
State Operations		4,884	92	4,976			7,246		7,246					7,245	
Local Assistance			1,452	1,452			1,700		1,700				4,300	4,300	
Totals, 2600-California Transportation Commission		\$4,884	\$1,544	\$6,428			\$7,246		\$8,946				\$4,300	\$11,545	
2640-State Transit Assistance															
Local Assistance		918,013	30,139	948,152			904,227		904,227				976,153	976,153	
Totals, 2640-State Transit Assistance		\$918,013	\$30,139	\$948,152			\$904,227		\$904,227					\$976,153	
2660-Department of Transportation															
State Operations		3,797,573	9,862	3,807,435	977,748		4,004,235	17,656	4,021,891	1,036,405			16,790	4,154,732	941,275
Local Assistance		600,197	30,629	630,826	1,337,116	11,500	807,430	14,638	833,568	2,297,493			27,967	1,846,569	2,575,703
Capital Outlay		1,816,799	95,237	1,912,036	2,101,765		1,585,055	45,184	1,630,239	2,879,126			95,789	2,851,653	1,914,209
Unclassified										5,000					5,000
Totals, 2660-Department of Transportation		\$6,214,569	\$135,728	\$6,350,297	\$4,416,629	\$11,500	\$6,396,720	\$77,478	\$6,485,698	\$6,218,024			\$140,546	\$8,854,964	\$5,436,187
2665-High-Speed Rail Authority															
State Operations			40,146	40,146			103	57,402	57,505			103	59,370	59,473	
Local Assistance			617,147	617,147				59,518	59,518				423,335	423,335	
Capital Outlay		69,893	151,544	220,937	266		804,750	178,690	983,440				2,427,987	2,427,987	
Totals, 2665-High-Speed Rail Authority		\$69,893	\$808,837	\$878,230	\$266		\$804,853	\$295,610	\$1,100,463				\$482,705	\$2,910,795	
2670-Board of Pilot Commissioners															
State Operations		2,597		2,597			2,954		2,954					2,866	
Totals, 2670-Board of Pilot Commissioners		\$2,597		\$2,597			\$2,954		\$2,954					\$2,866	
2720-Dept of the California Highway Patrol															
State Operations	8,048	2,380,931		2,388,979	16,140	77,269	2,544,995		2,622,264	26,440	6,737	2,525,079		2,531,816	22,093
Local Assistance						1,000	11,975		18,295					18,295	
Capital Outlay		4,343		4,343			8,019		8,019					16,004	
Totals, 2720-Dept of the California Highway Patrol	\$8,048	\$2,385,274		\$2,393,322	\$16,140	\$78,269	\$2,563,989		\$2,642,258	\$26,440	\$6,737	\$2,559,378		\$2,566,115	\$22,093
2740-Department of Motor Vehicles															
State Operations	4,202	1,219,903		1,223,505	126	6,407	1,389,022		1,395,429	2,790	9,566	1,355,447		1,365,003	2,789
Capital Outlay		3,038		3,038			1,959		1,959			4,634		4,634	
Totals, 2740-Department of Motor Vehicles	\$4,202	\$1,222,941		\$1,226,543	\$126	\$6,407	\$1,390,981		\$1,397,388	\$2,790	\$9,566	\$1,340,081		\$1,369,637	\$2,789
2830-General Obligation Bonds-Transportation															
State Operations	201,664	1,515,346		1,717,010		190,990	1,646,804		1,837,794		224,168	1,779,530		2,003,698	
Totals, 2830-General Obligation Bonds-Transportation	\$201,664	\$1,515,346		\$1,717,010		\$190,990	\$1,646,804		\$1,837,794		\$224,168	\$1,779,530		\$2,003,698	
TOTALS, TRANSPORTATION	\$213,914	\$12,332,417	\$976,248	\$13,622,579	\$4,483,161	\$287,166	\$13,717,774	\$374,788	\$14,879,728	\$6,247,254	\$240,461	\$17,827,751	\$627,851	\$18,695,743	\$5,461,009
State Operations	213,914	8,920,634	50,100	9,184,648	994,014	274,666	9,595,359	75,058	9,945,083	1,065,635	240,461	9,808,212	76,160	10,124,833	966,097
Local Assistance		1,518,210	679,367	2,197,577	1,337,116	12,500	1,722,632	75,856	1,810,988	2,297,493		2,815,050	455,602	3,270,652	2,575,703
Capital Outlay		1,893,573	246,781	2,140,354	2,102,031		2,399,783	223,874	2,623,657	2,879,126		5,204,489	95,789	5,300,278	1,914,209
Unclassified										5,000					5,000
NATURAL RESOURCES															
3100-Exposition Park															
State Operations	30,759	10,809		41,568		31,937	10,377		42,314		27,050	10,252		37,302	
Capital Outlay						2,500			2,500						
Totals, 3100-Exposition Park	\$30,759	\$10,809		\$41,568		\$34,437	\$10,377		\$44,814		\$27,050	\$10,252		\$37,302	
3110-Special Resources Programs															
State Operations							200		200					200	
Local Assistance		4,709		4,709			5,473		5,473					5,923	
Totals, 3110-Special Resources Programs		\$4,709		\$4,709			\$5,673		\$5,673					\$5,923	

**SCHEDULE 9 AT 2020-21 GOVERNOR'S BUDGET
COMPARATIVE STATEMENT OF EXPENDITURES
(Dollars in Thousands)**

	Actual 2018-19					Estimated 2019-20					Estimated 2020-21				
	General Fund	Special Funds	Selected Bond Funds	Budget Total	Federal Fund	General Fund	Special Funds	Selected Bond Funds	Budget Total	Federal Funds	General Fund	Special Funds	Selected Bond Funds	Budget Total	Federal Funds
3125-Tahoe Conservancy															
State Operations	-	5,367	570	5,937	132	500	5,197	2,860	8,557	737	-	5,208	1,504	6,712	2,077
Local Assistance	-	182	2,523	2,705	-	-	6,218	7,401	1,904	-	-	420	-	420	-
Capital Outlay	-	57	824	881	-	-	1,854	13,611	531	-	-	550	718	1,268	-
Totals, 3125-Tahoe Conservancy	--	\$5,606	\$3,917	\$9,523	\$132	\$500	\$8,234	\$20,835	\$29,589	\$3,172	--	\$6,178	\$2,222	\$8,400	\$2,077
3340-California Conservation Corps															
State Operations	55,235	58,817	5,211	119,263	-	66,744	58,876	5,211	130,831	-	66,964	54,401	5,211	126,576	-
Local Assistance	-	-	4,567	4,567	-	-	6,851	6,851	-	-	-	-	6,850	6,850	-
Capital Outlay	13,365	-	-	13,365	-	34,675	-	34,675	-	34,663	-	-	-	34,663	-
Totals, 3340-California Conservation Corps	\$68,600	\$58,817	\$9,778	\$137,195	--	\$101,419	\$68,876	\$12,062	\$172,357	--	\$70,427	\$54,401	\$12,061	\$136,899	--
3360-Energy Conservation, Divmt Comm															
State Operations	-	226,529	-	226,529	5,096	-	424,492	-	424,492	3,686	-	314,043	-	314,043	3,160
Local Assistance	-	136,373	-	136,373	2,350	-	436,212	-	436,212	2,500	-	135,090	-	135,090	2,500
Totals, 3360-Energy Conservation, Divmt Comm	--	\$362,902	--	\$362,902	\$7,446	--	\$860,704	--	\$860,704	\$6,186	--	\$449,133	--	\$449,133	\$5,660
3480-Department of Conservation															
State Operations	3,875	118,452	1,057	123,384	6,065	4,168	117,565	1,885	123,618	4,242	4,291	125,794	1,562	131,647	4,311
Local Assistance	-	3,090	5,106	8,196	-	-	18,179	18,179	-	-	-	-	250	250	-
Totals, 3480-Department of Conservation	\$3,875	\$121,542	\$6,163	\$131,580	\$6,065	\$4,168	\$117,565	\$20,064	\$141,797	\$4,242	\$4,291	\$125,794	\$1,812	\$131,897	\$4,311
3540-Department of Forestry, Fire Protection															
State Operations	1,799,481	345,857	-	2,145,338	20,756	1,487,537	356,730	622	1,844,889	20,384	1,563,747	220,445	622	1,784,814	20,550
Local Assistance	10,500	1,945	13,555	26,000	-	7,200	8,250	15,450	-	-	-	125,387	5,039	130,426	-
Capital Outlay	28,016	-	-	28,016	-	20,884	-	20,884	-	-	72,884	-	-	72,884	-
Totals, 3540-Department of Forestry, Fire Protection	\$1,837,997	\$347,802	\$13,555	\$2,199,354	\$20,756	\$1,515,621	\$356,730	\$6,872	\$1,881,223	\$20,384	\$1,636,431	\$345,832	\$5,461	\$1,988,124	\$20,550
3560-State Lands Commission															
State Operations	81,502	21,887	-	103,389	-	61,317	23,433	-	84,750	-	37,002	24,151	-	61,153	-
Totals, 3560-State Lands Commission	\$81,502	\$21,887	--	\$103,389	--	\$61,317	\$23,433	--	\$84,750	--	\$37,002	\$24,151	--	\$61,153	--
3600-Department of Fish and Wildlife															
State Operations	125,011	213,519	53,066	391,596	63,378	127,949	260,393	28,639	416,981	45,389	171,535	268,261	14,431	454,227	65,133
Local Assistance	576	8,341	53,800	62,717	20,000	17,576	2,341	37,740	57,657	20,000	576	1,341	31,740	33,657	20,000
Capital Outlay	-	-	-	-	-	-	369	-	369	-	-	-	-	-	480
Totals, 3600-Department of Fish and Wildlife	\$125,587	\$221,860	\$106,866	\$454,313	\$83,378	\$145,525	\$263,103	\$66,379	\$475,007	\$65,389	\$172,111	\$269,602	\$46,171	\$487,884	\$85,613
3640-Wildlife Conservation Board															
State Operations	-	2,433	4,079	6,512	-	-	868	4,338	5,206	-	-	1,510	4,338	5,848	-
Local Assistance	13,000	-	112,200	125,200	-	-	133,975	-	133,975	-	-	-	-	-	-
Capital Outlay	18,684	2,979	8,000	29,663	35,000	18,595	2,433	-	21,028	35,000	-	3,403	3,738	7,141	35,000
Totals, 3640-Wildlife Conservation Board	\$31,684	\$5,412	\$124,279	\$161,375	\$35,000	\$18,595	\$3,301	\$138,213	\$160,109	\$35,000	--	\$4,913	\$8,076	\$12,989	\$35,000
3720-Coastal Commission															
State Operations	20,168	2,294	-	22,462	3,059	21,636	2,733	-	24,369	3,045	21,440	2,733	-	24,173	3,145
Local Assistance	-	2,003	-	2,003	-	1,940	1,940	-	1,940	-	-	1,940	-	1,940	-
Totals, 3720-Coastal Commission	\$20,168	\$4,297	--	\$24,465	\$3,059	\$21,436	\$4,673	--	\$26,309	\$3,045	\$21,440	\$4,673	--	\$26,113	\$3,145
3760-State Coastal Conservancy															
State Operations	550	2,308	6,806	9,664	588	-	2,932	6,563	9,495	612	-	3,072	7,753	10,825	597
Local Assistance	20,850	3,675	69,431	93,956	8,000	12,000	825	76,081	86,906	8,000	-	1,685	38,810	40,495	8,000
Capital Outlay	-	3,800	-	3,800	-	3,800	-	3,800	-	-	-	3,800	-	3,800	-
Totals, 3760-State Coastal Conservancy	\$21,400	\$7,783	\$74,237	\$107,420	\$8,588	\$12,000	\$7,557	\$82,444	\$102,201	\$8,612	--	\$8,557	\$46,563	\$55,120	\$8,597
3780-Native American Heritage Commission															
State Operations	2,883	-	-	2,883	-	3,668	-	-	3,668	-	3,669	450	-	4,119	-
Totals, 3780-Native American Heritage Commission	\$2,883	--	--	\$2,883	--	\$3,668	--	--	\$3,668	--	\$3,669	\$450	--	\$4,119	--
3790-Department of Parks, Recreation															
State Operations	153,385	322,123	27,885	503,393	16,356	258,667	327,256	29,260	615,183	16,185	169,517	365,476	33,986	568,979	16,255
Local Assistance	43,300	43,550	460,292	547,142	87,700	60,570	42,481	50,875	153,926	87,700	23,000	42,250	244,250	311,500	87,700

**SCHEDULE 9 AT 2020-21 GOVERNOR'S BUDGET
COMPARATIVE STATEMENT OF EXPENDITURES
(Dollars in Thousands)**

	Actual 2018-19				Estimated 2019-20				Estimated 2020-21					
	General Fund	Special Funds	Selected Bond Funds	Budget Total	Federal Fund	General Fund	Special Funds	Selected Bond Funds	Budget Total	Federal Funds	General Fund	Special Funds	Selected Bond Funds	Budget Total
Capital Outlay	100,706	-97,853	12,192	15,045	2,235	6,834	114,047	46,953	167,834	-	20,000	1,000	24,054	45,054
Totals, 3790-Department of Parks, Recreation	\$297,391	\$247,920	\$500,349	\$1,065,580	\$106,291	\$324,071	\$483,784	\$127,088	\$934,943	\$103,885	\$212,517	\$408,726	\$304,290	\$925,533
3810-Santa Monica Mountains Conservancy	-	-	-	-	-	-	-	-	-	-	-	-	-	-
State Operations	-	227	724	951	-	2,500	361	874	3,735	-	-	362	874	1,236
Local Assistance	500	120	21,622	22,242	-	12,850	120	72,196	85,166	-	-	120	9,510	9,630
Capital Outlay	-	-	1,462	1,462	-	-	-	-	-	-	-	-	-	-
Totals, 3810-Santa Monica Mountains Conservancy	\$500	\$347	\$23,008	\$24,655	-	\$15,350	\$481	\$73,070	\$88,901	-	-	\$482	\$10,384	\$10,866
3820-SF Bay Conservation, Development Comm	6,240	449	-	6,689	-	9,392	1,841	-	11,233	-	6,547	1,841	-	8,388
State Operations	-	225	-	225	-	-	275	-	275	-	-	-	-	-
Local Assistance	\$6,240	\$674	-	\$6,914	-	\$9,392	\$2,116	-	\$11,508	-	\$6,547	\$1,841	-	\$8,388
Totals, 3820-SF Bay Conservation, Development Comm	\$6,240	\$924	\$23,008	\$24,655	-	\$15,350	\$481	\$73,070	\$88,901	-	-	\$482	\$10,384	\$10,866
3825-San Gabriel/Lower LA River, Mtns Conservancy	19,000	-	13,281	32,281	-	6,000	-	68,435	74,435	-	-	456	700	1,156
State Operations	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Local Assistance	19,000	-	13,281	32,281	-	6,000	-	68,435	74,435	-	-	456	700	1,156
Capital Outlay	-	-	1,626	1,626	-	-	-	-	-	-	-	-	12,562	12,562
Totals, 3825-San Gabriel/Lower LA River, Mtns Conservancy	\$19,000	\$333	\$15,446	\$34,979	-	\$6,000	\$445	\$70,007	\$76,452	-	-	\$456	\$13,262	\$13,718
3830-San Joaquin River Conservancy	-	422	222	644	-	-	490	262	752	-	-	569	262	831
State Operations	-	422	222	644	-	-	490	262	752	-	-	569	262	831
Totals, 3830-San Joaquin River Conservancy	-	\$422	\$222	\$644	-	-	\$490	\$262	\$752	-	-	\$569	\$262	\$831
3835-Baldwin Hills Conservancy	-	372	234	606	-	-	388	557	945	-	-	389	478	867
State Operations	-	-	1,500	1,500	-	-	-	14,416	14,416	-	-	-	1,100	1,100
Local Assistance	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Capital Outlay	-	-	-	-	-	-	-	4,438	4,438	-	-	-	-	-
Totals, 3835-Baldwin Hills Conservancy	-	\$372	\$1,734	\$2,106	-	-	\$388	\$19,411	\$19,799	-	-	\$389	\$1,578	\$1,967
3840-Delta Protection Commission	-	1,719	-	1,719	-	-	1,580	-	1,580	-	-	1,382	-	1,382
State Operations	-	1,719	-	1,719	-	-	1,580	-	1,580	-	-	1,382	-	1,382
Totals, 3840-Delta Protection Commission	-	\$1,719	-	\$1,719	-	-	\$1,580	-	\$1,580	-	-	\$1,382	-	\$1,382
3845-San Diego River Conservancy	-	324	169	493	-	-	347	232	579	-	-	348	182	530
State Operations	-	-	1,506	1,506	-	-	-	7,140	7,140	-	-	-	2,375	2,375
Local Assistance	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Totals, 3845-San Diego River Conservancy	-	\$324	\$1,675	\$1,999	-	-	\$347	\$7,372	\$7,719	-	-	\$348	\$2,557	\$2,905
3850-Coachella Valley Mountains Conservancy	-	343	87	430	-	-	371	146	517	-	-	371	146	517
State Operations	-	-	2,120	2,120	-	-	-	9,760	9,760	-	-	-	2,000	2,000
Local Assistance	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Capital Outlay	-	-	-181	-181	-	-	-	9,796	9,796	-	-	-	-	-
Totals, 3850-Coachella Valley Mountains Conservancy	-	\$343	\$2,026	\$2,349	-	-	\$371	\$19,702	\$20,073	-	-	\$371	\$2,146	\$2,517
3855-Sierra Nevada Conservancy	-	4,468	341	4,809	207	-	6,088	1,089	7,177	2,348	-	4,638	787	5,425
State Operations	-	310	6,953	7,263	-	-	690	35,090	35,780	-	-	5,000	5,000	2,389
Local Assistance	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Totals, 3855-Sierra Nevada Conservancy	-	\$4,778	\$7,294	\$12,072	\$207	-	\$6,778	\$36,179	\$42,957	\$2,348	-	\$4,638	\$5,787	\$10,425
3860-Department of Water Resources	159,689	31,629	135,260	326,578	5,442	270,182	48,382	330,022	648,586	12,710	160,396	38,555	78,060	277,011
State Operations	12,540	814	301,349	314,703	6,049	6,049	956,301	962,370	962,370	-	83,000	-	449,368	532,368
Local Assistance	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Capital Outlay	964	-	98,801	99,765	-	150,000	-	543,085	693,085	-	46,000	-	101,000	147,000
Totals, 3860-Department of Water Resources	\$173,193	\$32,443	\$635,410	\$741,046	\$5,442	\$426,251	\$48,382	\$1,829,408	\$2,304,041	\$12,710	\$289,396	\$38,555	\$628,428	\$956,379
3875-Sacramento-San Joaquin Delta Conservancy	1,238	141	433	1,812	455	1,346	174	1,387	2,907	692	1,348	181	1,056	2,585
State Operations	-	-	10,495	10,495	-	-	-	39,055	39,055	-	-	-	-	-
Local Assistance	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Totals, 3875-Sacramento-San Joaquin Delta Conservancy	\$1,238	\$141	\$10,928	\$12,307	\$455	\$1,346	\$174	\$40,442	\$41,962	\$692	\$1,348	\$181	\$1,056	\$2,585
3882-General Obligation Bonds-Natural Res	988,486	-	-	988,486	-	1,089,340	-	-	1,089,340	-	-	-	1,310,385	-
State Operations	-	-	-	-	-	-	-	-	-	-	-	-	-	-

**SCHEDULE 9 AT 2020-21 GOVERNOR'S BUDGET
COMPARATIVE STATEMENT OF EXPENDITURES
(Dollars in Thousands)**

	Actual 2018-19				Estimated 2019-20				Estimated 2020-21					
	General Fund	Special Funds	Selected Bond Funds	Budget Total	Federal Fund	General Fund	Special Funds	Selected Bond Funds	Budget Total	Federal Fund	General Fund	Special Funds	Selected Bond Funds	Budget Total
Totals, 3882-General Obligation Bonds-Natural Res	\$988,486	--	--	\$988,486	--	\$1,089,340	--	\$1,089,340	--	\$1,310,385	--	--	\$1,310,385	--
3885-Delta Stewardship Council	18,631	2,832	--	21,463	31	19,414	923	20,337	2,756	19,442	1,761	--	21,203	2,758
Totals, 3885-Delta Stewardship Council	\$18,631	\$2,832	--	\$21,463	\$31	\$19,414	\$923	\$20,337	\$2,756	\$19,442	\$1,761	--	\$21,203	\$2,758
TOTALS, NATURAL RESOURCES	\$3,729,134	\$1,487,974	\$1,439,907	\$6,657,015	\$276,850	\$3,812,050	\$2,264,485	\$2,572,010	\$6,650,545	\$3,812,256	\$1,749,158	\$1,092,316	\$6,673,730	\$291,280
State Operations	3,447,133	1,373,654	236,893	5,057,670	121,565	3,456,297	1,652,442	415,519	5,624,258	3,543,333	1,446,849	151,952	5,162,134	137,600
Local Assistance	120,266	205,337	1,080,300	1,405,903	118,050	122,265	491,540	1,540,462	2,154,267	106,574	313,856	810,854	1,230,986	118,200
Capital Outlay	161,735	-91,017	122,724	193,442	37,235	233,488	122,503	616,029	972,020	35,531	142,347	8,753	129,510	35,480
ENVIRONMENTAL PROTECTION														
3900-Air Resources Board	--	331,845	1,210	333,055	17,231	--	339,048	1,291	340,339	17,218	--	343,303	1,107	344,410
State Operations	--	331,845	1,210	333,055	17,231	--	339,048	1,291	340,339	17,218	--	343,303	1,107	344,410
Local Assistance	--	1,396,460	12,121	1,408,581	--	--	1,052,593	12,321	1,064,914	--	--	777,233	--	777,233
Totals, 3900-Air Resources Board	\$1,728,305	\$13,331	\$13,331	\$1,741,636	\$17,231	--	\$1,391,641	\$13,612	\$1,405,253	\$17,218	--	\$1,120,536	\$1,107	\$1,121,643
State Operations	--	70,883	--	70,883	2,375	2,225	77,941	--	80,166	2,381	350	78,816	--	79,166
Local Assistance	--	29,409	--	29,409	--	2,225	31,385	--	31,385	--	--	32,874	--	32,874
Totals, 3930-Department of Pesticide Regulation	--	\$100,292	--	\$100,292	\$2,375	\$2,225	\$109,326	--	\$111,551	\$2,381	\$350	\$111,690	--	\$112,040
3940-State Water Resources Control Board	47,715	522,482	15,380	585,577	81,279	56,101	546,024	15,729	617,854	80,942	51,236	559,609	14,461	627,306
State Operations	47,715	522,482	15,380	585,577	81,279	56,101	546,024	15,729	617,854	80,942	51,236	559,609	14,461	627,306
Local Assistance	51,300	128,869	1,162,238	1,342,407	232,693	61,950	157,833	376,428	596,211	232,693	380	150,991	498	151,869
Totals, 3940-State Water Resources Control Board	\$99,015	\$651,351	\$1,177,618	\$1,927,984	\$313,972	\$118,051	\$703,857	\$392,157	\$1,214,065	\$313,635	\$61,616	\$710,600	\$16,959	\$779,175
State Operations	47,822	204,012	--	251,834	30,215	82,959	213,343	--	296,302	33,078	68,546	219,837	--	288,383
Local Assistance	--	--	--	--	--	2,000	500	--	2,500	3,027	--	1,000	--	3,027
Totals, 3960-Department of Toxic Substances Control	\$47,822	\$204,012	--	\$251,834	\$30,215	\$84,959	\$213,843	--	\$298,802	\$36,105	\$68,546	\$220,837	--	\$289,383
3970-Resources Recycling and Recovery	2,016,507	179,463	--	2,195,970	--	456,752	241,468	--	698,220	--	3,521	229,197	--	232,718
State Operations	2,016,507	179,463	--	2,195,970	--	456,752	241,468	--	698,220	--	3,521	229,197	--	232,718
Local Assistance	--	1,387,955	--	1,387,955	--	1,403,290	--	--	1,403,290	--	1,356,315	--	--	1,356,315
Totals, 3970-Resources Recycling and Recovery	\$2,016,507	\$1,567,418	--	\$3,583,925	--	\$456,752	\$1,644,758	--	\$2,101,510	--	\$3,521	\$1,585,512	--	\$1,589,033
3980-Environmental Health Hazard Assessment	6,059	16,912	--	22,971	--	6,699	19,558	--	26,257	--	12,661	19,570	--	32,231
State Operations	6,059	16,912	--	22,971	--	6,699	19,558	--	26,257	--	12,661	19,570	--	32,231
Totals, 3980-Environmental Health Hazard Assessment	\$6,059	\$16,912	--	\$22,971	--	\$6,699	\$19,558	--	\$26,257	--	\$12,661	\$19,570	--	\$32,231
3996-General Obligation Bonds-Environmental	3,234	--	--	3,234	--	3,330	--	--	3,330	--	3,110	--	--	3,110
State Operations	3,234	--	--	3,234	--	3,330	--	--	3,330	--	3,110	--	--	3,110
Totals, 3996-General Obligation Bonds-Environmental	\$3,234	--	--	\$3,234	--	\$3,330	--	--	\$3,330	--	\$3,110	--	--	\$3,110
TOTALS, ENVIRONMENTAL PROTECTION	\$2,172,637	\$4,268,290	\$1,190,949	\$7,631,876	\$363,793	\$672,016	\$4,082,983	\$405,769	\$5,140,768	\$369,339	\$139,804	\$3,768,745	\$18,066	\$3,926,615
State Operations	2,121,337	1,925,597	16,590	3,463,524	131,100	608,066	1,437,382	17,020	2,062,468	133,619	139,424	1,450,332	17,568	1,607,324
Local Assistance	51,300	2,942,693	1,174,359	4,168,352	232,693	63,950	2,645,601	388,749	3,098,300	235,720	380	2,318,413	498	2,319,291
HEALTH AND HUMAN SERVICES														
4100-State Council-Developmental Disabilities	--	--	--	--	7,009	--	--	--	7,780	--	--	--	--	7,787
State Operations	--	--	--	--	7,009	--	--	--	7,780	--	--	--	--	7,787
4120-Emergency Medical Services Authority	2,998	4,098	--	7,096	2,707	3,997	4,496	--	8,493	3,722	3,449	4,201	--	7,650
State Operations	2,998	4,098	--	7,096	2,707	3,997	4,496	--	8,493	3,722	3,449	4,201	--	7,650
Local Assistance	6,512	74	--	6,586	268	6,865	300	--	7,165	671	7,230	300	--	7,550
Totals, 4120-Emergency Medical Services Authority	\$9,510	\$4,172	--	\$13,682	\$2,975	\$10,862	\$4,796	--	\$15,658	\$4,393	\$10,679	\$4,501	--	\$15,180
4140-Statewide Health Planning, Development	5,216	97,799	--	103,015	464	60,102	102,027	--	162,129	564	2,000	100,305	--	102,305
State Operations	5,216	97,799	--	103,015	464	60,102	102,027	--	162,129	564	2,000	100,305	--	102,305

**SCHEDULE 9 AT 2020-21 GOVERNOR'S BUDGET
COMPARATIVE STATEMENT OF EXPENDITURES
(Dollars in Thousands)**

	Actual 2018-19				Estimated 2019-20				Estimated 2020-21					
	General Fund	Special Funds	Selected Bond Funds	Budget Total	Federal Fund	General Fund	Special Funds	Selected Bond Funds	Budget Total	Federal Funds	General Fund	Special Funds	Selected Bond Funds	Budget Total
Local Assistance	37,577	21,244	-	58,821	1,000	123,089	31,656	-	154,745	1,000	31,333	9,187	-	40,520
Totals, 4140-Statewide Health Planning, Development	\$42,793	\$119,043	-	\$161,836	\$1,464	\$183,191	\$133,663	-	\$316,874	\$1,564	\$33,333	\$109,492	-	\$142,925
4150-Department of Managed Health Care	-	-	-	-	-	-	-	-	-	-	-	-	-	-
State Operations	-	78,973	-	78,973	-	-	94,294	-	94,294	-	-	93,749	-	93,749
Totals, 4150-Department of Managed Health Care	-	\$78,973	-	\$78,973	-	-	\$94,294	-	\$94,294	-	-	\$93,749	-	\$93,749
4170-Department of Aging	4,498	255	-	4,753	7,409	6,138	260	-	6,398	11,914	8,494	260	-	8,754
Local Assistance	32,511	4,542	-	37,053	175,996	78,138	4,546	-	82,684	176,746	58,788	4,546	-	63,334
Totals, 4170-Department of Aging	\$37,009	\$4,797	-	\$41,806	\$183,405	\$84,276	\$4,806	-	\$89,082	\$188,660	\$67,282	\$4,806	-	\$72,088
4180-Commission on Aging	-	-	-	-	501	-	-	-	561	-	-	-	-	499
State Operations	-	-	-	-	501	-	-	-	561	-	-	-	-	499
Totals, 4180-Commission on Aging	-	-	-	-	\$501	-	-	-	\$561	-	-	-	-	\$499
4185-California Senior Legislature	206	-	-	206	-	306	-	-	306	-	306	-	-	306
State Operations	-	-	-	-	-	306	-	-	306	-	306	-	-	306
Totals, 4185-California Senior Legislature	\$206	-	-	\$206	-	\$306	-	-	\$306	-	\$306	-	-	\$306
4250-Children and Families Commission	-	5,116	-	5,116	-	-	5,116	-	5,116	-	-	5,116	-	5,116
State Operations	-	370,364	-	370,364	-	-	370,835	-	370,835	-	-	370,835	-	370,835
Local Assistance	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Totals, 4250-Children and Families Commission	-	\$375,480	-	\$375,480	-	-	\$375,951	-	\$375,951	-	-	\$375,951	-	\$375,951
4260-State Department of Health Care Services	243,288	29,812	-	273,100	361,739	284,434	144,484	-	428,918	549,084	258,598	200,541	-	459,139
Local Assistance	19,749,991	12,683,149	-	32,433,140	59,167,072	23,310,219	11,476,083	-	34,786,302	65,718,181	26,180,913	10,045,265	-	36,226,178
Totals, 4260-State Department of Health Care Services	\$19,993,279	\$12,712,961	-	\$32,706,240	\$59,528,811	\$23,594,653	\$11,620,567	-	\$35,215,220	\$64,267,265	\$26,439,511	\$10,245,806	-	\$36,485,317
4265-Department of Public Health	103,299	484,077	-	587,376	330,452	12,989	552,768	-	674,657	320,174	108,212	513,454	-	621,666
State Operations	73,981	511,779	-	585,760	1,220,001	190,146	573,307	-	763,453	1,162,613	103,522	600,541	-	704,063
Local Assistance	4,866	-	-	4,866	-	1,080	-	-	1,080	-	-	-	-	1,080
Capital Outlay	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Totals, 4265-Department of Public Health	\$182,146	\$995,856	-	\$1,178,002	\$1,550,453	\$313,115	\$1,126,075	-	\$1,439,190	\$1,482,787	\$211,734	\$1,113,995	-	\$1,325,729
4300-Department of Developmental Services	340,598	730	-	341,328	2,711	348,679	895	-	349,574	2,797	357,310	895	-	358,205
State Operations	4,128,402	2,993	-	4,131,395	48,106	4,685,395	3,132	-	4,688,527	53,580	5,314,051	3,170	-	5,317,221
Local Assistance	3,495	-	-	3,495	-	-	-	-	-	-	-	-	-	-
Capital Outlay	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Totals, 4300-Department of Developmental Services	\$4,472,495	\$3,723	-	\$4,476,218	\$50,817	\$5,034,074	\$4,027	-	\$5,038,101	\$56,377	\$5,671,361	\$4,065	-	\$5,675,426
4440-Department of State Hospitals	1,692,502	-	-	1,692,502	-	1,847,988	-	-	1,847,988	-	2,073,628	-	-	2,073,628
State Operations	17,706	-	-	17,706	-	16,922	-	-	16,922	-	229	-	-	229
Capital Outlay	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Totals, 4440-Department of State Hospitals	\$1,710,208	-	-	\$1,710,208	-	\$1,864,910	-	-	\$1,864,910	-	\$2,073,857	-	-	\$2,073,857
4560-Mental Health Svcs Ovrst and Acnibility Comm	-	38,803	-	38,803	-	-	19,466	-	19,466	-	-	15,876	-	15,876
State Operations	20,000	-	-	20,000	-	-	102,871	-	102,871	-	-	29,156	-	29,156
Local Assistance	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Totals, 4560-Mental Health Svcs Ovrst and Acnibility Comm	\$20,000	\$38,803	-	\$58,803	-	-	\$122,337	-	\$122,337	-	-	\$45,032	-	\$45,032
4700-Dept of Community Services, Development	-	1,601	-	1,601	17,512	-	500	-	500	27,195	-	-	-	27,214
State Operations	-	43,359	-	43,359	290,594	-	9,500	-	9,500	260,846	-	-	-	260,846
Local Assistance	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Totals, 4700-Dept of Community Services, Development	-	\$44,960	-	\$44,960	\$308,106	-	\$10,000	-	\$10,000	\$288,041	-	-	-	\$288,041
4800-California Health Benefit Exchange	-	-	-	-	-	381,200	-	-	381,200	-	439,200	-	-	439,200
Local Assistance	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Totals, 4800-California Health Benefit Exchange	-	-	-	-	-	\$381,200	-	-	\$381,200	-	\$439,200	-	-	\$439,200
5160-Department of Rehabilitation	65,609	3,425	-	69,034	372,089	69,019	3,355	-	72,374	386,018	69,559	3,361	-	72,920
State Operations	705	-	-	705	15,575	5,705	-	-	5,705	10,736	6,375	-	-	6,375
Local Assistance	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Totals, 5160-Department of Rehabilitation	\$66,314	\$3,425	-	\$69,739	\$387,664	\$74,724	\$3,355	-	\$78,079	\$396,754	\$75,934	\$3,361	-	\$79,240
Local Assistance	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Totals, 5160-Department of Rehabilitation	\$66,314	\$3,425	-	\$69,739	\$387,664	\$74,724	\$3,355	-	\$78,079	\$396,754	\$75,934	\$3,361	-	\$79,240

**SCHEDULE 9 AT 2020-21 GOVERNOR'S BUDGET
COMPARATIVE STATEMENT OF EXPENDITURES
(Dollars in Thousands)**

	Actual 2018-19				Estimated 2019-20				Estimated 2020-21						
	General Fund	Special Funds	Selected Bond Funds	Budget Total	Federal Fund	General Fund	Special Funds	Selected Bond Funds	Budget Total	Federal Funds	General Fund	Special Funds	Selected Bond Funds	Budget Total	Federal Funds
Totals, 5160-Department of Rehabilitation	\$46,314	\$3,425	--	\$69,739	\$387,644	\$74,724	\$3,355	--	\$78,079	\$396,754	\$75,934	\$3,361	--	\$79,295	\$395,001
5165-Dept of Youth and Community Restoration	--	--	--	--	--	--	--	--	--	--	--	--	--	284,164	334
State Operations	--	--	--	--	--	--	--	--	--	--	--	--	--	78	--
Local Assistance	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--
Totals, 5165-Dept of Youth and Community Restoration	--	--	--	--	--	--	--	--	--	--	--	--	--	\$284,242	\$334
5175-Department of Child Support Services	54,746	--	--	54,748	123,498	57,583	--	--	57,583	129,799	57,643	--	--	57,643	129,956
State Operations	263,289	--	--	263,289	401,569	283,297	--	--	283,297	454,832	304,743	--	--	304,743	497,649
Local Assistance	\$318,037	--	--	\$318,037	\$525,067	\$340,880	--	--	\$540,880	\$584,631	\$362,386	--	--	\$362,386	\$627,605
Totals, 5175-Department of Child Support Services	191,754	41,855	--	233,609	395,505	225,152	41,270	--	266,422	441,488	232,320	45,256	--	277,576	444,778
5180-Department of Social Services	8,035,304	1,220	--	8,036,524	6,954,898	9,712,790	1,559	--	9,714,349	7,252,341	11,449,716	-4,240	--	11,445,476	7,080,971
State Operations	\$8,227,058	\$43,075	--	\$8,270,133	\$7,350,403	\$9,937,942	\$42,829	--	\$9,980,771	\$7,693,829	\$11,482,036	\$41,016	--	\$11,723,052	\$7,525,749
Local Assistance	--	5,878,542	--	5,878,542	--	--	6,116,182	--	6,116,182	--	--	6,315,005	--	6,315,005	--
Totals, 5180-Department of Social Services	\$5,878,542	\$5,878,542	--	\$5,878,542	--	--	\$6,116,182	--	\$6,116,182	--	--	\$6,315,005	--	\$6,315,005	--
5196-State-Local Realignment, 2011	--	5,012,893	--	5,012,893	--	4,700	5,230,756	--	5,235,456	--	9,400	5,421,724	--	5,431,124	--
Local Assistance	--	\$5,012,893	--	\$5,012,893	--	\$4,700	\$5,230,756	--	\$5,235,456	--	\$9,400	\$5,421,724	--	\$5,431,124	--
Totals, 5196-State-Local Realignment, 2011	115,525	--	--	115,525	--	67,676	--	--	67,676	--	92,680	--	--	92,680	--
5206-General Obligation Bonds-HHS	\$115,525	--	--	\$115,525	--	\$47,676	--	--	\$47,676	--	\$92,680	--	--	\$92,680	--
State Operations	\$35,174,560	\$25,336,703	--	\$60,511,263	\$69,896,675	\$41,892,509	\$24,889,658	--	\$66,786,167	\$76,572,642	\$47,453,941	\$23,778,503	--	\$71,232,444	\$78,035,943
Totals, 5206-General Obligation Bonds-HHS	2,820,241	786,544	--	3,606,785	1,621,596	3,092,963	968,931	--	4,061,894	1,881,096	3,548,363	983,014	--	4,531,377	1,799,359
TOTALS, HEALTH AND HUMAN SERVICES	32,328,272	24,550,159	--	56,878,431	68,275,079	38,781,544	23,920,727	--	62,702,271	75,091,546	43,905,349	22,795,489	--	66,700,838	76,236,584
State Operations	26,067	--	--	26,067	--	18,002	--	--	18,002	--	229	--	--	229	--
Local Assistance	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--
Totals, 5225-Corrections and Rehabilitation	\$12,309,135	-\$363	--	\$12,308,772	\$1,110	\$13,132,729	\$516	--	\$13,133,345	\$1,999	\$13,199,670	\$202	--	\$13,199,872	\$1,647
5227-Board of State and Community Corrections	14,278	--	--	14,278	1,411	21,598	1,384	--	22,982	3,495	27,517	2,238	--	29,755	3,640
State Operations	79,202	83,518	--	162,720	6,770	233,809	77,035	--	310,844	43,598	99,593	121,677	--	221,270	43,598
Local Assistance	\$93,480	\$83,518	--	\$176,998	\$8,181	\$255,407	\$78,419	--	\$333,826	\$47,093	\$127,110	\$123,915	--	\$251,025	\$47,258
Totals, 5227-Board of State and Community Corrections	64,647	-\$64,647	--	--	--	78,444	-\$78,444	--	--	--	122,465	-\$122,465	--	--	--
5228-Safe Neighborhoods and Schools Act	\$64,647	-\$64,647	--	--	--	\$78,444	-\$78,444	--	--	--	\$122,465	-\$122,465	--	--	--
Local Assistance	--	489,900	--	489,900	--	--	489,900	--	489,900	--	489,900	--	--	489,900	--
Totals, 5228-Safe Neighborhoods and Schools Act	--	\$489,900	--	\$489,900	--	--	\$489,900	--	\$489,900	--	\$489,900	--	--	\$489,900	--
5296-Enhancing Law Enforcement Activities	--	566,994	--	566,994	--	--	579,343	--	579,343	--	590,496	--	--	590,496	--
Local Assistance	--	\$566,994	--	\$566,994	--	--	\$579,343	--	\$579,343	--	\$590,496	--	--	\$590,496	--
Totals, 5296-Enhancing Law Enforcement Activities	--	1,365,961	--	1,365,961	--	--	1,458,582	--	1,458,582	--	1,542,234	--	--	1,542,234	--
5496-Local Community Corrections	--	\$1,365,961	--	\$1,365,961	--	--	\$1,458,582	--	\$1,458,582	--	\$1,542,234	--	--	\$1,542,234	--
Local Assistance	--	\$1,365,961	--	\$1,365,961	--	--	\$1,458,582	--	\$1,458,582	--	\$1,542,234	--	--	\$1,542,234	--
Totals, 5496-Local Community Corrections	--	\$1,365,961	--	\$1,365,961	--	--	\$1,458,582	--	\$1,458,582	--	\$1,542,234	--	--	\$1,542,234	--
5596-Dist Attorney and Public Defender Svcs	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--

**SCHEDULE 9 AT 2020-21 GOVERNOR'S BUDGET
COMPARATIVE STATEMENT OF EXPENDITURES
(Dollars in Thousands)**

	Actual 2018-19				Estimated 2019-20				Estimated 2020-21						
	General Fund	Special Funds	Selected Bond Funds	Budget Total	Federal Fund	General Fund	Special Funds	Selected Bond Funds	Budget Total	Federal Funds	General Fund	Special Funds	Selected Bond Funds	Budget Total	Federal Funds
Local Assistance	-	41,570	-	41,570	-	-	47,746	-	47,746	-	-	53,322	-	53,322	-
Totals, 5596-Dist Attorney and Public Defender Svcs	-	\$41,570	-	\$41,570	-	-	\$47,746	-	\$47,746	-	-	\$53,322	-	\$53,322	-
5696-Juvenile Justice Programs	-	169,369	-	169,369	-	-	181,717	-	181,717	-	-	192,871	-	192,871	-
Local Assistance	-	169,369	-	169,369	-	-	181,717	-	181,717	-	-	192,871	-	192,871	-
Totals, 5696-Juvenile Justice Programs	-	\$169,369	-	\$169,369	-	-	\$181,717	-	\$181,717	-	-	\$192,871	-	\$192,871	-
5796-Enhancing Law Enforcement Act Growth	-	221,270	-	221,270	-	-	257,433	-	257,433	-	-	259,130	-	259,130	-
Local Assistance	-	221,270	-	221,270	-	-	257,433	-	257,433	-	-	259,130	-	259,130	-
Totals, 5796-Enhancing Law Enforcement Act Growth	-	\$221,270	-	\$221,270	-	-	\$257,433	-	\$257,433	-	-	\$259,130	-	\$259,130	-
5990-Federal Immigration Funding-Incarcerath	-62,069	-	-	-62,069	62,069	-50,600	-	-50,600	-50,600	50,600	-46,942	-	-	-46,942	68,942
State Operations	-62,069	-	-	-62,069	62,069	-50,600	-	-50,600	-50,600	50,600	-46,942	-	-	-46,942	68,942
Totals, 5990-Federal Immigration Funding-Incarcerath	-\$62,069	-	-	-\$62,069	\$62,069	-\$50,600	-	-\$50,600	-\$50,600	\$50,600	-\$46,942	-	-	-\$46,942	\$68,942
5996-General Obligation Bonds-DCR	21,910	-	-	21,910	-	16,216	-	16,216	-	-	7,218	-	-	7,218	-
State Operations	21,910	-	-	21,910	-	16,216	-	16,216	-	-	7,218	-	-	7,218	-
Totals, 5996-General Obligation Bonds-DCR	\$21,910	-	-	\$21,910	-	\$16,216	-	\$16,216	-	-	\$7,218	-	-	\$7,218	-
TOTALS - CORRECTIONS AND REHABILITATION	\$12,427,108	\$2,873,572	-	\$15,300,675	\$71,360	\$13,492,196	\$3,015,912	-	\$16,447,508	\$99,692	\$13,387,521	\$3,129,605	-	\$16,517,126	\$117,847
State Operations	12,108,301	637	-	12,108,938	64,590	12,846,601	3,000	-	12,849,601	56,094	12,839,570	3,440	-	12,843,010	74,249
Local Assistance	288,008	2,872,935	-	3,160,943	6,770	466,578	3,012,312	-	3,478,890	43,598	436,661	3,126,165	-	3,562,826	43,598
Capital Outlay	30,794	-	-	30,794	-	119,017	-	-	119,017	-	111,290	-	-	111,290	-
TOTALS - DEPARTMENT OF EDUCATION	\$49,957,136	\$78,454	\$9,212	\$50,038,802	\$8,213,000	\$52,061,170	\$93,361	\$3,335	\$52,157,866	\$8,314,544	\$53,004,470	\$100,799	\$3,336	\$53,108,405	\$8,200,454
6100-Department of Education	179,153	4,167	3,212	186,532	19,1220	232,665	4,450	3,335	240,450	186,903	184,269	4,840	3,336	192,445	182,982
State Operations	179,153	4,167	3,212	186,532	19,1220	232,665	4,450	3,335	240,450	186,903	184,269	4,840	3,336	192,445	182,982
Local Assistance	49,777,875	74,287	-	49,852,162	8,021,780	51,826,328	88,911	-	51,915,239	8,127,641	52,820,201	95,959	-	52,916,160	8,017,472
Capital Outlay	108	-	-	108	-	2,177	-	-	2,177	-	-	-	-	-	-
Totals, 6100-Department of Education	\$49,957,136	\$78,454	\$9,212	\$50,038,802	\$8,213,000	\$52,061,170	\$93,361	\$3,335	\$52,157,866	\$8,314,544	\$53,004,470	\$100,799	\$3,336	\$53,108,405	\$8,200,454
6120-State Library	17,848	328	-	18,176	7,309	19,319	358	-	19,677	7,535	18,916	358	-	19,274	7,541
State Operations	17,848	328	-	18,176	7,309	19,319	358	-	19,677	7,535	18,916	358	-	19,274	7,541
Local Assistance	24,905	552	-	25,457	11,266	35,585	552	-	36,137	11,266	16,625	552	-	17,177	11,266
Totals, 6120-State Library	\$42,753	\$880	-	\$43,633	\$18,575	\$54,904	\$910	-	\$55,814	\$18,801	\$35,541	\$910	-	\$36,451	\$18,807
6125-Education Audit Appeals Panel	744	-	-	744	-	1,193	-	-	1,193	-	1,191	-	-	1,191	-
State Operations	744	-	-	744	-	1,193	-	-	1,193	-	1,191	-	-	1,191	-
Totals, 6125-Education Audit Appeals Panel	\$744	-	-	\$744	-	\$1,193	-	-	\$1,193	-	\$1,191	-	-	\$1,191	-
6255-Summer School for the Arts	1,388	-	-	1,388	-	1,430	-	-	1,430	-	1,431	-	-	1,431	-
State Operations	1,388	-	-	1,388	-	1,430	-	-	1,430	-	1,431	-	-	1,431	-
Totals, 6255-Summer School for the Arts	\$1,388	-	-	\$1,388	-	\$1,430	-	-	\$1,430	-	\$1,431	-	-	\$1,431	-
6300-Teachers Retirement System Contributions	2,246,000	-	-	2,246,000	-	1,117,000	-	-	1,117,000	-	802,000	-	-	802,000	-
State Operations	2,246,000	-	-	2,246,000	-	1,117,000	-	-	1,117,000	-	802,000	-	-	802,000	-
Local Assistance	3,082,316	-	-	3,082,316	-	3,323,223	-	-	3,323,223	-	3,591,420	-	-	3,591,420	-
Totals, 6300-Teachers Retirement System Contributions	\$5,328,316	-	-	\$5,328,316	-	\$4,440,223	-	-	\$4,440,223	-	\$4,393,420	-	-	\$4,393,420	-
6305-Retirement Costs for Community Colleges	-174,485	-	-	-174,485	-	-86,776	-	-	-86,776	-	-62,305	-	-	-62,305	-
State Operations	-174,485	-	-	-174,485	-	-86,776	-	-	-86,776	-	-62,305	-	-	-62,305	-
Local Assistance	-239,362	-	-	-239,362	-	-258,171	-	-	-258,171	-	-279,887	-	-	-279,887	-
Totals, 6305-Retirement Costs for Community Colleges	-\$413,847	-	-	-\$413,847	-	-\$344,947	-	-	-\$344,947	-	-\$342,192	-	-	-\$342,192	-
6350-School Facilities Aid Program	100,000	-63,151	628,969	665,818	-	300,000	-236,781	1,573,228	1,636,447	-	296,062	1,538,051	1,834,113	1,834,113	-
Local Assistance	100,000	-63,151	628,969	665,818	-	300,000	-236,781	1,573,228	1,636,447	-	296,062	1,538,051	1,834,113	1,834,113	-
Totals, 6350-School Facilities Aid Program	\$100,000	-\$63,151	\$628,969	\$665,818	-	\$300,000	-\$236,781	\$1,573,228	\$1,636,447	-	\$296,062	\$1,538,051	\$1,834,113	\$1,834,113	-
6360-Commission on Teacher Credentialing	-	28,385	-	28,385	-	-	30,209	-	30,209	-	260,000	-	-	260,000	-
State Operations	-	28,385	-	28,385	-	-	30,209	-	30,209	-	260,000	-	-	260,000	-
Local Assistance	94,106	-	-	94,106	-	-	-	-	-	-	-	-	-	-	-
Totals, 6360-Commission on Teacher Credentialing	\$94,106	\$28,385	-	\$122,491	-	-	\$30,209	-	\$30,209	-	\$260,000	-	-	\$260,000	-

**SCHEDULE 9 AT 2020-21 GOVERNOR'S BUDGET
COMPARATIVE STATEMENT OF EXPENDITURES
(Dollars in Thousands)**

	Actual 2018-19				Estimated 2019-20				Estimated 2020-21			
	General Fund	Special Funds	Budget Total	Federal Fund	General Fund	Special Funds	Budget Total	Federal Funds	General Fund	Special Funds	Budget Total	Federal Funds
6396-General Obligation Bonds-K-12												
State Operations	2,418,477	-	\$2,418,477	-	\$2,140,978	-	2,160,978	-	2,284,949	-	2,284,949	-
Totals, 6396-General Obligation Bonds-K-12	\$2,418,477	-	\$2,418,477	-	\$2,140,978	-	\$2,160,978	-	\$2,284,949	-	\$2,284,949	-
K-12 Education												
State Operations	4,689,125	32,880	4,725,217	198,529	3,445,809	35,017	3,484,161	194,438	3,230,451	35,015	3,268,802	190,523
Local Assistance	52,839,840	11,488	53,480,497	8,033,046	55,226,965	-147,318	1,573,228	56,452,875	8,138,907	56,408,359	392,573	1,538,051
Capital Outlay	108	-	108	-	2,177	-	2,177	-	-	-	-	-
Totals, K-12 Education	\$57,529,073	\$44,568	\$58,205,822	\$8,231,575	\$58,674,951	-\$112,301	\$1,576,563	\$60,137,213	\$9,333,345	\$59,638,810	\$427,588	\$1,541,387
6440-University of California												
State Operations	3,743,238	28,751	3,771,989	3,909,989	3,938,204	187,731	4,125,935	4,080,500	3,998,067	182,067	4,180,134	4,161,500
Totals, 6440-University of California	\$3,743,238	\$28,751	\$3,771,989	\$3,909,989	\$3,938,204	\$187,731	\$4,125,935	\$4,080,500	\$3,998,067	\$182,067	\$4,180,134	\$4,161,500
6445-Institute for Regenerative Medicine												
State Operations	-	-	14,470	-	-	-	15,614	-	-	-	15,614	-
Local Assistance	-	-	193,179	-	-	-	250,000	-	-	-	250,000	-
Totals, 6445-Institute for Regenerative Medicine	-	-	\$207,649	\$207,649	-	-	\$265,614	-	-	-	\$265,614	-
6600-Hastings College of the Law												
State Operations	20,269	-	20,269	-	16,328	-	16,328	-	20,075	-	20,075	-
Totals, 6600-Hastings College of the Law	\$20,269	-	\$20,269	-	\$16,328	-	\$16,328	-	\$20,075	-	\$20,075	-
6610-California State University												
State Operations	3,781,246	1,500	3,782,746	1,495,573	4,371,325	5,500	4,376,825	1,422,215	4,230,892	2,000	4,232,892	1,422,215
Totals, 6610-California State University	\$3,781,246	\$1,500	\$3,782,746	\$1,495,573	\$4,371,325	\$5,500	\$4,376,825	\$1,422,215	\$4,230,892	\$2,000	\$4,232,892	\$1,422,215
6645-CSU Health Benefits, Retired Annuitants												
State Operations	312,852	-	312,852	-	331,067	-	331,067	-	362,466	-	362,466	-
Totals, 6645-CSU Health Benefits, Retired Annuitants	\$312,852	-	\$312,852	-	\$331,067	-	\$331,067	-	\$362,466	-	\$362,466	-
6870-Board of Governors of Community Colleges												
State Operations	18,359	99	20,860	-	19,924	104	22,502	-	20,369	104	22,949	-
Local Assistance	6,192,881	6,170	6,199,051	-	6,238,822	10,384	6,249,206	-	6,372,217	5,701	6,377,918	-
Capital Outlay	-	-	93,801	-	-	-	416,673	-	-	-	150,413	-
Totals, 6870-Board of Governors of Community Colleges	\$6,211,240	\$6,269	\$6,217,511	\$10,488	\$6,259,746	\$10,488	\$6,686,381	-	\$6,392,566	\$5,805	\$6,551,280	\$150,413
6874-General Obligation Bonds-HI Ed-CC												
State Operations	246,393	-	246,393	-	264,643	-	264,643	-	340,415	-	340,415	-
Totals, 6874-General Obligation Bonds-HI Ed-CC	\$246,393	-	\$246,393	-	\$264,643	-	\$264,643	-	\$340,415	-	\$340,415	-
6878-Retirement Costs-HI Ed-CC												
State Operations	174,485	-	174,485	-	86,776	-	86,776	-	62,305	-	62,305	-
Local Assistance	239,362	-	239,362	-	258,171	-	258,171	-	279,887	-	279,887	-
Totals, 6878-Retirement Costs-HI Ed-CC	\$413,847	-	\$413,847	-	\$344,947	-	\$344,947	-	\$342,192	-	\$342,192	-
6980-Student Aid Commission												
State Operations	19,803	-	19,803	-	26,230	-	26,230	-	29,229	-	29,229	-
Local Assistance	1,169,561	4,869	1,174,430	5,631	1,592,654	5,631	1,598,285	1,627,158	1,632,158	4,976	1,632,134	-
Totals, 6980-Student Aid Commission	\$1,189,364	\$4,869	\$1,194,233	\$5,631	\$1,618,884	\$5,631	\$1,624,515	\$1,627,158	\$1,656,387	\$4,976	\$1,661,343	-
7996-General Obligation Bonds-HI Ed												
State Operations	321,937	-	321,937	-	346,227	-	346,227	-	165,507	-	165,507	-
Totals, 7996-General Obligation Bonds-HI Ed	\$321,937	-	\$321,937	-	\$346,227	-	\$346,227	-	\$165,507	-	\$165,507	-
Higher Education												
State Operations	8,638,582	30,350	8,685,804	5,405,562	9,400,724	193,335	18,088	9,612,147	5,502,715	184,171	18,090	9,431,586
Local Assistance	7,601,804	11,039	7,806,022	-	8,089,647	16,015	250,000	8,355,662	8,279,262	10,677	250,000	8,539,939
Capital Outlay	-	-	93,801	-	-	-	416,673	416,673	-	-	150,413	150,413
Totals, Higher Education	\$16,240,386	\$41,389	\$16,585,627	\$5,405,562	\$17,490,371	\$209,350	\$684,761	\$18,384,482	\$17,508,587	\$194,848	\$418,503	\$18,121,938
TOTALS, EDUCATION	\$73,749,459	\$85,957	\$74,791,449	\$13,637,137	\$76,145,932	\$97,049	\$78,823,695	\$13,836,060	\$77,147,397	\$622,436	\$17,959,890	\$79,729,723
State Operations	13,327,707	63,330	13,411,021	5,604,091	12,846,533	228,352	21,423	13,096,308	5,697,153	219,186	21,426	12,700,388
Local Assistance	60,441,644	22,727	61,286,519	8,033,046	63,316,612	-131,303	1,823,228	65,008,537	64,687,621	403,250	1,788,051	66,878,922

**SCHEDULE 9 AT 2020-21 GOVERNOR'S BUDGET
COMPARATIVE STATEMENT OF EXPENDITURES
(Dollars in Thousands)**

	Actual 2018-19				Estimated 2019-20				Estimated 2020-21				
	General Fund	Special Funds	Budget Total	Selected Bond Funds	General Fund	Special Funds	Budget Total	Selected Bond Funds	General Fund	Special Funds	Budget Total	Selected Bond Funds	Federal Funds
Capital Outlay	108	-	93,909	-	2,177	-	416,673	-	-	-	150,413	-	-
LABOR AND WORKFORCE DEVELOPMENT													
7100-Employment Development Department													
State Operations	104,908	151,279	256,187	724,788	96,778	183,713	-	-	702,945	121,480	176,475	-	297,955
Local Assistance	-	-	-	5,744,321	-	-	-	-	5,842,695	-	-	-	6,031,927
Totals, 7100-Employment Development Department	\$104,908	\$151,279	\$256,187	\$6,469,109	\$96,778	\$183,713	-	-	\$6,545,640	\$121,480	\$176,475	-	\$297,955
7120-Workforce Development Board													
State Operations	758	504	1,262	4,438	2,982	5,662	-	-	4,922	1,301	2,801	-	4,102
Local Assistance	-	-	-	48,830	44,249	44,249	-	-	11,000	34,749	45,749	-	45,749
Totals, 7120-Workforce Development Board	\$758	\$504	\$1,262	\$4,488	\$51,812	\$49,911	-	-	\$4,922	\$12,301	\$37,550	-	\$49,851
7300-Agricultural Labor Relations Board													
State Operations	9,339	1,213	10,552	-	10,064	1,279	-	-	11,343	10,070	1,831	-	11,901
Totals, 7300-Agricultural Labor Relations Board	\$9,339	\$1,213	\$10,552	-	\$10,064	\$1,279	-	-	\$11,343	\$10,070	\$1,831	-	\$11,901
7320-Public Employment Relations Board													
State Operations	13,020	-	13,020	-	15,335	-	-	-	15,335	15,319	-	-	15,319
Totals, 7320-Public Employment Relations Board	\$13,020	-	\$13,020	-	\$15,335	-	-	-	\$15,335	\$15,319	-	-	\$15,319
7350-Department of Industrial Relations													
State Operations	-	589,943	589,943	38,302	12,300	616,532	-	-	628,832	37,561	664,118	-	664,118
Totals, 7350-Department of Industrial Relations	-	\$589,943	\$589,943	\$38,302	\$12,300	\$616,532	-	-	\$628,832	\$37,561	\$664,118	-	\$664,118
TOTALS, LABOR AND WORKFORCE DEVELOPMENT													
State Operations	128,025	742,939	870,964	\$6,511,849	\$186,289	\$851,435	-	-	\$1,037,724	\$159,170	\$879,974	-	\$1,039,144
Local Assistance	-	-	-	767,528	137,459	807,186	-	-	944,645	148,170	845,225	-	993,395
	-	-	-	5,744,321	48,830	44,249	-	-	93,079	5,842,695	11,000	34,749	45,749
	-	-	-	-	-	-	-	-	-	-	-	-	6,031,927
GOVERNMENT OPERATIONS													
7501-Department of Human Resources													
State Operations	9,161	58	9,219	-	11,093	75	-	-	11,168	19,465	75	-	19,540
Totals, 7501-Department of Human Resources	\$9,161	\$58	\$9,219	-	\$11,093	\$75	-	-	\$11,168	\$19,465	\$75	-	\$19,540
7502-Department of Technology													
State Operations	4,919	-	4,919	-	5,122	-	-	-	5,122	27,726	-	-	27,726
Totals, 7502-Department of Technology	\$4,919	-	\$4,919	-	\$5,122	-	-	-	\$5,122	\$27,726	-	-	\$27,726
7503-State Personnel Board													
State Operations	1,436	-	1,436	-	2,563	-	-	-	2,563	2,591	-	-	2,591
Totals, 7503-State Personnel Board	\$1,436	-	\$1,436	-	\$2,563	-	-	-	\$2,563	\$2,591	-	-	\$2,591
7600-Department of Tax and Fee Administration													
State Operations	320,924	77,256	398,180	261	358,848	103,604	-	-	462,452	243	355,086	113,833	466,919
Totals, 7600-Department of Tax and Fee Administration	\$320,924	\$77,256	\$398,180	\$261	\$358,848	\$103,604	-	-	\$462,452	\$243	\$355,086	\$113,833	\$466,919
7700-Franchise Tax Board													
State Operations	803,005	21,771	824,776	-	864,592	24,297	-	-	888,889	863,217	25,160	-	888,377
Totals, 7700-Franchise Tax Board	\$803,005	\$21,771	\$824,776	-	\$864,592	\$24,297	-	-	\$888,889	\$863,217	\$25,160	-	\$888,377
7760-Department of General Services													
State Operations	73,337	117,355	190,692	-	63,070	128,574	9,012	200,656	126,450	120,553	126,450	7,916	254,919
Capital Outlay	660,416	-618,955	41,461	-	30,345	-	-	30,345	-	-	-	-	-
Totals, 7760-Department of General Services	\$733,753	-\$501,600	\$232,196	-	\$93,415	\$128,574	\$9,012	\$231,001	\$126,450	\$120,553	\$126,450	\$7,916	\$254,919
7870-California Victim Compensation Board													
State Operations	134	30,008	30,142	512	138	32,517	-	-	32,655	23,638	9,907	-	33,545
Local Assistance	-	71,869	71,869	17,087	-	72,361	-	-	72,361	23,000	75,656	-	75,656
Totals, 7870-California Victim Compensation Board	\$134	\$101,877	\$102,011	\$17,599	\$138	\$104,878	-	\$105,016	\$24,851	\$23,638	\$85,563	-	\$109,201
7900-Public Employees Retirement System													
State Operations	3,404,000	-	3,404,000	-	500,696	-	-	-	500,696	-	-	-	-

**SCHEDULE 9 AT 2020-21 GOVERNOR'S BUDGET
COMPARATIVE STATEMENT OF EXPENDITURES
(Dollars in Thousands)**

	Actual 2018-19				Estimated 2019-20				Estimated 2020-21					
	General Fund	Special Funds	Budget Total	Federal Fund	General Fund	Special Funds	Selected Bond Funds	Budget Total	Federal Funds	General Fund	Special Funds	Selected Bond Funds	Budget Total	Federal Funds
	\$3,404,000	--	\$3,404,000	--	\$500,696	--	\$500,696	--	\$500,696	--	--	--	--	--
Totals, 7900-Public Employees Retirement System														
7910-Office of Administrative Law														
State Operations	2,341	--	2,341	--	2,374	--	2,374	--	2,374	--	2,813	--	2,813	--
Totals, 7910-Office of Administrative Law	\$2,341	--	\$2,341	--	\$2,374	--	\$2,374	--	\$2,374	--	\$2,813	--	\$2,813	--
TOTALS, GOVERNMENT OPERATIONS	\$5,279,673	\$-300,638	\$4,985,458	\$17,840	\$1,838,841	\$361,428	\$9,012	\$2,209,281	\$25,094	\$1,413,089	\$351,081	\$7,916	\$1,772,086	\$25,090
State Operations	4,619,257	246,448	4,872,328	773	1,808,496	289,067	9,012	2,106,575	2,084	1,413,089	275,425	7,916	1,696,430	2,090
Local Assistance	--	71,869	71,869	17,087	--	72,361	--	72,361	23,000	--	75,656	--	75,656	23,000
Capital Outlay	660,416	-618,955	41,461	--	30,345	--	--	30,345	--	--	--	--	--	--
GENERAL GOVERNMENT														
8120-Peace Officer Standards, Training Comm														
State Operations	45	--	45	--	12,135	--	--	12,135	--	12,143	--	--	12,143	--
Local Assistance	25,000	--	25,000	--	22,860	--	--	22,860	--	22,860	--	--	22,860	--
Totals, 8120-Peace Officer Standards, Training Comm	\$25,045	--	\$25,045	--	\$34,995	--	--	\$34,995	--	\$35,003	--	--	\$35,003	--
8140-State Public Defender														
State Operations	14,229	--	14,229	--	15,147	--	--	15,147	--	20,017	--	--	20,017	--
Totals, 8140-State Public Defender	\$14,229	--	\$14,229	--	\$15,147	--	--	\$15,147	--	\$20,017	--	--	\$20,017	--
8260-Arts Council														
State Operations	1,783	881	2,664	1,085	2,873	890	--	3,763	1,090	1,936	890	--	2,826	1,073
Local Assistance	14,300	1,405	15,705	299	59,660	1,405	--	61,065	100	34,800	1,405	--	36,205	100
Totals, 8260-Arts Council	\$16,083	\$2,286	\$18,369	\$1,384	\$62,533	\$2,295	--	\$64,828	\$1,190	\$34,736	\$2,295	--	\$39,031	\$1,173
8385-Citizens Compensation Commission														
State Operations	1	--	1	--	10	--	--	10	--	10	--	--	10	--
Totals, 8385-Citizens Compensation Commission	\$1	--	\$1	--	\$10	--	--	\$10	--	\$10	--	--	\$10	--
8570-Department of Food and Agriculture														
8570-Department of Food and Agriculture														
State Operations	127,616	192,274	322,466	109,612	140,626	177,127	2,586	320,339	108,190	118,715	1,661	1,661	281,088	109,490
Local Assistance	9,510	249,727	288,850	--	16,810	132,514	6,687	156,011	--	90,643	86,845	5,994	183,482	--
Capital Outlay	11,768	--	11,768	--	3,946	--	--	3,946	--	15,262	--	--	15,262	--
Totals, 8570-Department of Food and Agriculture	\$148,894	\$442,001	\$623,084	\$109,612	\$161,382	\$309,641	\$9,273	\$480,296	\$108,190	\$224,620	\$247,557	\$7,455	\$479,832	\$109,490
8620-Fair Political Practices Commission														
State Operations	11,899	--	11,899	--	13,345	--	--	13,345	--	14,284	--	--	14,284	--
Totals, 8620-Fair Political Practices Commission	\$11,899	--	\$11,899	--	\$13,345	--	--	\$13,345	--	\$14,284	--	--	\$14,284	--
8640-Political Reform Act of 1974														
State Operations	--	--	--	--	--	--	--	--	--	3,024	--	--	3,024	--
Totals, 8640-Political Reform Act of 1974	--	--	--	--	--	--	--	--	--	\$3,024	--	--	\$3,024	--
8660-Public Utilities Commission														
State Operations	--	281,145	281,145	8,074	--	467,389	--	467,389	11,148	--	427,969	--	427,969	11,094
Local Assistance	--	1,014,562	1,014,562	--	--	1,197,187	--	1,197,187	--	--	1,170,812	--	1,170,812	--
Totals, 8660-Public Utilities Commission	--	\$1,295,707	\$1,295,707	\$8,074	--	\$1,664,576	--	\$1,664,576	\$11,148	--	\$1,598,781	--	\$1,598,781	\$11,094
8780-Milton Marks Little Hoover Commission														
State Operations	754	--	754	--	1,130	--	--	1,130	--	1,242	--	--	1,242	--
Totals, 8780-Milton Marks Little Hoover Commission	\$754	--	\$754	--	\$1,130	--	--	\$1,130	--	\$1,242	--	--	\$1,242	--
8820-Comm on the Status of Women and Girls														
State Operations	497	--	497	--	823	--	--	823	--	1,157	--	--	1,157	--
Totals, 8820-Comm on the Status of Women and Girls	\$497	--	\$497	--	\$823	--	--	\$823	--	\$1,157	--	--	\$1,157	--
8825-Comm on Asian & Pac Islndr Amer Affairs														
State Operations	--	--	--	--	500	--	--	500	--	500	--	--	500	--
Totals, 8825-Comm on Asian & Pac Islndr Amer Affairs	--	--	--	--	\$500	--	--	\$500	--	\$500	--	--	\$500	--
8855-California State Auditor's Office														
State Operations	19,723	898	20,621	--	25,595	--	--	25,595	--	24,743	--	--	24,743	--
Totals, 8855-California State Auditor's Office	\$19,723	\$898	\$20,621	--	\$25,595	--	--	\$25,595	--	\$24,743	--	--	\$24,743	--

**SCHEDULE 9 AT 2020-21 GOVERNOR'S BUDGET
COMPARATIVE STATEMENT OF EXPENDITURES
(Dollars in Thousands)**

	Actual 2018-19					Estimated 2019-20					Estimated 2020-21				
	General Fund	Special Funds	Budget Total	Federal Fund	Federal Funds	General Fund	Special Funds	Budget Total	Federal Fund	Federal Funds	General Fund	Special Funds	Budget Total	Federal Fund	Federal Funds
8860-Department of Finance															
State Operations	40,606	388	40,994	56,881	56,881	43,344		56,881		43,344		56,881		43,344	
Totals, 8860-Department of Finance	\$40,606	\$388	\$40,994	\$56,881	\$56,881	\$43,344		\$56,881		\$43,344		\$56,881		\$43,344	
8880-Financial Information System for CA															
State Operations	51,491	1,275	52,766	80,038	-1,613	78,425		78,425		78,425		78,425		78,425	
Totals, 8880-Financial Information System for CA	\$51,491	\$1,275	\$52,766	\$80,038	-\$1,613	\$78,425		\$78,425		\$78,425		\$78,425		\$78,425	
8885-Commission on State Mandates															
State Operations	2,280		2,280	2,566		2,566		2,566		2,566		2,566		2,566	
Local Assistance	300,434	2,146	302,580	52,094	2,340	54,434		54,434		54,434		54,434		54,434	
Totals, 8885-Commission on State Mandates	\$302,714	\$2,146	\$304,860	\$54,660	\$2,340	\$57,000		\$57,000		\$57,000		\$57,000		\$57,000	
8940-Military Department															
State Operations	80,336	1,570	81,906	126,383	1,633	128,016		128,016		128,016		128,016		128,016	
Local Assistance	60		60	60		60		60		60		60		60	
Capital Outlay	10,775		10,775	14,047	40,377	40,377		40,377		40,377		40,377		40,377	
Totals, 8940-Military Department	\$91,171	\$1,570	\$92,741	\$140,480	\$41,633	\$170,463		\$170,463		\$170,463		\$170,463		\$170,463	
8951-Federal Per Diem for Veterans Housing															
State Operations	-75,526		-75,526	75,526	-84,863	84,863		84,863		84,863		84,863		84,863	
Totals, 8951-Federal Per Diem for Veterans Housing	-\$75,526		-\$75,526	\$75,526	-\$84,863	\$84,863		\$84,863		\$84,863		\$84,863		\$84,863	
8955-Department of Veterans Affairs															
State Operations	418,100	439	418,539	2,780	441,471	451	442,367	2,875	444,611	451	446	445,508	2,743	448,251	
Local Assistance	5,700	2,205	7,905	9,250	2,205	11,455		11,455		5,600		7,805		7,805	
Capital Outlay	7,148	571	7,719	16,472	19,077	21,155	-19,732	1,423	6,878	7,833	700	8,533	9,573	9,573	
Totals, 8955-Department of Veterans Affairs	\$430,948	\$3,215	\$434,163	\$21,032	\$462,643	\$473,079	-\$17,076	\$445,245	\$97,763	\$456,044	\$446	\$461,846	\$12,336	\$474,182	
8998-General Obligation Bonds-Gen Gov															
State Operations	14,836		14,836	11,537		11,537		11,537		11,537		11,537		11,537	
Totals, 8998-General Obligation Bonds-Gen Gov	\$14,836		\$14,836	\$11,537		\$11,537		\$11,537		\$11,537		\$11,537		\$11,537	
Non-Agency Departments															
State Operations	708,670	478,870	1,187,540	798,444	645,877	3,031	1,447,352	328,977	750,505	591,687	2,107	1,344,299	330,107	1,674,406	
Local Assistance	355,004	1,270,045	1,625,049	299	1,654,662	6,687	1,503,072	100	1,951,110	1,263,264	5,994	1,464,368	100	1,464,368	
Capital Outlay	29,911	571	30,482	33,124	65,478	-19,732	45,746	18,504	41,246	700		41,946	27,724	41,946	
Totals, Non-Agency Departments	\$1,093,345	\$1,749,486	\$2,842,831	\$356,868	\$1,961,797	\$97,718	\$2,996,170	\$347,581	\$986,861	\$1,855,461	\$8,101	\$2,860,413	\$387,931	\$3,248,344	
9100-Tax Relief															
Local Assistance	411,328	3,525	414,853	415,001	-2,505	412,496		412,496		415,001		412,496		412,496	
Totals, 9100-Tax Relief	\$411,328	\$3,525	\$414,853	\$415,001	-\$2,505	\$412,496		\$412,496		\$415,001		\$412,496		\$412,496	
9210-Local Government Financing															
Local Assistance	68,517	-784	67,733	79,123		79,123		79,123		5,181		5,181		5,181	
Totals, 9210-Local Government Financing	\$68,517	-\$784	\$67,733	\$79,123		\$79,123		\$79,123		\$5,181		\$5,181		\$5,181	
9285-Trial Court Security-Court Construction															
Local Assistance	5,567		5,567	7,000		7,000		7,000		7,000		7,000		7,000	
Totals, 9285-Trial Court Security-Court Construction	\$5,567		\$5,567	\$7,000		\$7,000		\$7,000		\$7,000		\$7,000		\$7,000	
9286-Trial Court Security - Judgeships															
Local Assistance	840		840	3,757		3,757		3,757		4,200		4,200		4,200	
Totals, 9286-Trial Court Security - Judgeships	\$840		\$840	\$3,757		\$3,757		\$3,757		\$4,200		\$4,200		\$4,200	
9300-Payment to Counties for Homicide Trials															
Local Assistance	2		2	1		1		1		1		1		1	
Totals, 9300-Payment to Counties for Homicide Trials	\$2		\$2	\$1		\$1		\$1		\$1		\$1		\$1	
9350-Shared Revenues															
Local Assistance	505	2,623,190	2,623,695	30,476	505	2,959,973		2,960,478	38,260	505	3,007,162		3,007,667	38,260	
Totals, 9350-Shared Revenues	\$505	\$2,623,190	\$2,623,695	\$30,476	\$505	\$2,959,973		\$2,960,478	\$38,260	\$505	\$3,007,162		\$3,007,667	\$38,260	
Tax Relief-Local Gov															
Local Assistance	486,759	2,625,931	3,112,690	30,476	505,387	2,957,468		3,462,855	38,260	431,888		3,004,657		3,436,545	
Totals, Tax Relief-Local Gov	\$486,759	\$2,625,931	\$3,112,690	\$30,476	\$505,387	\$2,957,468		\$3,462,855	\$38,260	\$431,888		\$3,004,657		\$3,436,545	

**SCHEDULE 9 AT 2020-21 GOVERNOR'S BUDGET
COMPARATIVE STATEMENT OF EXPENDITURES
(Dollars in Thousands)**

	Actual 2018-19				Estimated 2019-20				Estimated 2020-21				
	General Fund	Special Funds	Budget Total	Federal Fund	General Fund	Special Funds	Budget Total	Federal Funds	General Fund	Special Funds	Budget Total	Selected Bond Funds	Federal Funds
Totals, Tax Relief-Local Gov	\$486,759	\$2,625,931	\$3,112,690	\$30,476	\$505,387	\$2,957,468	\$3,462,855	\$38,240	\$431,888	\$3,004,657	--	--	\$38,240
9600-Debt Service GO Bonds Commercial Paper	25,753	--	25,753	--	41,804	--	41,804	--	48,069	--	--	--	48,069
Totals, 9600-Debt Service GO Bonds Commercial Paper	\$25,753	--	\$25,753	--	\$41,804	--	\$41,804	--	\$48,069	--	--	--	\$48,069
9612-Enhanced Tobacco Asset-Backed Bonds	--	--	--	--	--	--	--	--	1	--	--	--	1
Totals, 9612-Enhanced Tobacco Asset-Backed Bonds	--	--	--	--	--	--	--	--	\$1	--	--	--	\$1
9620-Cash Management and Budgetary Loans	17,116	--	17,116	--	124,953	--	124,953	--	15,000	--	--	--	15,000
Totals, 9620-Cash Management and Budgetary Loans	\$17,116	--	\$17,116	--	\$124,953	--	\$124,953	--	\$15,000	--	--	--	\$15,000
9625-Interest Payments to the Federal Gov	12,901	921	13,822	--	31,000	2,001	33,001	--	31,000	2,001	--	--	33,001
Totals, 9625-Interest Payments to the Federal Gov	\$12,901	\$921	\$13,822	--	\$31,000	\$2,001	\$33,001	--	\$31,000	\$2,001	--	--	\$33,001
9650-Health, Dental Benefits for Annuitants	1,754,478	--	1,754,478	--	1,887,754	--	1,887,754	--	2,067,852	--	--	--	2,067,852
Totals, 9650-Health, Dental Benefits for Annuitants	\$1,754,478	--	\$1,754,478	--	\$1,887,754	--	\$1,887,754	--	\$2,067,852	--	--	--	\$2,067,852
9670-Equity Claims & Settlements & Judgments	11,967	5,421	17,388	--	30,498	--	30,498	--	--	--	--	--	--
Totals, 9670-Equity Claims & Settlements & Judgments	\$11,967	\$5,421	\$17,388	--	\$30,498	--	\$30,498	--	--	--	--	--	--
9800-Augmentation for Employee Compensation	374	--	374	--	6,000	--	6,000	--	660,223	534,423	--	--	1,194,646
Totals, 9800-Augmentation for Employee Compensation	\$374	--	\$374	--	\$6,000	--	\$6,000	--	\$660,223	\$534,423	--	--	\$1,194,646
9802-June to July Payroll Deferral	944,509	606,807	1,551,316	--	--	--	--	--	--	--	--	--	--
Totals, 9802-June to July Payroll Deferral	\$944,509	\$606,807	\$1,551,316	--	--	--	--	--	--	--	--	--	--
9840-Contingencies-Emergencies Augmentation	--	--	--	--	14,996	15,000	29,996	--	20,000	15,000	--	--	35,000
Totals, 9840-Contingencies-Emergencies Augmentation	--	--	--	--	\$14,996	\$15,000	\$29,996	--	\$20,000	\$15,000	--	--	\$35,000
9840-Capital Outlay Planning, Studies	2,000	--	2,000	--	2,000	--	2,000	--	2,000	--	--	--	2,000
Totals, 9840-Capital Outlay Planning, Studies	\$2,000	--	\$2,000	--	\$2,000	--	\$2,000	--	\$2,000	--	--	--	\$2,000
9885-Reserve for Liquidation of Encumbrances	-759,962	--	-759,962	--	--	--	--	--	--	--	--	--	--
Totals, 9885-Reserve for Liquidation of Encumbrances	-\$759,962	--	-\$759,962	--	--	--	--	--	--	--	--	--	--
9889-Public School System Stabilization Acct	--	--	--	--	524,150	-524,150	--	--	-37,621	37,621	--	--	--
Totals, 9889-Public School System Stabilization Acct	--	--	--	--	\$524,150	-\$524,150	--	--	-\$37,621	\$37,621	--	--	--
9892-Supplemental Pension Payments	760,995	75,034	837,983	--	390,000	300,112	690,118	--	817,000	231,804	6	6	1,048,810
Totals, 9892-Supplemental Pension Payments	\$760,995	\$75,034	\$837,983	--	\$390,000	\$300,112	\$690,118	--	\$817,000	\$231,804	\$6	\$6	\$1,048,810
9894-Statewide Proposition 98 Reconciliation	-391,094	--	-391,094	--	-175,882	--	-175,882	--	-76,521	--	--	--	-76,521
Totals, 9894-Statewide Proposition 98 Reconciliation	-\$391,094	--	-\$391,094	--	-\$175,882	--	-\$175,882	--	-\$76,521	--	--	--	-\$76,521
9897-Section 3.40 Rate Adjustments	--	--	--	--	--	--	--	--	184,938	107,505	--	--	292,443
Totals, 9897-Section 3.40 Rate Adjustments	--	--	--	--	--	--	--	--	\$184,938	\$107,505	--	--	\$292,443
9898-PERS General Fund Deferral Payment	681,747	--	681,747	--	--	--	--	--	--	--	--	--	--
Totals, 9898-PERS General Fund Deferral Payment	\$681,747	--	\$681,747	--	--	--	--	--	--	--	--	--	--
9900-Statewide General Admin Exp (Pro Rata)	--	--	--	--	--	--	--	--	--	--	--	--	--

**SCHEDULE 9 AT 2020-21 GOVERNOR'S BUDGET
COMPARATIVE STATEMENT OF EXPENDITURES
(Dollars in Thousands)**

	Actual 2018-19				Estimated 2019-20				Estimated 2020-21						
	General Fund	Special Funds	Selected Bond Funds	Budget Total	Federal Fund	General Fund	Special Funds	Selected Bond Funds	Budget Total	Federal Funds	General Fund	Special Funds	Selected Bond Funds	Budget Total	Federal Funds
State Operations	-775,910	677,071	-	-98,839	-	-765,679	676,806	112	-88,761	-	-762,178	698,871	891	-62,416	-
Totals, 9900-Statewide General Admin Exp (Pro Rate)	- \$775,910	\$677,071	-	- \$98,839	-	- \$765,679	\$676,806	\$112	- \$88,761	-	- \$762,178	\$698,871	\$891	- \$62,416	-
9901-Various Departments	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
State Operations	18,872	-	-	18,872	-	144,381	423	-	144,804	-	216,310	101,000	-	317,310	20,000
Local Assistance	5,298	114,299	-	119,597	-	484,954	103,829	247	588,783	-	104,076	103,829	-	104,076	-
Capital Outlay	-	-	-	-	-	-	-	-	-	-	43,647	-	-	43,647	-
Totals, 9901-Various Departments	\$24,170	\$114,299	-	\$138,469	-	\$629,335	\$104,252	-	\$733,587	-	\$260,204	\$204,829	-	\$465,033	\$20,000
9910-General Fund Credits from Federal Funds	-196,766	-	-	-196,766	-	-182,521	-	-	-182,521	-	-187,250	-	-	-187,250	-
Totals, 9910-General Fund Credits from Federal Funds	- \$196,766	-	-	- \$196,766	-	- \$182,521	-	-	- \$182,521	-	- \$187,250	-	-	- \$187,250	-
Statewide Expenditures	3,256,036	1,365,254	1,954	4,623,244	-	1,723,186	994,342	118	2,717,646	-	3,110,965	1,690,604	897	4,802,466	96,489
Local Assistance	-385,796	114,299	-	-271,497	-	833,222	-420,321	-	412,901	-	-113,895	141,450	-	27,555	-
Capital Outlay	2,000	-	-	2,000	-	2,000	-	-	2,000	-	45,647	-	-	45,647	-
Unclassified	-759,962	-	-	-759,962	-	-	-	-	-	-	-	-	-	-	-
Totals, Statewide Expenditures	\$2,112,278	\$1,479,553	\$1,954	\$3,595,785	-	\$2,558,408	\$574,021	\$118	\$3,132,547	-	\$3,042,717	\$1,832,054	\$897	\$4,875,668	\$96,489
TOTALS - GENERAL GOVERNMENT	\$3,692,402	\$5,854,970	\$43,321	\$9,690,693	\$387,359	\$4,088,451	\$5,493,285	\$9,836	\$9,591,572	\$385,841	\$4,451,466	\$6,692,362	\$8,998	\$11,162,826	\$492,680
State Operations	\$3,964,706	\$1,844,124	\$4,955	\$5,813,785	\$323,460	\$2,521,630	\$1,640,219	\$3,149	\$4,164,998	\$328,977	\$3,861,470	\$2,282,291	\$3,004	\$6,146,765	\$426,596
Local Assistance	\$455,987	\$4,010,275	\$29,613	\$4,495,855	\$30,775	\$1,499,343	\$3,872,798	\$6,687	\$5,378,828	\$38,360	\$513,103	\$4,409,371	\$5,994	\$4,928,468	\$38,360
Capital Outlay	\$31,691	\$571	\$8,753	\$41,015	\$33,124	\$67,478	-\$19,732	-	\$47,746	\$18,504	\$66,893	\$700	-	\$87,593	\$27,724
Unclassified	-\$759,962	-	-	-\$759,962	-	-	-	-	-	-	-	-	-	-	-
GRAND TOTAL	\$141,861,115	\$58,014,892	\$5,731,512	\$205,607,019	\$97,281,519	\$149,748,685	\$60,018,686	\$7,294,688	\$217,062,059	\$106,490,225	\$153,083,298	\$63,757,896	\$5,351,539	\$222,192,733	\$107,050,890
State Operations	\$45,181,152	\$17,311,592	\$431,977	\$62,924,721	\$9,820,417	\$40,517,114	\$18,846,038	\$585,566	\$59,948,718	\$10,282,084	\$40,372,863	\$19,637,256	\$327,507	\$60,337,626	\$10,271,823
Local Assistance	\$96,528,561	\$39,479,701	\$4,827,476	\$140,835,738	\$85,288,712	\$108,738,848	\$38,668,728	\$5,341,389	\$152,748,965	\$93,269,980	\$112,359,781	\$38,906,698	\$4,648,320	\$155,914,799	\$94,796,654
Capital Outlay	\$911,364	\$1,223,099	\$472,059	\$2,606,522	\$2,172,390	\$492,723	\$2,503,920	\$1,367,733	\$4,364,376	\$2,933,161	\$350,654	\$5,213,942	\$375,712	\$5,940,308	\$1,977,413
Unclassified	-\$759,962	-	-	-\$759,962	-	-	-	-	-	-\$5,000	-	-	-	-	-\$5,000

Note: Numbers may not add due to rounding

**SCHEDULE 10 AT 2020-21 GOVERNOR'S BUDGET -
SUMMARY OF FUND CONDITION STATEMENTS**
(Dollars in Thousands)

Fund	Beginning Reserve 2018-19	Revenues 2018-19	Expenditures 2018-19	Beginning Reserve 2019-20	Revenues 2019-20	Expenditures 2019-20	Beginning Reserve 2020-21	Revenues 2020-21	Expenditures 2020-21	Ending Reserve 2020-21
GENERAL FUND	10,979,193	139,378,948	141,861,115	8,497,026	146,485,597	149,748,685	5,233,938	151,634,805	153,083,298	3,785,445
SPECIAL FUNDS										
0002-Property Acquisition Law Money Account	1,149	8,332	4,185	5,296	3,710	4,538	4,468	4,756	4,299	4,925
0003-Motor Vehicle Parking Facilities Moneys Account	5,389	5,124	3,673	6,840	5,733	8,623	3,950	6,379	6,419	3,910
0004-Breast Cancer Fund	8	502	413	97	541	638	--	638	638	--
0006-Disability Access Account	29,384	13,240	11,561	31,063	18,895	12,458	37,500	18,937	12,357	44,080
0007-Breast Cancer Research Account, Breast Cancer Fund	9,205	8,664	6,668	11,201	8,976	12,755	7,422	8,698	15,686	434
0009-Breast Cancer Control Account, Breast Cancer Fund	7,034	8,917	12,387	3,564	9,281	12,430	415	8,999	9,414	--
0012-Attorney General Annuity Account	670	4,822	5,112	380	5,925	5,895	410	12,077	11,455	1,032
0014-Hazardous Waste Control Account	9,233	58,425	64,084	3,574	59,229	57,342	5,461	58,924	63,124	1,261
0017-Fingerprint Fees Account	63,228	99,136	95,741	66,623	123,180	99,480	90,323	98,481	104,362	84,442
0018-Site Remediation Account	5,254	14,740	12,772	7,222	19,273	20,292	6,203	11,496	17,249	450
0020-California State Law Library Special Account	281	308	356	233	308	390	151	308	384	75
0022-State Emergency Telephone Number Account	36,653	71,553	101,320	6,886	116,620	120,585	2,921	171,688	171,292	3,317
0023-Farmworker Remedial Account	888	368	291	965	368	291	1,042	368	291	1,119
0026-State Motor Vehicle Insurance Account	29,800	48,732	34,430	44,102	38,746	36,038	46,810	38,746	34,323	51,233
0028-Unified Program Account	3,061	8,678	9,669	2,070	8,674	9,023	1,721	8,674	9,950	445
0029-Nuclear Planning Assessment Special Account	1,214	4,616	4,400	1,430	4,616	4,604	1,442	4,616	4,616	1,442
0032-Firearm Safety Account	5,546	777	364	5,959	777	378	6,358	777	378	6,757
0033-State Energy Conservation Assistance Account	16,869	41,137	-12,062	70,068	2,600	39,009	33,659	2,600	486	35,773
0034-Geothermal Resources Development Account	315	1,445	1,760	--	1,322	1,322	--	1,322	1,322	--
0035-Surface Mining and Reclamation Account	1,549	4,513	4,915	1,147	4,679	5,102	724	4,822	5,120	426
0041-Aeronautics Account, State Transportation Fund	2,268	7,187	5,932	3,523	7,130	9,273	1,380	8,098	8,576	902
0042-State Highway Account, State Transportation Fund	2,467,853	4,426,026	4,626,907	2,266,972	4,769,208	4,489,771	2,546,409	4,143,861	4,924,397	1,765,873
0044-Motor Vehicle Account, State Transportation Fund	532,101	3,949,342	3,913,792	567,651	4,216,135	4,351,078	432,708	4,365,411	4,243,689	554,430

**SCHEDULE 10 AT 2020-21 GOVERNOR'S BUDGET
SUMMARY OF FUND CONDITION STATEMENTS
(Dollars in Thousands)**

Fund	Beginning Reserve 2018-19	Revenues 2018-19	Expenditures 2018-19	Beginning Reserve 2019-20	Revenues 2019-20	Expenditures 2019-20	Beginning Reserve 2020-21	Revenues 2020-21	Expenditures 2020-21	Ending Reserve 2020-21
0046-Public Transportation Account, State Transportation Fund	855,110	1,375,205	1,175,473	1,054,842	1,683,796	1,423,620	1,315,018	2,093,716	1,984,850	1,423,884
0052-Local Airport Loan Account	31,435	-285	-314	31,464	-386	147	30,931	-1,504	117	29,310
0054-New Motor Vehicle Board Account	2,226	1,827	1,655	2,398	1,964	1,977	2,385	1,964	1,971	2,378
0055-Mass Transit Revolving Account, State Transportation Fund	1,000	-	-	1,000	-	-	1,000	-	-	1,000
0058-Rail Accident Prevention Response Fund	3	-	-	3	-	-	3	-	-	3
0061-Motor Vehicle Fuel Account, Transportation Tax Fund	21,081	20,487	41,568	-	39,964	39,964	-	42,144	42,144	-
0062-Highway Users Tax Account, Transportation Tax Fund	-	1,320,288	1,320,288	-	1,654,092	1,654,092	-	1,745,341	1,745,341	-
0064-Motor Vehicle License Fee Account, Transportation Tax Fund	14,205	29,743	25,651	18,297	9,735	28,032	-	30,504	30,504	-
65-Illegal Drug Lab Cleanup Account	1,510	33	832	711	37	-	748	37	16	769
66-Sale of Tobacco to Minors Control Account	1,336	177	544	969	304	1,180	93	304	190	207
67-State Corporations Fund	88,195	58,371	59,377	87,189	82,065	65,770	103,484	-103,484	-	-
69-Barbering and Cosmetology Contingent Fund	20,712	22,703	22,055	21,360	44,116	23,201	42,275	24,107	22,279	44,103
0070-Occupational Lead Poisoning Prevention Account	3,324	3,625	5,060	1,889	3,387	5,066	210	3,387	3,597	-
0071-Yosemite Foundation Account, California Environmental License Plate Fund	18	900	637	281	900	840	341	900	840	401
0072-California Collegiate License Plate Fund	1	28	29	-	38	38	-	38	38	-
0074-Medical Waste Management Fund	1,907	2,307	3,089	1,125	2,507	3,082	550	2,507	3,057	-
0075-Radiation Control Fund	6,777	28,035	28,384	6,428	28,035	30,324	4,139	28,035	32,072	102
0076-Tissue Bank License Fund	3,230	454	694	2,990	443	711	2,722	452	1,227	1,947
0078-Graphic Design License Plate Account	499	2,300	2,403	396	2,304	2,429	271	2,304	2,428	147
0080-Childhood Lead Poisoning Prevention Fund	69,519	21,472	34,265	56,726	20,968	44,652	33,042	34,936	37,634	30,344
0082-Export Document Program Fund	1,427	480	851	1,056	480	910	626	480	913	193
0083-Veterans Service Office Fund	2,104	1,156	991	2,269	1,156	991	2,434	1,156	992	2,598
0093-Construction Management Education Account (CMEA)	324	123	110	337	113	106	344	114	105	353

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**SCHEDULE 10 AT 2020-21 GOVERNOR'S BUDGET
SUMMARY OF FUND CONDITION STATEMENTS
(Dollars in Thousands)**

Fund	Beginning Reserve 2018-19	Revenues 2018-19	Expenditures 2018-19	Beginning Reserve 2019-20	Revenues 2019-20	Expenditures 2019-20	Beginning Reserve 2020-21	Revenues 2020-21	Expenditures 2020-21	Ending Reserve 2020-21
0098-Clinical Laboratory Improvement Fund	21,537	9,286	13,110	17,713	8,628	14,247	12,094	12,369	16,366	8,097
0099-Health Statistics Special Fund	11,612	30,179	29,570	12,221	30,461	31,967	10,715	30,478	33,295	7,898
0100-California Used Oil Recycling Fund	19,498	23,601	22,763	20,336	23,515	29,308	14,543	23,515	23,473	14,585
0102-State Fire Marshal Licensing and Certification Fund	1,903	4,950	4,652	2,201	5,082	5,969	1,314	5,738	6,116	936
0104-San Joaquin River Conservancy Fund	2,202	280	120	2,362	280	128	2,514	178	143	2,549
0106-Department of Pesticide Regulation Fund	23,399	101,187	106,882	17,704	105,665	115,387	7,982	110,048	114,753	3,277
0108-Acupuncture Fund	4,499	2,626	3,028	4,097	3,593	4,896	2,794	3,532	5,072	1,254
0111-Department of Agriculture Account, Department of Food and Agriculture Fund	122,791	172,552	189,455	105,888	170,583	190,736	85,735	173,031	192,120	66,646
0115-Air Pollution Control Fund	191,648	138,868	192,872	137,644	226,255	206,832	157,067	183,925	188,556	152,436
0117-Alcoholic Beverage Control Appeals Fund	4,169	1,569	1,377	4,361	1,774	1,465	4,670	1,903	1,698	4,875
0121-Hospital Building Fund	161,059	54,576	69,413	146,222	67,741	72,727	141,236	56,741	71,304	126,673
0122-Emergency Food Assistance Program Fund	251	495	358	388	734	729	393	543	541	395
0124-California Agricultural Export Promotion Account	39	10	10	39	10	10	39	10	10	39
0125-Assembly Operating Fund	76	69	-	145	-	-	145	-	-	145
0126-State Audit Fund	12,910	400	898	12,412	400	-	12,812	400	-	13,212
0129-Water Device Certification Special Account	1,151	245	412	984	236	416	804	236	417	623
0131-Foster Family Home and Small Family Home Insurance Fund	1,554	-	242	1,312	-	-	1,312	-	-	1,312
0132-Workers Compensation Managed Care Fund	577	10	83	504	10	82	432	10	78	364
0133-California Beverage Container Recycling Fund	311,728	1,217,283	1,220,116	308,895	1,226,947	1,246,652	289,190	1,217,624	1,236,922	269,892
0139-Driving Under-the-Influence Program Licensing Trust Fund	794	1,039	1,252	581	1,034	1,362	253	1,158	1,411	-
0140-California Environmental License Plate Fund	36,169	62,709	81,676	17,202	60,083	67,620	9,665	61,921	66,863	4,723
0141-Soil Conservation Fund	2,258	5,588	3,837	4,009	3,430	4,081	3,358	3,430	4,089	2,699
0142-Department of Justice Sexual Habitual Offender Fund	2,655	2,671	1,933	3,393	2,638	2,992	3,039	2,638	2,992	2,685
0143-California Health Data and Planning Fund	20,968	31,809	38,378	14,399	31,431	36,055	9,775	31,430	36,503	4,702
0144-California Water Fund	1,386	-	-	1,386	-	-	1,386	-	-	1,386

**SCHEDULE 10 AT 2020-21 GOVERNOR'S BUDGET
SUMMARY OF FUND CONDITION STATEMENTS
(Dollars in Thousands)**

Fund	Beginning Reserve 2018-19	Revenues 2018-19	Expenditures 2018-19	Beginning Reserve 2019-20	Revenues 2019-20	Expenditures 2019-20	Beginning Reserve 2020-21	Revenues 2020-21	Expenditures 2020-21	Ending Reserve 2020-21
0152-State Board of Chiropractic Examiners Fund	2,017	3,944	3,969	1,992	4,415	5,029	1,378	4,335	5,593	120
0156-California Heritage Fund	53	-	-	53	-	-	53	-	-	53
0158-Travel Seller Fund	1,885	722	854	1,753	826	1,567	1,012	826	1,567	271
0159-State Trial Court Improvement and Modernization Fund	13,822	11,771	9,729	15,864	11,434	17,266	10,032	10,767	20,453	346
0160-Operating Funds of the Assembly and Senate	33	6,758	6,757	34	-	-	34	-	-	34
0163-Continuing Care Provider Fee Fund	2,531	1,878	1,870	2,539	1,490	1,689	2,340	1,515	1,692	2,163
0166-Certification Account, Consumer Affairs Fund	1,217	1,363	1,280	1,300	1,277	1,489	1,088	1,279	1,561	806
0168-Structural Pest Control Research Fund	1,046	163	3	1,206	170	3	1,373	173	3	1,543
0169-California Debt Limit Allocation Committee Fund	7,186	1,789	1,649	7,326	2,579	1,949	7,956	2,579	2,563	7,972
70-Corrections Training Fund	142	22	-	164	-	-	164	-	-	164
71-California Debt and Investment Advisory Commission	5,800	3,396	3,696	5,500	3,236	3,984	4,752	3,273	4,096	3,929
72-Developmental Disabilities Program Development Fund	911	2,713	2,590	1,034	2,637	2,700	971	2,687	2,724	934
0174-Clandestine Drug Lab Clean-Up Account	2	-	-	2	-	-	2	-	-	2
0175-Dispensing Opticians Fund	654	640	424	870	630	604	896	630	534	992
0177-Food Safety Fund	9,710	8,754	11,690	6,774	8,754	13,078	2,450	8,754	11,088	116
0178-Driver Training Penalty Assessment Fund	1,399	-	-	1,399	-	158	1,241	-	-	1,241
0179-Environmental Laboratory Improvement Fund	425	3,567	3,985	7	4,255	4,049	213	4,305	4,057	461
0180-Northern California Veterans Cemetery Master Development Fund	143	-	-	143	-	-	143	-	-	143
0181-Registered Nurse Education Fund	2,509	2,012	1,947	2,574	2,080	2,225	2,429	2,080	2,216	2,293
0183-Environmental Enhancement and Mitigation Program Fund	33,352	7,693	11,884	29,161	7,693	7,085	29,769	7,693	7,075	30,387
0184-Employment Development Department Benefit Audit Fund	16,415	18,898	21,336	13,977	26,048	23,278	16,747	20,525	23,437	13,835
0185-Employment Development Department Contingent Fund	39,830	140,285	131,587	48,528	148,839	165,775	31,592	144,993	156,455	20,130
0186-Energy Resources Surcharge Fund	-	-	-	-	-	-	-	-	-	-
0191-Fair and Exposition Fund	4,363	258	1,803	2,818	258	1,949	1,127	258	82	1,303

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**SCHEDULE 10 AT 2020-21 GOVERNOR'S BUDGET
SUMMARY OF FUND CONDITION STATEMENTS
(Dollars in Thousands)**

Fund	Beginning Reserve 2018-19	Revenues 2018-19	Expenditures 2018-19	Beginning Reserve 2019-20	Revenues 2019-20	Expenditures 2019-20	Beginning Reserve 2020-21	Revenues 2020-21	Expenditures 2020-21	Ending Reserve 2020-21
0193-Waste Discharge Permit Fund	7,463	156,488	151,895	12,056	162,697	167,033	7,720	178,622	172,926	13,416
0194-Emergency Medical Services Training Program Approval Fund	62	264	253	73	248	264	57	248	277	28
0198-California Fire and Arson Training Fund	215	2,317	2,437	95	2,332	2,422	5	5,410	4,989	426
0200-Fish and Game Preservation Fund	50,473	117,350	121,325	46,498	117,788	131,752	32,534	114,719	125,539	21,714
0203-Genetic Disease Testing Fund	26,498	130,058	135,127	21,429	129,874	145,653	5,650	145,157	145,525	5,282
0205-Geology and Geophysics Account, Professional Engineers and Land Surveyors Fund	1,131	-	-	1,131	-	-	1,131	-	-	1,131
0207-Fish and Wildlife Pollution Account	695	280	321	654	280	350	584	280	345	519
0209-California Hazardous Liquid Pipeline Safety Fund	11,030	3,933	5,391	9,572	3,933	5,695	7,810	3,933	5,711	6,032
0210-Outpatient Settling Fund of the Medical Board of California	454	20	28	446	128	28	546	130	28	648
0211-California Waterfowl Habitat Preservation Account, Fish and Game Preservation Fund	2,056	20	221	1,855	20	221	1,654	20	223	1,451
0212-Marine Invasive Species Control Fund	3,940	6,091	6,446	3,585	5,772	6,124	3,233	5,772	6,516	2,489
0213-Native Species Conservation and Enhancement Account, Fish and Game Preservation Fund	542	144	34	652	144	153	643	144	150	637
0214-Restitution Fund	64,692	74,642	98,734	40,600	68,489	100,403	8,686	68,489	77,070	105
0215-Industrial Development Fund	34	-26	8	-	-	-	-	-	-	-
0217-Insurance Fund	31,945	286,726	300,714	17,957	311,233	317,477	11,713	321,382	324,298	8,797
0223-Workers Compensation Administration Revolving Fund	160,319	354,680	357,470	157,529	402,648	373,451	186,726	400,485	391,474	195,737
0226-California Tire Recycling Management Fund	102,090	36,797	68,383	70,504	34,513	48,161	56,856	34,508	47,123	44,241
0228-Secretary of States Business Fees Fund	1,000	72,016	72,016	1,000	73,745	73,745	1,000	63,437	63,437	1,000
0230-Cigarette and Tobacco Products Surtax Fund	-	7,745	5,132	2,613	7,959	7,871	2,701	7,957	7,859	2,799
0231-Health Education Account, Cigarette and Tobacco Products Surtax Fund	9,450	59,782	54,420	14,812	61,828	73,190	3,450	61,219	62,550	2,119
0232-Hospital Services Account, Cigarette and Tobacco Products Surtax Fund	41,571	80,698	73,813	48,456	93,827	131,089	11,194	92,761	99,328	4,627
0233-Physician Services Account, Cigarette and Tobacco Products Surtax Fund	15,671	24,493	22,633	17,531	26,840	40,986	3,385	26,534	28,686	1,233

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SUMMARY OF FUND CONDITION STATEMENTS
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Fund	Beginning Reserve 2018-19	Revenues 2018-19	Expenditures 2018-19	Beginning Reserve 2019-20	Revenues 2019-20	Expenditures 2019-20	Beginning Reserve 2020-21	Revenues 2020-21	Expenditures 2020-21	Ending Reserve 2020-21
0234-Research Account, Cigarette and Tobacco Products Surtax Fund	3,216	15,000	13,613	4,603	15,511	19,204	910	15,360	15,721	549
0235-Public Resources Account, Cigarette and Tobacco Products Surtax Fund	1,530	7,088	5,931	2,687	8,261	9,863	1,085	8,110	8,830	365
0236-Unallocated Account, Cigarette and Tobacco Products Surtax Fund	22,863	54,861	49,025	28,699	60,227	80,346	8,580	59,541	65,421	2,700
0238-Northern California Veterans Cemetery Perpetual Maintenance Fund	496	81	71	506	81	71	516	81	72	525
0239-Private Security Services Fund	10,124	14,184	14,955	9,353	14,318	16,348	7,323	14,234	16,313	5,244
0240-Local Agency Deposit Security Fund	175	498	578	95	679	642	132	679	637	174
0241-Local Public Prosecutors and Public Defenders Training Fund	973	5	-	978	-	1	977	-	1	976
0242-Court Collection Account	1,268	136,562	128,553	9,277	123,770	119,207	13,840	123,770	118,387	19,223
0243-Narcotic Treatment Program Licensing Trust Fund	3,722	2,060	1,660	4,122	2,073	2,033	4,162	2,070	2,015	4,217
0244-Environmental Water Fund	3,024	-	-	3,024	-	-	3,024	-	-	3,024
0245-Mobilehome Parks and Special Occupancy Parks Revolving Fund	3,159	8,220	8,834	2,545	8,220	9,397	1,368	8,220	9,916	-328
0247-Drinking Water Operator Certification Special Account	3,773	1,789	1,862	3,700	3,603	2,021	5,282	2,003	2,063	5,222
0256-Sexual Predator Public Information Account	254	86	83	257	86	191	152	86	191	47
0257-Earthquake Emergency Investigations Account, Disaster Assistance Fund	30	-	-	30	-	9	21	-	-	21
0260-Nursing Home Administrators State License Examining Fund	799	-	-	799	-	-	799	-	-	799
0261-Off Highway License Fee Fund	859	2,401	3,260	-	2,401	2,401	-	2,401	2,401	-
0262-Habitat Conservation Fund	23,051	11,493	10,851	23,693	11,816	12,467	23,042	11,740	11,940	22,842
0263-Off-Highway Vehicle Trust Fund	161,017	78,502	113,980	125,539	79,621	129,650	75,510	82,987	116,555	41,942
0264-Osteopathic Medical Board of California Contingent Fund	3,061	2,554	2,243	3,372	3,878	3,351	3,899	2,604	3,286	3,217
0266-Inland Wetlands Conservation Fund, Wildlife Restoration Fund	3,186	68	-	3,254	68	-	3,322	68	-	3,390
0267-Exposition Park Improvement Fund	4,860	10,768	11,446	4,182	9,866	11,215	2,833	9,866	11,064	1,633

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Fund	Beginning Reserve 2018-19	Revenues 2018-19	Expenditures 2018-19	Beginning Reserve 2019-20	Revenues 2019-20	Expenditures 2019-20	Beginning Reserve 2020-21	Revenues 2020-21	Expenditures 2020-21	Ending Reserve 2020-21
0268-Peace Officers Training Fund	1,806	--	--	1,806	--	--	1,806	--	--	1,806
0269-Glass Processing Fee Account, California Beverage Container Recycling Fund	19,419	68,521	63,533	24,407	67,088	67,857	23,638	66,845	65,985	24,498
0270-Technical Assistance Fund	9,860	25,257	26,018	9,099	24,876	26,842	7,133	24,876	26,847	5,162
0271-Certification Fund	2,078	1,787	2,250	1,615	1,837	2,255	1,197	1,837	2,257	777
0272-Infant Botulism Treatment and Prevention Fund	15,170	7,825	10,949	12,046	10,280	14,463	7,863	10,340	11,052	7,151
0275-Hazardous and Idle-Deserted Well Abatement Fund	1,777	8,589	229	10,137	4,075	233	13,979	4,226	226	17,979
0276-Penalty Account, California Beverage Container Recycling Fund	5,799	770	28	6,541	303	5,015	1,829	303	15	2,117
0277-Bi-metal Processing Fee Account, California Beverage Container Recycling Fund	22,290	2,026	261	24,055	1,907	253	25,709	1,907	255	27,361
0278-PET Processing Fee Account, California Beverage Container Recycling Fund	31,244	70,566	65,579	36,231	65,766	62,637	39,360	65,287	61,649	42,998
0279-Child Health and Safety Fund	3,065	4,114	5,855	1,324	4,592	5,830	86	4,592	4,533	145
0280-Physician Assistant Fund	2,452	2,112	1,453	3,111	3,723	2,374	4,460	2,412	3,085	3,787
0281-Recycling Market Development/Revolving Loan Subaccount, Integrated Waste Management Account	10,427	1,348	1,633	10,142	1,704	7,403	4,443	1,704	2,077	4,070
0286-Lake Tahoe Conservancy Account	3,580	900	1,386	3,094	900	1,888	2,106	900	1,537	1,469
0288-The Registry of International Student Exchange Visitor Placement Organizations Fund	135	13	--	148	13	--	161	13	--	174
0289-State HICAP Fund	7,337	4,360	2,528	9,169	4,248	2,538	10,879	4,248	2,542	12,585
0290-Board of Pilot Commissioners Special Fund	4,236	2,536	2,933	3,839	2,223	3,054	3,008	2,253	2,886	2,375
0293-Motor Carriers Safety Improvement Fund	1,004	1,963	1,841	1,126	1,929	2,095	960	1,929	2,113	776
0294-Removal and Remedial Action Account	5,850	2,376	2,673	5,553	3,677	3,279	5,951	3,677	3,245	6,383
0295-Board of Podiatric Medicine Fund	778	1,081	1,093	766	1,247	1,311	702	1,272	1,638	336
0298-Financial Institutions Fund	48,885	30,137	34,759	44,263	33,207	37,124	40,346	-40,346	--	--
0299-Credit Union Fund	2,392	10,332	11,744	980	12,084	12,487	577	12,962	12,718	821
0300-Professional Forester Registration Fund	106	123	219	10	272	219	63	169	231	1

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Fund	Beginning Reserve 2018-19	Revenues 2018-19	Expenditures 2018-19	Beginning Reserve 2019-20	Revenues 2019-20	Expenditures 2019-20	Beginning Reserve 2020-21	Revenues 2020-21	Expenditures 2020-21	Ending Reserve 2020-21
0305-Private Postsecondary Education Administration Fund	8,202	15,171	16,123	7,250	15,231	20,384	2,097	20,101	21,415	783
0306-Safe Drinking Water Account Fund of 1996	6,209	25,076	26,856	4,429	27,592	29,795	2,226	30,329	29,904	2,651
0308-Earthquake Risk Reduction Fund	81	-	-	81	-	81	-	-	-	-
0309-Perinatal Insurance Fund	44,900	2,834	404	47,330	2,542	12,081	37,791	2,542	16,529	23,804
0310-Psychology Fund	2,977	9,796	5,393	7,380	7,998	5,988	9,390	4,345	6,914	6,821
0311-Traumatic Brain Injury Fund	56	800	805	51	-	-	51	-	4	47
0312-Emergency Medical Services Personnel Fund	2,007	2,630	3,014	1,623	2,561	3,288	896	2,561	3,337	120
0313-Major Risk Medical Insurance Fund	756	-756	-	-	-	-	-	-	-	-
0314-Diesel Emission Reduction Fund	4,400	101	-	4,501	100	-	4,601	100	-	4,701
0317-Real Estate Fund	43,314	50,800	56,432	37,682	66,002	64,661	39,023	50,477	62,835	26,665
0318-Collins-Dugan Calif Conservation Corps Reimbursement Acct	10,210	43,725	49,606	4,329	47,742	49,447	2,624	42,742	44,483	883
0319-Respiratory Care Fund	1,057	3,135	3,342	850	3,396	3,803	443	3,711	4,067	87
0320-Oil Spill Prevention and Administration Fund	29,564	52,512	56,095	25,981	52,288	61,838	16,431	52,288	59,735	8,984
0321-Oil Spill Response Trust Fund	12,398	1,893	93	14,198	36,893	107	50,984	1,893	112	52,765
0322-Environmental Enhancement Fund	238	112	291	59	237	275	21	277	243	55
0325-Electronic and Appliance Repair Fund	3,761	3,049	2,746	4,064	3,185	3,173	4,076	3,227	3,171	4,132
0326-Athletic Commission Fund	1,022	2,747	1,999	1,770	2,854	1,945	2,679	3,028	2,476	3,231
0327-Court Interpreters Fund	743	261	163	841	220	214	847	218	168	897
0328-Public School Planning, Design, and Construction Review Revolving Fund	19,639	96,600	67,572	48,667	89,695	72,864	65,498	98,478	72,552	91,424
0329-Vehicle License Collection Account, Local Revenue Fund	-	14,000	14,000	-	14,000	14,000	-	14,000	14,000	-
0330-Local Revenue Fund	-	864	864	-	897	897	-	894	894	-
0335-Registered Environmental Health Specialist Fund	179	379	461	97	421	480	38	421	441	18
0336-Mine Reclamation Account	934	4,624	4,910	648	5,535	5,533	650	5,707	5,622	735
0338-Strong-Motion Instrumentation and Seismic Hazards Mapping Fund	13,664	13,142	13,194	13,612	13,300	15,130	11,782	13,428	14,341	10,869
0342-State School Fund	2,547	25,484	25,484	2,547	25,484	25,484	2,547	25,484	25,484	2,547
0347-School Land Bank Fund	69,627	900	1,260	69,267	1,500	1,555	69,212	1,500	2,096	68,616
0348-Senate Operating Fund	7	-	-	7	-	-	7	-	-	7

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Fund	Beginning Reserve 2018-19	Revenues 2018-19	Expenditures 2018-19	Beginning Reserve 2019-20	Revenues 2019-20	Expenditures 2019-20	Beginning Reserve 2020-21	Revenues 2020-21	Expenditures 2020-21	Ending Reserve 2020-21
0349-Educational Telecommunication Fund	1,323	—	716	607	—	607	—	—	—	—
0351-Mental Health Subaccount, Sales Tax Account	—	1,161,368	1,161,368	—	1,166,054	1,166,054	—	1,201,640	1,201,640	—
0352-Social Services Subaccount, Sales Tax Account	—	2,152,263	2,152,263	—	2,329,728	2,329,728	—	2,415,732	2,415,732	—
0353-Health Subaccount, Sales Tax Account	—	—	—	—	35,237	35,237	—	66,413	66,413	—
0354-Caseload Subaccount, Sales Tax Growth Account	—	177,465	177,465	—	86,004	86,004	—	9,355	9,355	—
0361-General Growth Subaccount, Sales Tax Growth Account	—	—	—	—	98,030	98,030	—	122,650	122,650	—
0365-Historic Property Maintenance Fund	2,626	709	684	2,651	693	1,137	2,207	674	1,137	1,744
0367-Indian Gaming Special Distribution Fund	33,528	50,607	33,200	50,935	51,254	37,023	65,166	59,204	37,178	87,192
0371-California Beach and Coastal Enhancement Account, California Environmental License Fee Fund	226	1,291	1,399	118	1,275	1,363	30	1,275	1,285	20
0375-Disaster Response-Emergency Operations Account, Special Fund for Economic Uncertainties	23	—	—	23	—	—	23	—	—	23
0376-Speech-Language Pathology and Audiology and Hearing Aid Dispensers Fund	2,219	2,201	2,039	2,381	2,276	2,518	2,139	2,220	2,524	1,835
0378-False Claims Act Fund	3,409	17,462	19,110	1,761	18,809	19,148	1,422	18,504	18,684	1,242
0381-Public Interest Research, Development, and Demonstration Fund	14,746	398	704	14,440	300	818	13,922	300	805	13,417
0382-Renewable Resource Trust Fund	20,387	37,377	26,979	30,785	2,000	1,347	31,438	2,000	1,272	32,166
0384-The Salmon and Steelhead Trout Restoration Account	4	—	—	4	—	—	4	—	—	4
0386-Solid Waste Disposal Site Cleanup Trust Fund	6,819	6,764	5,706	7,877	5,514	5,736	7,655	5,514	5,923	7,246
0387-Integrated Waste Management Account, Integrated Waste Management Fund	44,155	50,283	51,939	42,499	47,753	66,239	24,013	47,753	58,342	13,424
0392-State Parks and Recreation Fund	17,090	229,675	243,826	2,939	242,386	231,156	14,169	245,794	257,098	2,865
0396-Self-Insurance Plans Fund	3,479	3,423	4,459	2,443	4,472	4,610	2,305	4,742	4,698	2,349

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Fund	Beginning Reserve 2018-19	Revenues 2018-19	Expenditures 2018-19	Beginning Reserve 2019-20	Revenues 2019-20	Expenditures 2019-20	Beginning Reserve 2020-21	Revenues 2020-21	Expenditures 2020-21	Ending Reserve 2020-21
0399-Structural Pest Control Education and Enforcement Fund	1,322	468	403	1,387	468	403	1,452	464	401	1,515
0400-Real Estate Appraisers Regulation Fund	7,259	4,447	5,736	5,970	4,489	6,502	3,957	6,064	6,530	3,491
0407-Teacher Credentials Fund	20,865	27,713	23,969	24,609	27,851	27,241	25,219	27,228	27,299	25,148
0408-Test Development and Administration Account, Teacher Credentials Fund	5,654	5,523	5,908	5,269	5,547	6,526	4,290	5,575	6,218	3,647
0410-Transcript Reimbursement Fund	36	1	2	35	--	5	30	--	--	30
0412-Transportation Rate Fund	1,497	-946	--	551	--	--	551	--	--	551
0421-Vehicle Inspection and Repair Fund	132,334	127,527	135,541	124,320	218,057	152,725	189,652	113,203	152,785	150,070
0425-Victim - Witness Assistance Fund	--	2	--	2	--	--	2	--	--	2
0429-Local Jurisdiction Energy Assistance Account	268	119	--	387	-106	--	281	1	--	282
34-Air Toxics Inventory and Assessment Account	712	901	716	897	905	701	1,101	854	703	1,252
36-Underground Storage Tank Leaker Account	5	20	25	--	20	19	1	20	18	3
37-State Assistance For Fire Equipment Account	1,861	300	100	2,061	100	100	2,061	100	100	2,061
0439-Underground Storage Tank Cleanup Fund	831,627	347,536	322,776	856,387	347,691	319,101	884,977	347,691	316,202	916,466
0447-Wildlife Restoration Fund	363	3,461	6,134	-2,310	4,752	2,383	59	4,729	4,778	10
0448-Occupancy Compliance Monitoring Account, Tax Credit Allocation Fee Account	26,161	6,270	5,898	26,533	63,440	6,007	83,966	6,440	7,300	83,106
0449-Winter Recreation Fund	568	250	381	437	250	376	311	250	385	176
0452-Elevator Safety Account	24,075	22,066	29,773	16,368	25,066	30,262	11,172	25,066	30,936	5,302
0453-Pressure Vessel Account	1,573	5,329	5,881	1,021	5,811	6,158	674	5,811	6,290	195
0456-Expeditied Site Remediation Trust Fund	3	--	--	3	--	--	3	--	--	3
0457-Tax Credit Allocation Fee Account	40,208	6,540	3,511	43,237	41,554	4,457	80,334	6,554	5,808	81,080
0458-Site Operation and Maintenance Account, Hazardous Substances Account	-118	149	483	-452	794	312	30	426	396	60
0459-Telephone Medical Advice Services Fund	1,036	16	--	1,052	--	--	1,052	--	--	1,052
0460-Dealers Record of Sale Special Account	9,527	19,931	23,789	5,669	24,418	26,275	3,812	28,195	29,443	2,564

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0461-Public Utilities Commission Transportation Reimbursement Account	51,154	36,871	19,775	68,250	13,452	26,462	55,240	13,452	29,685	39,007
0462-Public Utilities Commission Utilities Reimbursement Account	51,230	127,917	148,320	30,827	249,945	238,959	41,813	166,615	201,866	6,562
0464-California High-Cost Fund-Administrative Committee Fund	39,881	31,286	36,031	35,136	32,121	49,304	17,953	31,969	49,348	574
0465-Energy Resources Programs Account	43,205	71,857	63,665	51,397	70,362	77,863	43,896	69,324	76,341	36,879
0467-State Notes Expense Account	250	-	-	250	-	-	250	-	-	250
0470-California High-Cost Fund-Administrative Committee Fund	42,622	74,634	10,865	106,391	476	22,364	84,503	9,217	22,396	71,324
0471-Universal Lifeline Telephone Service Trust Administrative Committee Fund	407,428	407,516	333,851	481,093	431,442	417,499	495,036	431,442	386,635	539,843
0475-Underground Storage Tank Fund	107	-	-	107	-	-	107	-	-	107
0478-Vectorborne Disease Account	175	132	217	90	184	232	42	157	182	17
0479-Energy Technologies Research, Development and Demonstration Account	2,940	61	-	3,001	60	-	3,061	60	-	3,121
0481-Garment Manufacturers Special Account	234	9,380	9,500	114	405	500	19	2,485	500	2,004
0483-Deaf and Disabled Telecommunications Program	55,799	44,250	44,925	55,124	42,454	67,368	30,210	42,454	67,973	4,691
0485-Army Discretionary Improvement Account	653	86	158	581	90	160	511	90	173	428
0487-Financial Responsibility Penalty Account	1,103	-4	-	1,099	-	-	1,099	-	-	1,099
0492-State Athletic Commission Neurological Examination Account	593	23	106	510	21	59	472	21	58	435
0493-California Teleconnect Fund Administrative Committee Fund	98,348	77,137	86,943	88,542	71,343	108,405	51,480	71,343	108,159	14,664
0494-Other - Unallocated Special Funds	144,973	-	606,807	-461,834	-	15,424	-477,258	-	757,929	-1,235,187
0496-Developmental Disabilities Services Account	147	3	-	150	150	150	150	150	150	150
0497-Local Government Geothermal Resources Revolving Subaccount, Geothermal Resources Development Account	2,688	1,462	385	3,765	1,350	2,843	2,272	1,350	1,641	1,981

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0557-Toxic Substances Control Account	32,262	106,509	124,929	13,842	116,036	129,125	753	133,554	132,268	2,039
0558-Farm and Ranch Solid Waste Cleanup and Abatement Account	1,278	1,055	665	1,668	1,069	1,784	953	1,069	1,210	812
0566-Department of Justice Child Abuse Fund	1,494	521	469	1,546	521	500	1,567	521	501	1,587
0567-Gambling Control Fund	59,942	25,134	20,084	64,992	53,856	22,416	96,432	24,856	28,894	92,394
0569-Gambling Control Fines and Penalties Account	7,284	977	283	7,978	479	315	8,142	479	303	8,318
0577-Abandoned Watercraft Abatement Fund	588	2,750	2,750	588	2,750	2,750	588	2,750	2,750	588
0582-High Polluter Repair or Removal Account	59,932	49,142	36,407	72,667	49,555	41,866	80,356	50,174	51,376	79,154
0585-Counties Children and Families Account, California Children and Families Trust Fund	-	286,915	286,915	-	324,493	287,386	37,107	316,389	287,386	66,110
0587-Family Law Trust Fund	7,743	2,484	1,422	8,805	2,802	1,778	9,829	2,873	1,829	10,873
0593-Coastal Access Account, State Coastal Conservancy Fund	2,293	605	798	2,100	614	830	1,884	614	786	1,712
0600-Vending Stand Fund	6,683	2,798	2,620	6,861	2,828	3,361	6,328	2,828	3,361	5,795
0623-California Children and Families First Trust Fund	32,259	11,455	11,453	32,261	14,207	14,207	32,261	14,393	14,394	32,260
0631-Mass Media Communications Account, California Children and Families Trust Fund	19,353	22,114	20,342	21,125	24,932	20,342	25,715	24,324	20,342	29,697
0634-Education Account, California Children and Families Trust Fund	64,667	18,469	23,951	59,185	20,818	23,951	56,052	20,312	23,951	52,413
0636-Child Care Account, California Children and Families Trust Fund	34,310	11,055	15,121	30,244	12,465	15,121	27,588	12,161	15,121	24,628
0637-Research and Development Account, California Children and Families Trust Fund	49,988	11,110	16,983	44,115	12,520	16,983	39,652	12,216	16,983	34,885
0638-Administration Account, California Children and Families Trust Fund	9,132	3,706	6,123	6,715	4,176	5,485	5,406	4,075	5,459	4,022
0639-Unallocated Account, California Children and Families Trust Fund	14,111	7,216	7,052	14,275	8,155	7,052	15,378	7,953	7,052	16,279
0642-Domestic Violence Training and Education Fund	1,012	663	634	1,041	691	662	1,070	691	658	1,103

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0643-Upper Newport Bay Ecological Reserve Maintenance and Preservation Fund	7,404	20,866	23,307	4,963	20,866	23,904	1,925	20,866	24,002	-1,211
0648-Mobilehome-Manufactured Home Revolving Fund	28,395	10,415	14,578	24,232	13,070	17,866	19,436	16,686	17,890	18,232
0704-Accountancy Fund, Professions and Vocations Fund	5,806	3,103	3,885	5,024	4,308	4,384	4,948	3,296	4,469	3,775
0706-California Architects Board Fund	3,979	5,385	4,060	5,304	3,984	5,301	3,987	4,032	5,361	2,658
0717-Cemetery and Funeral Fund	15,165	65,991	70,797	10,359	69,012	75,553	3,818	76,988	79,074	1,732
0735-Contractors License Fund	8,280	15,931	12,853	11,358	16,271	16,672	10,957	16,433	16,821	10,569
0741-State Dentistry Fund	1,513	-1,513	--	--	--	--	--	--	--	--
0750-State Funeral Directors and Embalmers Fund	3,755	5,194	4,611	4,338	5,113	5,922	3,529	5,146	5,897	2,778
0752-Home Furnishings and Thermal Insulation Fund	398	59	122	335	58	120	273	55	133	195
0755-Licensed Midwifery Fund	1,832	558	920	1,470	875	1,156	1,189	875	1,169	895
0757-California Board of Architectural Examiners - Landscape Architects Fund	34,800	59,586	65,923	28,463	58,072	72,455	14,080	66,036	78,936	1,180
0758-Contingent Fund of the Medical Board of California	3,071	6,086	4,981	4,176	6,276	5,966	4,486	6,306	6,478	4,314
0759-Physical Therapy Fund	17,057	62,940	44,954	35,043	64,100	60,872	38,271	67,439	61,893	43,817
0761-Board of Registered Nursing Fund, Professions and Vocations Fund	2,918	1,966	2,094	2,790	2,075	2,498	2,367	2,255	2,436	2,186
0763-State Optometry Fund, Professions and Vocations Fund	10,510	25,832	25,063	11,279	28,757	30,036	10,000	32,937	32,022	10,915
0767-Pharmacy Board Contingent Fund, Professions and Vocations Fund	691	1,416	1,191	916	582	1,229	269	1,318	1,224	363
0769-Private Investigator Fund	8,571	9,267	11,187	6,651	10,909	12,805	4,755	12,914	13,718	3,951
0770-Professional Engineers, Land Surveyor's, and Geologist's Fund	445	1,057	1,142	360	1,416	1,247	529	1,418	1,272	675
0771-Court Reporters Fund	6,578	12,999	13,173	6,404	9,507	13,562	2,349	12,776	13,305	1,820
0773-Behavioral Science Examiners Fund, Professions and Vocations Fund	1,417	4,485	5,052	850	6,598	5,867	1,581	6,615	5,952	2,244
0775-Structural Pest Control Fund	1,745	5,509	5,164	2,090	5,389	5,998	1,481	7,288	6,977	1,792
0777-Veterinary Medical Board Contingent Fund	8,564	14,963	16,865	6,662	17,390	18,960	5,092	17,663	18,936	3,819
0779-Vocational Nursing and Psychiatric Technicians Fund										

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0780-Psychiatric Technicians Account, Vocational Nursing and Psychiatric Technicians Fund	1,064	-1,064	-	-	-	-	-	-	-	-
0932-Trial Court Trust Fund	67,858	1,315,000	1,311,228	71,630	1,344,969	1,350,949	65,650	1,344,592	1,409,637	605
0933-Managed Care Fund	18,001	82,135	84,913	15,223	91,900	100,891	6,232	102,443	100,338	8,337
0940-Bosco-Keene Renewable Resources Investment Fund	1,783	1,305	1,096	1,992	1,200	1,169	2,023	1,200	1,177	2,046
1003-Cleanup Loans and Environmental Assistance to Neighborhoods Account	4,962	-40	-	4,922	-40	500	4,382	-40	1,000	3,342
1006-Rural CUPA Reimbursement Account	806	-	-	806	-	-	806	-	-	806
1008-Firearms Safety and Enforcement Special Fund	17,202	5,538	11,301	11,439	12,339	11,297	12,481	9,491	11,009	10,963
1010-Natural Heritage Preservation Tax Credit Reimbursement Account	-	-	-	-	-	-	-	-	-	-
11-Budget Stabilization Account	10,807,422	3,161,000	-	13,968,422	2,050,000	-	16,018,422	1,959,000	-	17,977,422
17-Umbilical Cord Blood Collection Program Fund	7,108	3,279	2,500	7,887	3,279	2,500	8,666	3,279	2,500	9,445
18-Lake Tahoe Science and Lake Improvement Account, General Fund	2,869	1,005	1,052	2,822	1,205	2,239	1,788	1,205	1,137	1,856
1019-Safety Net Reserve Fund	-	900,000	-	900,000	-	-	900,000	-	-	900,000
1027-Full-Day Kindergarten Facilities Account	-	-	-62,271	62,271	-	-236,781	299,052	-	296,062	2,990
1029-The Public School System Stabilization Account	-	-	-	-	-	-524,150	524,150	-	37,621	486,529
1030-Consumer Privacy Fund	-	-	-	-	-	-	-	360	360	-
2501-Local Transportation Loan Account, State Highway Account, State Transportation Fund	4,112	88	-	4,200	-4,200	-	-	-	-	-
2503-SR-710 Rehabilitation Account	-	884	353	531	969	1,000	500	1,000	1,000	500
2504-Advance Mitigation Account, State Transportation Fund	30,000	30,964	-	60,964	30,771	30,000	61,735	30,771	30,000	62,506
3001-Public Beach Restoration Fund	10,694	-	1,300	9,394	-6,000	231	3,163	-	-	3,163
3002-Electrician Certification Fund	9,462	2,330	2,969	8,823	2,330	3,094	8,059	2,330	3,197	7,192
3004-Garment Industry Regulations Fund	3,390	2,705	3,545	2,550	2,235	3,549	1,236	-1,236	-	-
3007-Traffic Congestion Relief Fund	305,223	31,232	82,832	253,623	8,579	86,726	175,476	-11,823	11,734	151,919

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**SCHEDULE 10 AT 2020-21 GOVERNOR'S BUDGET
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(Dollars in Thousands)**

Fund	Beginning Reserve 2018-19	Revenues 2018-19	Expenditures 2018-19	Beginning Reserve 2019-20	Revenues 2019-20	Expenditures 2019-20	Beginning Reserve 2020-21	Revenues 2020-21	Expenditures 2020-21	Ending Reserve 2020-21
3010-Pierces Disease Management Account	10,513	5,700	3,374	12,839	4,401	3,375	13,865	4,401	3,428	14,838
3013-California Central Coast State Veterans Cemetery at Fort Ord Operations Fund	26	642	643	25	351	338	38	90	77	51
3015-Gas Consumption Surcharge Fund	97,058	481,802	566,570	12,290	616,574	563,219	65,645	616,574	563,201	119,018
3016-Missing Persons DNA Data Base Fund	5,357	3,159	3,375	5,141	3,159	3,992	4,308	3,159	3,987	3,480
3017-Occupational Therapy Fund	2,355	2,232	2,368	2,219	2,520	2,724	2,015	3,107	3,365	1,757
3018-Drug and Device Safety Fund	1,570	6,672	7,490	752	6,104	6,756	100	6,408	5,461	1,047
3019-Substance Abuse Treatment Trust Fund	277	--	--	277	--	--	277	--	--	277
3020-Tobacco Settlement Fund	1,273	--	57	1,216	--	--	1,216	--	--	1,216
3022-Apprenticeship Training Contribution Fund	26,397	13,800	13,075	27,122	14,800	14,520	27,402	14,800	14,507	27,695
24-Rigid Container Account	104	111	180	35	212	194	53	212	192	73
25-Abandoned Mine Reclamation and Minerals Fund	1,536	1,204	1,152	1,588	944	901	1,631	944	906	1,669
27-Trauma Care Fund	6	--	--	6	--	--	6	--	--	6
3030-Workers Occupational Safety and Health Education Fund	1,702	1,012	1,203	1,511	1,012	1,199	1,324	1,012	1,189	1,147
3033-California Memorial Scholarship Fund	647	-647	--	--	--	--	--	--	--	--
3034-Antiterrorism Fund	1,951	1,710	1,925	1,736	893	1,437	1,192	893	1,431	654
3035-Environmental Quality Assessment Fund	182	4	--	186	4	--	190	4	--	194
3036-Alcohol Beverage Control Fund	18,694	66,547	73,942	11,299	83,952	87,072	8,179	91,697	91,146	8,730
3037-State Court Facilities Construction Fund	331,563	93,784	143,167	282,180	89,028	165,851	205,357	68,853	169,557	104,653
3039-Dentally Underserved Account, State Dentistry Fund	1,570	24	134	1,460	--	134	1,326	--	133	1,193
3042-Victims of Corporate Fraud Compensation Fund	13,796	1,844	1,607	14,033	1,898	1,619	14,312	1,898	1,572	14,638
3046-Oil, Gas, and Geothermal Administrative Fund	7,324	104,857	110,699	1,482	120,460	108,735	13,207	120,680	117,821	16,066
3053-Public Rights Law Enforcement Special Fund	3,047	17,910	14,865	6,092	16,092	20,405	1,779	19,392	20,378	793
3054-Health Care Benefits Fund	998	2,000	2,000	998	2,000	2,000	998	2,000	2,000	998
3056-Safe Drinking Water and Toxic Enforcement Fund	8,337	4,926	4,842	8,421	4,150	4,716	7,855	4,150	4,653	7,352

**SCHEDULE 10 AT 2020-21 GOVERNOR'S BUDGET
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(Dollars in Thousands)**

Fund	Beginning Reserve 2018-19	Revenues 2018-19	Expenditures 2018-19	Beginning Reserve 2019-20	Revenues 2019-20	Expenditures 2019-20	Beginning Reserve 2020-21	Revenues 2020-21	Expenditures 2020-21	Ending Reserve 2020-21
3057-Dam Safety Fund	7,703	17,340	19,521	5,522	21,826	23,003	4,345	21,827	22,873	3,299
3058-Water Rights Fund	3,551	22,135	24,704	982	27,454	27,739	697	30,119	30,402	414
3060-Appellate Court Trust Fund	12,741	7,227	1,952	18,016	5,689	7,906	15,799	5,684	7,943	13,540
3062-Energy Facility License and Compliance Fund	16,894	1,753	4,822	13,825	4,350	5,158	13,017	4,350	6,647	10,720
3063-State Responsibility Area Fire Prevention Fund	44,839	-	43,901	938	-	-10	948	-	936	12
3064-Mental Health Practitioner Education Fund	474	786	372	888	829	835	882	404	832	454
3065-Electronic Waste Recovery and Recycling Account, Integrated Waste Management Fund	118,301	90,010	70,425	137,886	79,855	93,776	123,965	78,022	89,478	112,509
3066-Court Facilities Trust Fund	10,257	99,840	98,537	11,560	98,615	104,030	6,145	98,592	104,030	707
3067-Cigarette and Tobacco Products Compliance Fund	12,962	10,866	11,322	12,506	9,178	13,050	8,634	9,178	13,002	4,810
3068-Vocational Nurse Education Fund	808	239	225	822	240	234	828	240	231	837
3069-Naturopathic Doctors Fund	471	409	445	435	421	518	338	428	397	369
3070-Nontoxic Dry Cleaning Service Trust Fund	657	100	429	328	100	112	316	50	112	254
3071-Car Wash Worker Restitution Fund	2,773	1,175	421	3,527	675	421	3,781	675	421	4,035
3072-Car Wash Worker Fund	5,141	1,295	789	5,647	795	848	5,594	795	859	5,530
3074-Medical Marijuana Program Fund	229	1	51	179	-	169	10	-	10	-
3075-Unlawful Sales Reduction Fund	85	1	-	86	1	-	87	1	-	88
3078-Labor and Workforce Development Fund	65,080	34,333	8,740	90,673	34,333	11,536	113,470	34,333	31,102	116,701
3079-Childrens Medical Services Rebate Fund	6,892	10,894	11,033	6,753	9,260	9,100	6,913	9,908	9,748	7,073
3080-AIDS Drug Assistance Program Rebate Fund	297,316	312,313	288,787	320,842	363,719	324,846	359,715	370,526	366,098	364,143
3081-Cannery Inspection Fund	2,352	2,605	3,045	1,912	2,605	3,327	1,190	2,605	3,335	460
3082-School Facilities Emergency Repair Account	6,060	-	-647	6,707	-	-	6,707	-	-	6,707
3083-Welcome Center Fund	101	83	74	110	90	118	82	90	111	61
3084-State Certified Unified Program Agency Account	-483	1,722	1,754	-515	2,476	1,874	87	2,476	1,828	735
3085-Mental Health Services Fund	850,641	2,367,489	2,374,467	843,663	2,360,373	2,468,151	735,885	2,328,600	2,295,035	769,450
3086-DNA Identification Fund	4,763	47,543	47,340	4,966	45,173	49,909	230	42,959	41,490	1,699
3087-Unfair Competition Law Fund	6,102	24,335	26,169	4,268	33,796	33,537	4,527	33,096	36,334	1,289

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Fund	Beginning Reserve 2018-19	Revenues 2018-19	Expenditures 2018-19	Beginning Reserve 2019-20	Revenues 2019-20	Expenditures 2019-20	Beginning Reserve 2020-21	Revenues 2020-21	Expenditures 2020-21	Ending Reserve 2020-21
3088-Registry of Charitable Trusts Fund	6,117	7,647	6,525	7,239	4,631	6,594	5,276	4,631	8,200	1,707
3089-Public Utilities Commission Public Advocate's Office Account	8,283	34,497	36,757	6,023	47,302	49,378	3,947	47,932	50,409	1,470
3091-Certified Access Specialist Fund	1,794	506	356	1,944	409	425	1,928	409	421	1,916
3093-Transportation Deferred Investment Fund	13,917	-1,473	-239	12,683	-12,683	--	--	--	--	--
3095-Film Promotion and Marketing Fund	34	2	9	27	10	10	27	10	10	27
3096-Non-designated Public Hospital Supplemental Fund	2,486	61	-491	3,038	567	--	3,605	542	--	4,147
3097-Private Hospital Supplemental Fund	29,242	12,131	-29,008	70,381	48,099	27,000	91,480	47,199	27,000	111,679
3098-State Department of Public Health Licensing and Certification Program Fund	26,221	160,139	174,569	11,791	198,542	204,707	5,626	234,796	237,442	2,980
3099-Mental Health Facility Licensing Fund	1,395	453	370	1,478	398	415	1,461	398	412	1,447
3101-Analytical Laboratory Account, Department of Food and Agriculture Fund	5,646	398	520	5,524	476	525	5,475	476	515	5,436
3103-Hatchery and Inland Fisheries Fund	7,940	21,700	22,178	7,462	21,700	25,267	3,895	21,700	22,843	2,752
3107-Transportation Debt Service Fund	--	1,515,346	1,515,346	--	1,646,804	1,646,804	--	1,779,530	1,779,530	--
3108-Professional Fiduciary Fund	221	560	521	260	633	642	251	640	651	240
3109-Natural Gas Subaccount, Public Interest Research, Development, and Demonstration Fund	32,252	25,882	23,207	34,927	25,800	45,681	15,046	25,800	32,136	8,710
3110-Gambling Addiction Program Fund	1,344	278	157	1,465	278	156	1,587	278	156	1,709
3111-Retail Food Safety and Defense Fund	60	--	--	60	--	--	60	--	--	60
3112-Equity in Prevention and Services for Domestic Abuse Fund	52	24	--	76	24	--	100	24	--	124
3113-Residential and Outpatient Program Licensing Fund	7,422	5,636	6,365	6,693	5,793	9,120	3,366	5,676	9,042	--
3114-Birth Defects Monitoring Program Fund	1,759	3,173	2,745	2,187	3,240	2,863	2,564	3,231	2,735	3,060
3117-Alternative and Renewable Fuel and Vehicle Technology Fund	188,288	212,681	129,083	271,886	120,000	316,688	75,198	120,000	162,917	32,281
3119-Air Quality Improvement Fund	38,669	25,051	46,910	16,810	42,400	51,608	7,602	42,400	32,157	17,845

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Fund	Beginning Reserve 2018-19	Revenues 2018-19	Expenditures 2018-19	Beginning Reserve 2019-20	Revenues 2019-20	Expenditures 2019-20	Beginning Reserve 2020-21	Revenues 2020-21	Expenditures 2020-21	Ending Reserve 2020-21
3120-State Fire Marshal Fireworks Enforcement and Disposal Fund	210	-	-	210	-	-	210	-	-	210
3121-Occupational Safety and Health Fund	41,439	92,298	98,381	35,356	126,560	105,277	56,639	109,470	110,739	55,370
3122-Enhanced Fleet Modernization Subaccount, High Polluter Repair or Removal Account	27,962	33,573	39,136	22,399	32,934	40,815	14,518	33,173	33,335	14,356
3123-Coastal Act Services Fund	2,547	895	1,474	1,968	886	1,473	1,381	886	1,525	742
3131-California Bingo Fund	708	-	-	708	-	-	708	-	-	708
3132-Charity Bingo Mitigation Fund	5	-	-	5	-	-	5	-	-	5
3133-Managed Care Administrative Fines and Penalties Fund	2,579	3,332	-	5,911	-2,381	-	3,530	-	-	3,530
3134-School District Account, Underground Storage Tank Cleanup Fund	2,555	128	2,194	489	123	-	612	123	-	735
36-Foreclosure Consultant Regulation Fund	13	-	-	13	1	-	14	1	-	15
37-Emergency Medical Technician Certification Fund	1,218	1,591	1,552	1,257	1,615	1,965	907	1,615	1,982	540
38-Immediate and Critical Needs Account, State Court Facilities Construction Fund	243,600	224,204	262,994	204,810	300,347	227,770	277,387	209,918	226,689	260,616
3139-Specialized License Plate Fund	1,313	537	705	1,145	755	712	1,188	755	713	1,230
3140-State Dental Hygiene Fund	2,348	1,855	1,623	2,580	1,859	2,527	1,912	1,856	2,583	1,185
3141-California Advanced Services Fund	82,964	50,469	12,582	120,851	52,332	81,389	91,794	52,333	81,532	62,595
3142-State Dental Assistant Fund	1,948	2,548	2,229	2,267	2,535	2,780	2,022	2,556	2,811	1,767
3144-Building Standards Administration Special Revolving Fund	7,661	3,153	2,179	8,635	3,100	2,531	9,204	3,200	3,181	9,223
3145-Underground Storage Tank Petroleum Contamination Orphan Site Cleanup Fund	15,462	351	4,460	11,353	359	10,000	1,712	359	-	2,071
3147-State Water Pollution Control Revolving Fund Small Community Grant Fund	16,115	12,872	8,000	20,987	12,880	8,000	25,867	12,880	8,000	30,747
3149-Local Safety and Protection Account, Transportation Tax Fund	704	-	-	704	-	-	704	-	-	704
3150-State Public Works Enforcement Fund	11,762	8,607	11,941	8,428	7,090	13,528	1,990	12,090	13,936	144

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Fund	Beginning Reserve 2018-19	Revenues 2018-19	Expenditures 2018-19	Beginning Reserve 2019-20	Revenues 2019-20	Expenditures 2019-20	Beginning Reserve 2020-21	Revenues 2020-21	Expenditures 2020-21	Ending Reserve 2020-21
3151-Internal Health Information Integrity Quality Improvement Account	30,112	83,203	78,134	35,181	92,783	85,309	42,655	108,600	100,212	51,043
3152-Labor Enforcement and Compliance Fund	1,858	14,251	14,503	1,606	14,539	15,014	1,131	16,548	16,542	1,137
3153-Horse Racing Fund	831	575	797	609	575	912	272	1,182	917	537
3155-Lead-Related Construction Fund	489,781	7,621	286	497,116	10,813	--	507,929	--	--	507,929
3156-Childrens Health and Human Services Special Fund	535	--	--	535	--	--	535	--	--	535
3157-Recreational Health Fund	1,491,929	4,476,710	5,402,482	566,157	5,540,526	4,447,838	1,658,845	3,647,696	4,201,064	1,105,477
3158-Hospital Quality Assurance Revenue Fund	3,163	720	1,589	2,294	816	1,761	1,349	956	1,792	513
3160-Wastewater Operator Certification Fund	132	--	--	132	--	--	132	--	--	132
3164-Renewable Energy Resources Development Fee Trust Fund	4,758	58	3,562	1,254	58	1,144	168	58	144	82
65-Enterprise Zone Fund	2,608	521	-748	3,877	204	2,671	1,410	204	-329	1,943
67-Skilled Nursing Facility Quality and Accountability Fund	6,296	5,434	6,762	4,968	6,040	6,586	4,422	5,299	5,929	3,792
68-Emergency Medical Air Transportation and Children's Coverage Fund	456	112	43	525	112	42	595	112	44	663
3170-Heritage Enrichment Resource Fund	--	--	--	--	-4,700	-4,700	--	-9,400	-9,400	--
3171-Local Revenue Fund 2011	9,639	649,799	658,440	998	860,392	860,392	998	306,000	306,000	998
3172-Public Hospital Investment, Improvement, and Incentive Fund	753	421	420	754	394	460	688	394	663	419
3195-Carpet Stewardship Account, Integrated Waste Management Fund	--	752,887	752,887	--	752,887	752,887	--	752,887	752,887	--
3200-CAIWORKS Maintenance of Effort Subaccount, Sales Tax Account	12,162	8,023	--	20,185	439	--	20,624	--	--	20,624
3201-Low Income Health Program MCE Out-of-Network Emergency Care Services Fund	664	225	281	608	279	451	436	279	436	279
3202-Architectural Paint Stewardship Account, Integrated Waste Management Fund	2,774	1,672	1,567	2,879	3,070	2,905	3,044	3,070	3,862	2,252
3205-Appliance Efficiency Enforcement Subaccount, Energy Resources Programs Account	2,101	2,172	1,811	2,462	2,199	2,219	2,442	2,279	2,217	2,504
3209-Office of Patient Advocate Trust Fund										

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Fund	Beginning Reserve 2018-19	Revenues 2018-19	Expenditures 2018-19	Beginning Reserve 2019-20	Revenues 2019-20	Expenditures 2019-20	Beginning Reserve 2020-21	Revenues 2020-21	Expenditures 2020-21	Ending Reserve 2020-21
3210-Davis-Dohwig Account, California Water Resources Development Bond Fund	6,970	10,277	6,972	10,275	10,000	19,828	447	10,000	10,000	447
3211-Electric Program Investment Charge Fund	44,936	78,012	110,299	12,649	251,116	250,148	13,617	148,000	148,158	13,459
3212-Timber Regulation and Forest Restoration Fund	27,612	46,000	54,666	18,946	46,000	54,033	10,913	46,000	52,232	4,681
3213-Long-Term Care Quality Assurance Fund	260,062	621,065	737,762	143,365	540,062	509,884	173,543	541,135	595,880	118,798
3216-Protective Services Subaccount, Support Services Account	--	2,336,173	2,336,173	--	2,397,201	2,397,201	--	2,500,406	2,500,406	--
3217-Behavioral Health Subaccount, Support Services Account	--	1,415,447	1,415,447	--	1,483,256	1,483,256	--	1,597,928	1,597,928	--
3221-Trial Court Security Subaccount, Law Enforcement Services Account	--	559,691	559,691	--	566,994	566,994	--	579,343	579,343	--
3222-Enhancing Law Enforcement Activities Subaccount, Law Enforcement Services Account	--	489,900	489,900	--	489,900	489,900	--	489,900	489,900	--
3223-Community Corrections Subaccount, Law Enforcement Services Account	--	1,311,193	1,311,193	--	1,365,962	1,365,962	--	1,458,582	1,458,582	--
3224-District Attorney and Public Defender Subaccount, Law Enforcement Services Account	--	37,919	37,919	--	41,571	41,571	--	47,745	47,745	--
3226-Juvenile Reentry Grant Special Account, Juvenile Justice Subaccount	--	8,944	8,944	--	9,347	9,347	--	10,029	10,029	--
3227-Youthful Offender Block Grant Special Account, Juvenile Justice Subaccount	--	153,122	153,122	--	160,021	160,021	--	171,689	171,689	--
3228-Greenhouse Gas Reduction Fund	3,472,517	3,419,546	3,717,416	3,174,647	2,666,500	3,757,311	2,083,836	2,451,800	4,493,286	42,350
3230-Juvenile Justice Growth Special Account, Law Enforcement Services Growth Subaccount	--	7,303	7,303	--	12,349	12,349	--	11,153	11,153	--
3231-Enhancing Law Enforcement Activities Growth Special Account, Enhancing Law Enforcement Activities Subaccount	--	221,270	221,270	--	257,433	257,433	--	259,130	259,130	--

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Fund	Beginning Reserve 2018-19	Revenues 2018-19	Expenditures 2018-19	Beginning Reserve 2019-20	Revenues 2019-20	Expenditures 2019-20	Beginning Reserve 2020-21	Revenues 2020-21	Expenditures 2020-21	Ending Reserve 2020-21
3232-District Attorney and Public Defender Growth Special Account, Law Enforcement Services Growth Subaccount	--	3,651	3,651	--	6,175	6,175	--	5,577	5,577	--
3233-Community Corrections Growth Special Account, Law Enforcement Services Growth Subaccount	--	54,768	54,768	--	92,620	92,620	--	83,652	83,652	--
3234-Trial Court Security Growth Special Account, Law Enforcement Services Growth Subaccount	--	7,303	7,303	--	12,349	12,349	--	11,153	11,153	--
3235-Behavioral Health Services Growth Special Account, Support Services Growth Subaccount	--	67,809	67,809	--	114,672	114,672	--	103,567	103,567	--
3236-Protective Services Growth Special Account, Support Services Growth Subaccount	--	61,028	61,028	--	103,205	103,205	--	93,211	93,211	--
3237-Cost of Implementation Account, Air Pollution Control Fund	12,348	84,058	82,920	13,486	87,350	92,095	8,741	87,350	91,286	4,805
3238-State Parks Revenue Incentive Subaccount, State Parks and Recreation Fund	9,198	222	4,502	4,918	3,000	4,502	3,416	3,000	4,502	1,914
3239-Women and Childrens Residential Treatment Services Special Account	--	5,104	5,104	--	5,104	5,104	--	5,104	5,104	--
3240-Secondhand Dealer and Pawnbroker Fund	2,903	599	481	3,021	599	715	2,905	599	713	2,791
3244-Political Disclosure, Accountability, Transparency, and Access Fund	1,254	533	1,269	518	507	807	218	621	101	738
3245-Disability Access and Education Revolving Fund	1,180	958	510	1,628	967	774	1,821	967	765	2,023
3246-Fair Employment and Housing Enforcement and Litigation Fund	898	1,640	458	2,080	500	262	2,318	500	572	2,246
3248-Family Support Subaccount, Sales Tax Account	--	450,130	450,130	--	414,893	414,893	--	401,808	401,808	--
3249-Child Poverty and Family Supplemental Support Subaccount, Sales Tax Account	--	104,422	104,422	--	104,422	104,422	--	147,665	147,665	--
3251-Prepaid Mobile Telephony Services Surcharge Fund	14,315	-406	953	12,956	-2,950	--	10,006	-17,098	60	-7,152
3252-CURES Fund	4,127	2,004	1,801	4,330	1,685	4,039	1,976	3,310	3,968	1,318

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**SCHEDULE 10 AT 2020-21 GOVERNOR'S BUDGET
SUMMARY OF FUND CONDITION STATEMENTS
(Dollars in Thousands)**

Fund	Beginning Reserve 2018-19	Revenues 2018-19	Expenditures 2018-19	Beginning Reserve 2019-20	Revenues 2019-20	Expenditures 2019-20	Beginning Reserve 2020-21	Revenues 2020-21	Expenditures 2020-21	Ending Reserve 2020-21
3254-Business Programs Modernization Fund	4,841	1,810	3,684	2,967	1,864	2,187	2,644	1,864	186	4,322
3255-Home Care Fund	5,213	4,084	7,818	1,479	8,708	7,720	2,467	6,206	7,414	1,259
3256-Specialized First Aid Training Program Approval Fund	70	10	--	80	9	--	89	9	--	98
3257-Used Mattress Recycling Fund	2,025	--	--	2,025	--	12	2,013	--	12	2,001
3258-Mattress Recovery and Recycling Penalty Account, Used Mattress Recycling Fund	--	17	--	17	10	--	27	10	--	37
3259-Recidivism Reduction Fund	16,228	-9,000	--	7,228	--	--	7,228	--	--	7,228
3260-Regional Railroad Accident Preparedness and Immediate Response Fund	1,233	--	466	767	--	54	713	--	7	706
3261-Vessel Operator Certification Account, Harbors and Watercraft Revolving Fund	2,946	237	1,090	2,093	237	1,110	1,220	237	1,161	296
3262-Expedited Claim Account, Underground Storage Tank Cleanup Fund	72,982	--	72,982	--	--	--	--	--	--	--
3263-College Access Tax Credit Fund	8,335	4,975	4,941	8,369	2,500	5,716	5,153	2,500	5,055	2,598
3264-Site Cleanup Subaccount	39,851	25,500	20,572	44,779	25,500	20,924	49,355	25,500	21,053	53,802
3265-Prepaid MTS PUC Account	--	14	--	14	--	--	14	--	--	14
3268-Senior Citizens and Disabled Citizens Property Tax Postponement Fund	16,001	5,926	6,122	15,805	-529	278	14,998	-457	164	14,377
3270-Local Charges for Prepaid Mobile Telephony Service Fund	-398	4,650	5,795	-1,543	2,950	1,103	304	--	683	-379
3273-Employment Opportunity Fund	2,460	--	1,905	555	--	-881	1,436	--	1,436	--
3274-Social Services Subaccount, Vehicle License Fee Account	--	172,864	172,864	--	218,770	218,770	--	218,770	218,770	--
3275-County Medical Services Program Subaccount, Vehicle License Fee Account	--	47,335	47,335	--	--	--	--	--	--	--
3276-CAIWORKS Maintenance of Effort Subaccount, Vehicle License Fee Account	--	367,663	367,663	--	367,663	367,663	--	367,663	367,663	--
3278-Mental Health Subaccount, Vehicle License Fee Account	--	95,260	95,260	--	95,424	95,424	--	115,490	115,490	--
3279-Health Subaccount, Vehicle License Fee Account	--	852,701	852,701	--	1,029,186	1,029,186	--	1,039,078	1,039,078	--
3280-General Growth Subaccount, Vehicle License Fee Growth Account	--	103,381	103,381	--	53,606	53,606	--	66,818	66,818	--

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**SCHEDULE 10 AT 2020-21 GOVERNOR'S BUDGET
SUMMARY OF FUND CONDITION STATEMENTS
(Dollars in Thousands)**

Fund	Beginning Reserve 2018-19	Revenues 2018-19	Expenditures 2018-19	Beginning Reserve 2019-20	Revenues 2019-20	Expenditures 2019-20	Beginning Reserve 2020-21	Revenues 2020-21	Expenditures 2020-21	Ending Reserve 2020-21
3281-Family Support Subaccount, Vehicle License Fee Account	-	299,963	299,963	-	187,986	187,986	-	187,986	187,986	-
3282-Child Poverty and Family Supplemental Support Subaccount, Vehicle License Fee Account	-	254,172	254,172	-	294,310	294,310	-	317,958	317,958	-
3285-Electronic Recording Authorization Fund	-	249	145	104	283	300	87	283	300	70
3286-Safe Neighborhoods and Schools Fund	2,367	-41,772	-41,668	2,263	-50,740	-50,551	2,074	-79,156	-78,989	1,907
3287-Second Chance Fund	51,637	41,772	83,527	9,882	50,740	50,760	9,862	79,156	79,176	9,842
3288-Cannabis Control Fund	47,256	124,597	75,312	96,541	132,600	154,038	75,103	152,219	30,843	196,479
3290-Road Maintenance and Rehabilitation Account, State Transportation Fund	578,612	3,152,355	2,672,534	1,058,433	2,966,910	2,695,368	1,329,975	3,175,913	3,602,996	902,892
3291-Trade Corridor Enhancement Account, State Transportation Fund	155,573	318,740	95,236	379,077	328,629	192,527	515,179	330,059	655,329	189,909
292-State Project Infrastructure Fund	128,089	4,821	-618,955	751,865	4,066	-	755,931	-	-	755,931
293-Health and Human Services Special Fund	73,734	2,455,615	2,529,167	182	640,548	640,730	-	-	-	-
295-Education and Research Account	-	400	-	400	200	200	400	200	200	400
3297-Major League Sporting Event Raffle Fund	525	1,557	325	1,757	1,222	746	2,233	1,222	689	2,766
3299-Oil and Gas Environmental Remediation Account	6	48	54	-	201	60	141	201	206	136
3301-Lead-Acid Battery Cleanup Fund	8,399	-1,385	3,916	3,098	15,137	10,868	7,367	16,112	11,615	11,864
3302-Safe Energy Infrastructure and Excavation Fund	4,811	1,485	3,711	2,585	7,000	4,359	5,226	-406	4,798	22
3303-Ammunition Safety and Enforcement Special Fund	16,410	391	8,681	8,120	2,418	8,455	2,083	2,418	3,984	517
3304-California Healthcare, Research and Prevention Tobacco Tax Act of 2016 Fund	2	1,349	1,327	24	1,573	1,591	6	1,401	1,379	28
3305-Healthcare Treatment Fund	534,494	1,015,461	913,436	636,519	895,011	992,939	538,591	874,868	1,044,564	368,895
3306-Graduate Medical Education Account, California Healthcare, Research and Prevention Tobacco Tax Act of 2016 Fund	-	40,000	2,000	38,000	38,023	76,023	-	37,122	37,122	-

**SCHEDULE 10 AT 2020-21 GOVERNOR'S BUDGET
SUMMARY OF FUND CONDITION STATEMENTS**
(Dollars in Thousands)

Fund	Beginning Reserve 2018-19	Revenues 2018-19	Expenditures 2018-19	Beginning Reserve 2019-20	Revenues 2019-20	Expenditures 2019-20	Beginning Reserve 2020-21	Revenues 2020-21	Expenditures 2020-21	Ending Reserve 2020-21
3307-State Dental Program Account, California Healthcare, Research and Prevention Tobacco Tax Act of 2016 Fund	2,455	30,000	30,048	2,407	28,517	27,994	2,930	27,842	27,489	3,283
3308-Tobacco Law Enforcement Account, California Healthcare, Research and Prevention Tobacco Tax Act of 2016 Fund	10,920	-	-	10,920	-10,920	-	-	-	-	-
3309-Tobacco Prevention and Control Programs Account, California Healthcare, Research and Prevention Tobacco Tax Act of 2016 Fund	33,700	-	-	33,700	-33,700	-	-	-	-	-
3310-Medical Research Program Account, California Healthcare, Research and Prevention Tobacco Tax Act of 2016 Fund	6,220	61,918	-	68,138	54,574	70,821	51,891	53,346	105,237	-
3311-Health Care Services Plan and Penalties Fund	52,116	6,496	10,403	48,209	4,911	9,017	44,103	2,530	6,324	40,309
3312-Natural Resources and Parks Reservation Fund	-	-	-100,000	100,000	-	100,000	-	-	-	-
3313-Southern California Veterans Cemetery Master Development Fund	4,500	-	-	4,500	-	-20,000	24,500	-	700	23,800
3314-California Cannabis Tax Fund	83,869	178,966	36,271	226,564	122,185	11,782	336,967	117,666	2,897	451,736
3315-Household Movers Fund, Professions and Vocations Fund	-	3,474	1,138	2,336	2,223	2,373	2,186	2,243	3,253	1,176
3318-Department of Public Health Subaccount, Tobacco Law Enforcement Account, CA Healthcare, Research and Prevention Tobacco Tax Act of 2016 Fund	-	6,000	6,000	-	9,666	9,265	401	5,568	5,510	459
3319-Department of Tax and Fee Administration Subaccount, Tobacco Law Enforcement Account, CA Healthcare, Research and Prevention Tobacco Tax Act of 2016 Fund	-	6,000	4,551	1,449	9,245	10,197	497	6,000	4,877	1,620
3320-Department of Justice Subaccount, Tobacco Law Enforcement Account, CA Healthcare, Research and Prevention Tobacco Tax Act of 2016 Fund	-	36,219	31,295	4,924	37,932	38,543	4,313	33,410	36,742	981

**SCHEDULE 10 AT 2020-21 GOVERNOR'S BUDGET -
SUMMARY OF FUND CONDITION STATEMENTS**
(Dollars in Thousands)

Fund	Beginning Reserve 2018-19	Revenues 2018-19	Expenditures 2018-19	Beginning Reserve 2019-20	Revenues 2019-20	Expenditures 2019-20	Beginning Reserve 2020-21	Revenues 2020-21	Expenditures 2020-21	Ending Reserve 2020-21
3321-Department of Education Subaccount, Tobacco Prevention and Control Programs Account, CA Healthcare, Research and Prevention Tobacco Tax Act of 2016 Fund	--	24,148	24,347	-199	41,895	31,389	10,307	20,805	31,111	--
3322-Department of Public Health Subaccount, Tobacco Prevention and Control Programs Account, CA Healthcare, Research and Prevention Tobacco Tax Act of 2016 Fund	--	136,840	129,650	7,190	133,697	127,584	13,303	117,894	117,203	13,994
3323-Medi-Cal Emergency Medical Transport Fund	--	63,324	48,644	14,680	75,365	89,151	894	77,348	77,319	923
3324-Safe and Affordable Drinking Water Fund	--	--	--	--	--	--	--	117,000	117,000	--
3328-Pharmaceutical and Sharpsewardship Fund	--	--	--	--	2,000	1,987	13	3,833	3,350	496
329-Mobilehome Dispute Resolution Fund	--	1,877	--	1,877	3,754	1,057	4,574	3,754	3,872	4,456
330-TNC Access for All Fund	--	--	--	--	45,000	45,000	--	45,000	45,000	--
331-Medi-Cal Drug Rebate Fund	--	--	--	--	1,355,798	1,355,795	3	1,496,885	1,315,885	181,003
333-Cannabis Tax Fund - Department of Tax and Fee Administration	--	--	--	--	7,441	7,441	--	12,860	12,860	--
3335-Cannabis Tax Fund - Department of Consumer Affairs	--	--	--	--	15,590	15,590	--	15,537	15,537	--
3338-Cannabis Tax Fund - Department of Fish and Wildlife	--	--	--	--	9,577	9,577	--	8,507	8,507	--
3339-Cannabis Tax Fund - State Water Resources Control Board	--	--	--	--	14,375	14,375	--	10,906	10,906	--
3340-Cannabis Tax Fund - Department of Pesticide Regulation	--	--	--	--	2,282	2,282	--	3,487	3,487	--
3345-Cannabis Tax Fund - Employment Development Department	--	--	--	--	2,531	2,531	--	3,633	3,633	--
3346-Cannabis Tax Fund - Bureau of Cannabis Control - Allocation 2	--	--	--	--	10,000	10,000	--	10,000	10,000	--
3347-Cannabis Tax Fund - California Highway Patrol - Allocation 2	--	--	--	--	3,000	3,000	--	3,000	3,000	--
3348-Cannabis Tax Fund - Governor's Office of Business and Economic Development - Allocation 2	--	--	--	--	20,000	20,000	--	30,000	30,000	--

Item No. 14.

**SCHEDULE 10 AT 2020-21 GOVERNOR'S BUDGET
SUMMARY OF FUND CONDITION STATEMENTS
(Dollars in Thousands)**

Fund	Beginning Reserve 2018-19	Revenues 2018-19	Expenditures 2018-19	Beginning Reserve 2019-20	Revenues 2019-20	Expenditures 2019-20	Beginning Reserve 2020-21	Revenues 2020-21	Expenditures 2020-21	Ending Reserve 2020-21
3349-Cannabis Tax Fund - University of California San Diego Center for Medicinal Cannabis Research - Allocation 2	--	--	--	--	2,000	2,000	--	2,000	2,000	--
3350-Cannabis Tax Fund - Department of Health Care Services, Youth Education, Prevention, Early Intervention and Treatment Account - Allocation 3	--	--	--	--	126,464	126,464	--	199,666	199,666	--
3351-Cannabis Tax Fund - Department of Fish and Wildlife, Environmental Restoration and Protection Account - Allocation 3	--	--	--	--	25,293	25,293	--	39,933	39,933	--
3352-Cannabis Tax Fund - Department of Parks and Recreation, Environmental Restoration and Protection Account - Allocation 3	--	--	--	--	16,862	16,862	--	26,622	26,622	--
3353-Cannabis Tax Fund - California Highway Patrol, State and Local Government Law Enforcement Account - Allocation	--	--	--	--	14,476	14,476	--	21,796	21,796	--
3354-Cannabis Tax Fund - Board of State and Community Corrections, State and Local Government Law Enforcement Account - Allocation 3	--	--	--	--	27,679	27,679	--	44,759	44,759	--
3357-The Supportive Housing Program Subaccount, Mental Health Services Fund	--	--	--	--	53,735	53,735	--	61,276	61,276	--
3360-Financial Empowerment Fund	--	--	--	--	--	--	--	5,353	1,345	4,008
3361-California Earthquake Safety Fund	--	--	--	--	--	--	--	17,283	17,283	--
3362-PACE Oversight Fund of the State Department of Health Care Services	--	--	--	--	--	--	--	460	460	--
3363-Financial Protection Fund	--	--	--	--	--	--	--	237,649	114,168	123,481
3364-Department of Fish and Wildlife - California Environmental Quality Act Fund	--	--	--	--	--	--	--	6,290	5,500	790
3366-Electronic Cigarette Products Tax Fund	--	--	--	--	--	--	--	34,000	16,865	17,135

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**SCHEDULE 10 AT 2020-21 GOVERNOR'S BUDGET
SUMMARY OF FUND CONDITION STATEMENTS
(Dollars in Thousands)**

Fund	Beginning Reserve 2018-19	Revenues 2018-19	Expenditures 2018-19	Beginning Reserve 2019-20	Revenues 2019-20	Expenditures 2019-20	Beginning Reserve 2020-21	Revenues 2020-21	Expenditures 2020-21	Ending Reserve 2020-21
8059-State Community Corrections Performance Incentive Fund	312	--	114	198	--	7	191	--	7	184
8080-Clean Energy Job Creation Fund	119,609	-113,524	--	6,085	--	--	6,085	--	--	6,085
Totals, Special Funds	\$31,643,232	\$61,594,612	\$58,014,392	\$35,223,452	\$62,872,897	\$60,018,686	\$38,077,663	\$60,296,038	\$63,757,896	\$34,615,805
GRAND TOTALS	\$42,622,425	\$200,973,560	\$199,875,507	\$43,720,478	\$209,358,494	\$209,767,371	\$43,311,601	\$211,930,843	\$216,841,194	\$38,401,250

Note: Numbers may not add due to rounding

**SCHEDULE 11 AT 2020-21 GOVERNOR'S BUDGET
STATEMENT OF GENERAL OBLIGATION BOND & COMMERCIAL PAPER DEBT OF THE STATE OF CALIFORNIA**
(Dollars in Thousands)

(This statement does not include bonds issued under authority of state instrumentalities that are not general obligations of the State of California)

Fund	Bond Act	Final Maturity	General Obligation Bonds			Proposed Sales		Resolution Authorization	Commercial Paper Outstanding
			Authorized	Unissued	Outstanding	Jan-June 2020	July-Dec 2020		
6032	Volting Modernization (2002)		\$200,000	\$59,490	\$0	\$140,510	\$0	\$0	\$59,490
	LEGISLATIVE, JUDICIAL, EXECUTIVE		\$200,000	\$59,490	\$0	\$140,510	\$0	\$0	\$59,490
	Total, Legislative, Judicial, Executive								
0714	Housing & Homeless (1990)	2022	\$150,000	\$0	\$740	\$149,260	\$0	\$0	\$0
6037	Housing and Emergency Shelter (2002)	2040	2,100,000	71,395	122,955	1,905,650	4,330	4,342	64,395
6056	Housing and Emergency Shelter (2006)	2045	2,850,000	299,135	939,060	1,612,865	20,607	16,466	228,635
6082	Veterans Housing and Homeless Prevention (2014)	2031	600,000	511,470	49,360	39,170	45,632	17,220	74,200
6089	Veterans and Affordable Housing (2018)	2029	3,000,000	2,839,200	99,830	60,970	44,404	55,744	119,200
	Total, Business, Consumer Services & Housing		\$8,700,000	\$3,720,200	\$1,211,945	\$3,767,855	\$115,173	\$93,772	\$466,730
	TRANSPORTATION								
0703	Clean Air & Transp Improv (1990)	2040	\$1,990,000	\$4,985	\$465,050	\$1,519,965	\$0	\$0	\$4,985
6053	Highway Safe, Traffic Red, Air Qual, Port Sec (2006)	2047	19,925,000	1,003,035	15,622,245	3,299,720	85,522	13,171	200,630
0756	Passenger Rail & Clean Air (1990)	2022	1,000,000	0	3,465	996,535	0	0	0
6043	Safe, Reliable High-Speed Passenger Train Bond Act (2008)	2048	9,950,000	5,573,190	3,286,275	1,060,535	93,194	79,282	5,573,190
0653	Seismic Retrofit (1996)	2039	2,000,000	0	829,525	1,170,475	0	0	0
	Total, Transportation		\$34,865,000	\$6,581,210	\$20,216,560	\$8,067,230	\$178,716	\$92,453	\$5,778,805
	NATURAL RESOURCES								
6088	Ca Drought, Water, Parks, Climate, Coastal Protection (2018)	2045	\$4,100,000	\$0	\$16,860	\$37,870	\$451,434	\$291,226	\$548,030
0722	Ca Park & Recreational Facil (1984) ^{iv}	2027	368,900	0	6,305	362,595	0	0	0
0721	Ca Parklands (1980)	2024	285,000	0	1,100	283,900	0	0	0
0707	Ca Safe Drinking Water (1976) ^v	2027	172,500	0	1,830	170,670	0	0	0
0707	Ca Safe Drinking Water (1984)	2027	75,000	0	1,030	73,970	0	0	0
0707	Ca Safe Drinking Water (1986)	2030	100,000	0	12,735	87,265	0	0	0
0793	Ca Safe Drinking Water (1988)	2040	75,000	0	17,170	57,830	0	0	0
6001	Ca Safe Drinking Water (2000) ^{vi}	2040	1,884,000	43,346	1,110,220	730,494	0	0	43,346
6051	Ca Safe Drinking Water (2006) ^{vi}	2047	5,266,357	1,144,267	3,277,255	844,895	53,840	55,027	440,130
0786	Ca Wildlife, Coast, & Park Land Cons (1989) ^{iv}	2032	768,670	0	64,060	704,590	0	0	0
0740	Clean Water (1984)	2024	325,000	0	5,030	319,970	0	0	0
6029	Clean Water, Clean Air, and Parks (2002) ^{iv}	2046	2,596,643	162,508	1,868,050	576,085	6956	12649	146,758
0716	Community Parklands (1996)	2022	100,000	0	1,095	98,905	0	0	0
6052	Disaster Prep and Flood Prevent (2006) ^{vi}	2047	3,990,000	908,252	2,639,355	442,393	96809	60886	308,335
0748	Fish & Wildlife Habitat Enhance (1984)	2033	85,000	0	3,445	81,555	0	0	0
0402	Safe, Clean, Reliable Water Supply (1996) ^{vi}	2040	969,500	62,915	397,585	509,000	0	0	62,915
0005	Safe Neighborhood Parks (2000)	2040	2,100,000	35,460	1,277,925	945,615	0	0	36,460
0742	State, Urban & Coastal Park (1976)	2029	280,000	0	2,165	277,835	0	0	0
0744	Water Conserv & Coastal Park (1986) ^{vi}	2031	136,500	230	14,365	121,905	0	0	230
0790	Water Conserv (1988)	2036	60,000	5,235	11,025	43,740	0	0	5,235
6031	Water Security, Coastal & Beach Protection (2002) ^{vi}	2043	3,345,000	263,659	2,395,265	666,076	1,103	1,776	107,749
6083	Water Quality, Supply, and Infrastructure Improvement (2014) ^{vi}	2049	7,465,000	6,323,035	887,530	254,435	321,152	309,616	542,600
	Total, Natural Resources		\$34,548,070	\$12,995,177	\$13,941,420	\$7,611,473	\$930,994	\$734,709	\$2,241,788
	ENVIRONMENTAL PROTECTION								
0737	Clean Water & Water Conserv (1978)	2028	\$375,000	\$0	\$2,505	\$372,495	\$0	\$0	\$0
0764	Clean Water & Water Reclam (1988)	2029	65,000	0	10,770	54,230	0	0	0
	Total, Environmental Protection		\$440,000	\$0	\$13,275	\$426,725	\$0	\$0	\$0
	HEALTH AND HUMAN SERVICES								
6046	Children's Hospital Projects (2004)	2040	\$750,000	\$1,530	\$532,720	\$215,750	\$0	\$0	\$1,530
6079	Children's Hospital Projects (2008)	2047	980,000	105,465	743,900	130,635	0	0	105,465
6090	Children's Hospital (2018)		1,500,000	1,498,650	0	350	250	250	298,650
	Total, Health and Human Services		\$3,230,000	\$1,606,645	\$1,276,620	\$346,735	\$250	\$250	\$406,645
	YOUTH AND ADULT CORRECTIONAL								
0711	Co Corr Facil Cap Expend (1986)	2022	\$495,000	\$0	\$5,815	\$489,185	\$0	\$0	\$0
0796	Co Corr Facil Cap Expend & Youth Facil (1988)	2029	500,000	0	31,365	468,615	0	0	0
0746	New Prison Construction (1986)	2034	500,000	0	925	499,075	0	0	0
0747	New Prison Construction (1988)	2030	817,000	1,245	2,860	812,875	0	0	1,245
0751	New Prison Construction (1990)	2029	450,000	605	1,220	448,165	0	0	307
	Total, Youth and Adult Correctional		\$2,762,000	\$1,850	\$42,235	\$2,717,915	\$0	\$0	\$1,552

**SCHEDULE 11 AT 2020-21 GOVERNOR'S BUDGET
STATEMENT OF GENERAL OBLIGATION BOND & COMMERCIAL PAPER DEBT OF THE STATE OF CALIFORNIA**
(Dollars in Thousands)

(This statement does not include bonds issued under authority of state instrumentalities that are not general obligations of the State of California)

Fund	Bond Act	Final Maturity	General Obligation Bonds				Proposed Sales		As of December 1, 2019	
			Authorized	Unissued	Outstanding	Redeemed **	Jan-June	July-Dec	Resolution	Commercial Paper
							2020	2020	Authorization	Outstanding
	EDUCATION-K-12									
0794	Ca Library Constr & Renov (1988) ^{1/}	2030	\$72,405	\$0	\$6,280	\$66,125	\$0	\$0	\$0	\$0
8000	Ca Library Constr & Renov (2000)	2040	350,000	5,040	203,690	141,280	0	0	5,040	0
0119	Class Size Reduction K-U Pub. Ed. Facil (1998) K-12	2033	6,700,000	615	2,864,270	3,835,115	0	0	615	5
0657	Public Education Facil (1998) K-12 ^{2/}	2034	2,012,035	0	580,835	1,431,200	0	0	0	0
6036	Public Education Facil (2002) K-12	2046	11,400,000	6,240	7,813,845	3,579,915	0	6,240	0	1,080
6044	Public Education Facil (2004) K-12	2046	10,000,000	16,160	7,001,160	2,982,680	11	0	16,160	13,370
6057	Public Education Facil (2006) K-12	2048	7,329,000	196,620	5,659,270	1,463,110	368,74	0	196,620	2,735
6086	Public Education Facil (2016) K-12	2049	7,000,000	5,120,560	1,740,895	138,545	754,910	738,626	1,098,650	12,230
0739	* School Bldg & Earthquake (1974)	2026	150,000	0	9,310	140,690	0	0	0	0
0709	School Facilities (1999)	2033	800,000	0	73,395	726,605	0	0	0	0
0745	School Facilities (1992)	2036	1,900,000	10,280	242,550	1,647,170	0	0	10,280	0
0776	1988 School Facil Bond Act (Nov) ^{1/}	2032	797,745	0	23,430	774,315	0	0	0	0
0774	1990 School Facil Bond Act (Jun) ^{1/}	2032	797,875	0	47,005	750,870	0	0	0	0
0765	1992 School Facil Bond Act (Nov) ^{1/}	2035	898,211	0	118,550	779,661	0	0	0	0
	Total, Education-K-12		\$50,207,271	\$5,355,515	\$26,384,475	\$18,457,281	\$793,795	\$738,626	\$1,333,805	\$29,420
	HIGHER EDUCATION									
0574	Class Size Reduction K-U Pub. Ed. Facil (1998) H-Ed	2039	\$2,500,000	\$0	\$1,358,220	\$1,141,780	\$0	\$0	\$0	\$0
0765	Higher Education Facil (1988)	2032	600,000	0	12,390	587,610	0	0	0	0
0791	Higher Education Facil (Jun 1990)	2040	450,000	540	23,965	425,495	0	0	540	0
0705	Higher Education Facil (Jun 1992)	2040	900,000	0	154,040	745,960	0	0	0	0
0658	Public Education Facil (1996) H-Ed	2032	975,000	4,650	612,135	358,215	0	0	4,650	530
6028	Public Education Facil (2002) H-Ed	2039	1,650,000	0	1,142,810	507,190	0	0	0	0
6041	Public Education Facil (2004) H-Ed	2040	2,300,000	58,019	1,739,130	502,851	0	0	58,019	0
6090e	Public Education Facil (2006) H-Ed	2043	3,087,000	38,775	2,709,040	339,165	0	0	38,775	840
6087	Public Education Facil (2016) CCC	2047	2,000,000	1,953,210	19,590	27,210	161,921	131,250	352,210	23,805
6047	Stem Cell Research and Cures (2004)	2039	3,000,000	290,650	994,225	1,715,125	37,016	30,747	86,175	22,115
	Total, Higher Education		\$17,462,000	\$2,345,644	\$8,511,615	\$6,604,541	\$198,937	\$161,997	\$541,369	\$47,290
	GENERAL GOVERNMENT									
0788	Earthquake Safety & Public Bldg. Rehab (1990)	2029	\$300,000	\$7,480	\$24,380	\$288,130	\$0	\$0	\$7,490	\$635
0701	Veterans' Homes (2000)	2039	50,000	975	31,290	17,735	0	0	975	0
	Total, General Government		\$350,000	\$8,465	\$55,670	\$285,865	\$0	\$0	\$8,465	\$635
	Total, All Agencies		\$152,764,341	\$32,674,396	\$71,683,815	\$48,426,130	\$2,217,865	\$1,821,807	\$10,858,649	\$953,365
	SELF-LIQUIDATING BONDS^{3/}									
•	Ca Water Resources Dev (1959)	2024	\$1,750,000	\$167,800	\$28,005	\$1,554,395	\$0	\$0	\$0	\$0
	Veterans and Affordable Housing (2016) CalVet	2049	1,000,000	900,045	99,865	90	0	0	900,045	0
	Veterans Bonds ^{4/}	2048	2,950,000	0	678,585	2,281,415	0	0	0	0
	Total, Self-Liquidating Bonds		\$5,710,000	\$1,057,645	\$906,455	\$3,835,900	\$0	\$0	\$900,045	\$0
	Total		\$158,474,341	\$33,742,041	\$72,470,270	\$52,262,030	\$2,217,865	\$1,821,807	\$11,758,694	\$963,365

* Bond acts not legally permitted to utilize commercial paper
 ** Reflects the amount of authorization for each bond act that has been reduced as a result of general obligation bonds redeemed or commercial paper redeemed or issued.
 1/ Chapter 39, Statutes of 2012 (SB 1018), reduced the voter authorized amount
 2/ Chapter 188, Statutes of 2014 (AB 1471), reduced the voter authorized amount
 3/ The self-liquidating bonds are public service enterprises that have dedicated revenues to finance the respective debt service expenditures
 4/ Chapter 727, Statutes of 2013 (AB 639), reduced the voter authorized amount
 5/ Chapter 852, Statutes of 2017 (SB 5), reduced the voter authorized amount
 6/ Chapter 39, Statutes of 2012 (SB 1018) & Chapter 28, Statutes of 2013 (SB 71), reduced the voter authorized amount

Source:
 State Treasurer's Office, all information except "Proposed Sales"
 Department of Finance, information under "Proposed Sales"

**SCHEDULE 12A AT 2020-21 GOVERNOR'S BUDGET
STATE APPROPRIATIONS LIMIT SUMMARY**
(Dollars in Millions)

	2018-19			2019-20			2020-21		
	General Fund	Special Funds	Total	General Fund	Special Funds	Total	General Fund	Special Funds	Total
Schedule 8									
Revenues and Transfers	\$139,379	\$61,595	\$200,974	\$146,486	\$62,873	\$209,359	\$151,635	\$60,296	\$211,931
Less/Add: Transfers	4,444	-4,454	-10	3,913	-3,601	312	1,768	-1,768	0
Schedule 12B									
Less: Revenues to Excluded Funds	-	-21,965	-21,965	-	-24,610	-24,610	-	-22,436	-22,436
Schedule 12C									
Less: Non-Tax Revenues to Included Funds	-1,155	-2,499	-3,654	-2,117	-2,386	-4,503	-2,125	-2,512	-4,637
Schedule 12D									
Add: Transfers from Other Funds to Included Funds	226	-183	43	219	-146	73	238	-151	87
TOTAL, SAL REVENUES AND TRANSFERS	\$142,894	\$32,494	\$175,388	\$148,501	\$32,130	\$180,631	\$151,516	\$33,429	\$184,945
Schedule 12E									
Less: Exclusions	-56,529	-12,266	-68,795	-57,344	-13,317	-70,661	-58,095	-13,924	-72,019
TOTAL, SAL APPROPRIATIONS			\$106,593			\$109,970			\$112,926
CALCULATION OF LIMIT ROOM									
Appropriations Limit (Sec. 12.00)			\$107,818			\$112,102			\$116,555
Less: Total SAL Appropriations			106,593			109,970			112,926
Appropriation Limit Room			\$1,225			\$2,132			\$3,629

**SCHEDULE 12B AT 2020-21 GOVERNOR'S BUDGET
REVENUES TO EXCLUDED FUNDS**

(Dollars in Thousands)

	Actual 2018-19	Estimated 2019-20	Estimated 2020-21
MAJOR REVENUES:			
4110400-Cigarette Tax	\$2,002,955	\$1,932,981	\$1,926,133
4114000-Mobilehome In-Lieu Tax	1,888	1,888	1,888
4115600-Motor Vehicles - Other Fees	187,507	187,255	187,583
Total, MAJOR TAXES AND LICENSES	\$2,192,350	\$2,122,124	\$2,115,604
MINOR REVENUES:			
REGULATORY TAXES AND LICENSES:			
4120000-Beverage Container Redemption Fees	\$1,345,701	\$1,352,912	\$1,342,867
4120400-Building Construction Filing Fees - Physically Handicapped	5,609	18,893	18,935
4120700-Cannabis Licensing Fees	15,251	--	--
4120800-Corporation Fees - Domestic Corporations	10,990	10,265	10,265
4121000-Corporation Fees - Foreign Corporations	1,254	1,294	1,294
4121200-Delinquent Fees	8,073	8,447	8,791
4121600-Elevator and Boiler Inspection Fees	25,570	29,052	29,052
4121800-Employment Agency Filing Fees	548	548	548
4122000-Employment Agency License Fees	6,406	5,936	5,781
4122200-Energy Resources Surcharge	575,885	709,154	708,116
4122800-Filing Financing Statements	2,358	2,476	2,476
4123000-Fish and Game - Licenses, Tags, and Permits	112,553	111,424	115,507
4123200-Fish and Game - Taxes	2,406	2,484	2,484
4123400-Genetic Disease Testing Fees	133,169	133,052	148,326
4123720-Horse Racing Licenses	14,503	14,791	16,800
4123800-Industrial Homework Fees	1	1	1
4124000-Insurance Company - Examination Fees	25,048	24,719	28,932
4124200-Insurance Company - License Fees and Penalties	59,504	69,112	70,943
4124400-Insurance Company - General Fees	34,883	38,493	38,650
4124600-Insurance Company - Proposition 103 Fees	33,822	35,253	37,695
4124800-Insurance Fraud Assessment - Automobile	53,013	53,748	54,366
4125000-Insurance Fraud Assessment - General	13,994	13,802	14,050
4125200-Insurance Fraud Assessment - Workers Compensation	66,894	72,644	78,508
4125400-Liquor License Fees	66,085	83,701	91,446
4125600-New Motor Vehicle Dealer License Fee	1,823	1,959	1,959
4125800-Notary Public License Fees	960	1,333	1,333
4126000-Off Highway Vehicle Fees	15,667	17,000	17,000
4126400-Processing Fee	456	369	369
4126600-Public Utilities Commission - Quarterly Fees	194,185	352,200	269,500
4126800-Public Utilities Commission - Penalties on Quarterly Fees	1	2	2
4127000-Real Estate - Examination Fees	4,333	4,161	4,161
4127200-Real Estate - License Fees	38,672	39,533	41,100
4127300-Refinery Fees	4,293	4,293	4,293
4127400-Renewal Fees	334,638	390,871	424,112
4128000-Subdivision Filing Fees	8,788	8,328	8,328
4128400-Teacher Credential Fees	26,352	26,484	26,616
4128600-Teacher Examination Fees	5,395	5,421	5,449
4129000-Other Fees and Licenses	24,220	28,540	30,429
4129200-Other Regulatory Fees	7,789,364	8,968,631	7,139,063
4129400-Other Regulatory Licenses and Permits	728,582	808,076	877,309
4129600-Other Regulatory Taxes	130,111	140,158	140,415
Total, REGULATORY TAXES AND LICENSES	\$11,921,360	\$13,589,560	\$11,817,271
REVENUE FROM LOCAL AGENCIES:			
4130000-Architecture Public Building Fees	\$101,865	\$89,694	\$98,477
4131000-Crimes of Public Offense Fines	17,035	10,000	10,000
4131500-Felony Conviction Penalties	47,383	50,000	50,000
4132000-Fingerprint Identification Card Fees	97,482	97,482	97,482
4132500-Fish and Game Fines	513	513	513

SCHEDULE 12B AT 2020-21 GOVERNOR'S BUDGET
REVENUES TO EXCLUDED FUNDS
(Dollars in Thousands)

	Actual 2018-19	Estimated 2019-20	Estimated 2020-21
4133000-Fish and Game Fines - Additional Assessments	57	57	57
4134500-Local Agencies - Cost Recoveries	100	100	100
4135000-Local Agencies - Miscellaneous Revenue	1,285,001	1,504,206	949,914
4136500-Traffic Violation Penalties	22	--	--
Total, REVENUE FROM LOCAL AGENCIES	\$1,549,458	\$1,752,052	\$1,206,543
SERVICES TO THE PUBLIC:			
4140000-Document Sales	\$4,407	\$4,103	\$4,199
4140500-Emergency Telephone User's Surcharge	60,141	115,210	170,278
4142500-License Plate Fees - Personalized Plates	75,868	75,044	75,041
4143500-Miscellaneous Services to the Public	112,116	122,679	125,716
4144000-Parental Fees	2,641	2,637	2,687
4144500-Parking Lot Revenues	13,210	13,038	13,684
4145000-Pay Patients Board Charges	2	--	--
4145500-Secretary of State - Fees	39,582	42,613	43,903
4146000-State Beach and Park Service Fees	124,158	129,343	129,343
Total, SERVICES TO THE PUBLIC	\$432,125	\$504,667	\$564,851
USE OF PROPERTY AND MONEY:			
4150000-Geothermal Resources Well Fees	\$4,055	\$3,722	\$3,722
4150500-Interest Income - Interfund Loans	16,053	993	132
4151000-Interest Income - Other Loans	5,676	10,512	7,218
4151500-Miscellaneous Revenue - Use of Property and Money	23,123	20,191	20,089
4152500-Rental of State Property	13,497	11,353	11,465
4154000-Royalties - Federal Land	29,861	30,026	30,205
4161000-Investment Income - Other	924	263	263
4162000-Investment Income - Pooled Money Investments	356	356	356
4163000-Investment Income - Surplus Money Investments	327,662	300,440	297,541
Total, USE OF PROPERTY AND MONEY	\$421,207	\$377,856	\$370,991
MISCELLANEOUS:			
4170400-Capital Asset Sales Proceeds	\$494	\$789	\$1,689
4170600-Carbon Allowances Auction Proceeds	3,207,446	2,386,000	2,490,000
4170700-Civil and Criminal Violation Assessment	129,531	136,882	138,452
4170800-Confiscated Property Sales	9	9	9
4171000-Cost Recoveries - Delinquent Receivables	280	211	211
4171100-Cost Recoveries - Other	158,191	152,038	146,221
4171200-Court Filing Fees and Surcharges	561,298	583,807	585,198
4171300-Donations	10,681	6,238	6,050
4171400-Escheat - Unclaimed Checks, Warrants, Bonds, and Coupons	6,883	6,257	6,249
4171500-Escheat - Unclaimed Property	2	14	14
4172000-Fines and Forfeitures	189,648	195,026	191,773
4172500-Miscellaneous Revenue	568,009	2,102,074	2,142,999
4172800-Parking Violations	1,591	4,591	4,591
4172900-Penalty Assessments - Criminal Fines	167,929	155,623	144,191
4173000-Penalty Assessments - Other	194,535	270,670	200,314
4173100-Personal Income Tax - Penalties and Interest	23,598	23,598	23,598
4173400-Settlements and Judgments - Anti-Trust Actions - Attorney General	4,800	5,903	12,055
4173500-Settlements and Judgments - Other	60,080	56,664	59,964
4173600-State Public Land Sales	2,048	2,000	2,000
4173800-Traffic Violations	20,600	19,269	17,765
4173900-Tribal Gaming Revenues	49,833	50,315	58,265
4174100-Unemployment and Disability Insurance Contributions - Penalties and Interest	135,827	146,160	140,900
4180050-Cash Adjustment for Transportation Funds	-45,241	-40,274	-11,823
Total, MISCELLANEOUS	\$5,448,072	\$6,263,864	\$6,360,685
TOTAL, MINOR REVENUES	\$19,772,222	\$22,487,999	\$20,320,341
TOTALS, Revenue to Excluded Funds (MAJOR and MINOR)	\$21,964,572	\$24,610,123	\$22,435,945

**SCHEDULE 12C AT 2020-21 GOVERNOR'S BUDGET
NON-TAX REVENUES IN FUNDS SUBJECT TO LIMIT**
(Dollars in Thousands)

	Actual 2018-19		Estimated 2019-20		Estimated 2020-21	
	General Fund	Special Funds	General Fund	Special Funds	General Fund	Special Funds
MAJOR REVENUES:						
4113000-Identification Card Fees	--	\$32,547	--	\$32,692	--	\$32,838
4113800-Lien Sale Application Fees	--	1,071	--	1,071	--	1,071
4115000-Motor Vehicles - Driver's License Fees	\$1	338,007	--	381,948	--	385,767
4115450-Transportation Improvement Fee	--	1,666,256	--	1,534,739	--	1,642,420
4115600-Motor Vehicles - Other Fees	--	81,052	--	87,806	--	95,118
Total, MAJOR TAXES AND LICENSES	\$1	\$2,118,933	--	\$2,038,256	--	\$2,157,214
MINOR REVENUES:						
REGULATORY TAXES AND LICENSES:						
4120600-Candidate Filing Fee	120	--	52	--	95	--
4123000-Fish and Game - Licenses, Tags, and Permits	--	1,071	--	1,286	--	1,288
4123720-Horse Racing Licenses	987	--	987	--	987	--
4123740-Horse Racing Miscellaneous	5	--	5	--	5	--
4125400-Liquor License Fees	--	663	--	1,092	--	1,103
4126000-Off Highway Vehicle Fees	--	5,649	--	5,574	--	5,500
4129200-Other Regulatory Fees	1,183	7,515	1,558	7,542	1,558	7,618
4129400-Other Regulatory Licenses and Permits	5,644	67,194	4,944	36,841	4,945	36,898
4129600-Other Regulatory Taxes	--	15,911	--	16,036	--	16,036
Total, REGULATORY TAXES AND LICENSES	\$7,939	\$98,003	\$7,546	\$68,371	\$7,590	\$68,443
REVENUE FROM LOCAL AGENCIES:						
4131000-Crimes of Public Offense Fines	58	--	58	--	58	--
4134500-Local Agencies - Cost Recoveries	26,299	14,005	26,299	14,005	26,299	14,005
4135000-Local Agencies - Miscellaneous Revenue	164,893	19	165,143	17	160,431	17
4135500-Narcotic Fines	2,092	--	1,000	--	1,000	--
Total, REVENUE FROM LOCAL AGENCIES	\$193,342	\$14,024	\$192,500	\$14,022	\$187,788	\$14,022
SERVICES TO THE PUBLIC:						
4140000-Document Sales	133	3,648	160	3,781	160	3,809
4142500-License Plate Fees - Personalized Plates	--	2	--	2	--	2
4143000-Medicare Receipts - Federal Government	3,274	--	3,423	--	2,170	--
4143500-Miscellaneous Services to the Public	1,324	88,440	1,143	90,018	4,108	91,624
4144500-Parking Lot Revenues	--	513	--	513	--	513
4145000-Pay Patients Board Charges	1,520	--	1,659	--	557	--
4145500-Secretary of State - Fees	150	--	174	--	166	--
Total, SERVICES TO THE PUBLIC	\$6,401	\$92,603	\$6,559	\$94,314	\$7,161	\$95,948
USE OF PROPERTY AND MONEY						
4151500-Miscellaneous Revenue - Use of Property and Money	1,465	835	1,871	706	1,871	769
4152000-Oil and Gas Leases - 1 Percent Revenue, Cities, and Counties	335	--	305	--	261	--
4152500-Rental of State Property	18,838	59,266	19,910	53,919	19,913	55,311
4155000-Royalties - State Lands	139,732	--	125,688	--	86,081	--
Total, USE OF PROPERTY AND MONEY	\$160,370	\$60,101	\$147,774	\$54,625	\$108,126	\$56,080
MISCELLANEOUS:						
4170100-Abandoned Property Revenue	455,380	--	443,036	--	432,098	--
4170700-Civil and Criminal Violation Assessment	583	1,259	300	3,469	300	3,469
4170800-Confiscated Property Sales	8,219	--	8,355	--	8,355	--
4171000-Cost Recoveries - Delinquent Receivables	--	62	10,276	156	10,276	156
4171100-Cost Recoveries - Other	44,866	5,372	1,049,825	5,853	851,580	5,907
4171200-Court Filing Fees and Surcharges	3	363	11	363	11	363
4171400-Escheat - Unclaimed Checks, Warrants, Bonds, and Coupons	68,347	2,269	66,235	2,216	66,205	2,204
4172000-Fines and Forfeitures	1,914	--	2,393	--	2,393	--
4172200-Fine and Penalties - Horse Racing	229	--	229	--	229	--
4172400-Forest Product Sales	--	46,000	--	46,000	--	46,000
4172500-Miscellaneous Revenue	92,389	5,090	45,865	4,407	44,115	4,488
4172800-Parking Violations	17,370	--	17,096	--	17,096	--
4173000-Penalty Assessments - Other	72,398	3,711	103,261	3,712	365,224	3,712
4173200-Proceeds from Estates of Deceased Persons	301	--	244	--	244	--
4173500-Settlements and Judgments - Other	19,379	43	10,018	43	10,018	43
4173600-State Public Land Sales	--	40,358	--	39,055	--	42,639
4173800-Traffic Violations	--	10,749	--	10,749	--	10,749
4173900-Tribal Gaming Revenues	4,384	--	5,009	--	5,009	--
4174200-Uninsured Motorist Fees	730	191	746	191	746	191
Total, MISCELLANEOUS	\$786,492	\$115,467	\$1,762,899	\$116,214	\$1,813,899	\$119,921
TOTAL, MINOR REVENUES	\$1,154,544	\$380,198	\$2,117,278	\$347,546	\$2,124,564	\$354,414
TOTALS, Non-Tax Revenues (MAJOR AND MINOR)	\$1,154,545	\$2,499,131	\$2,117,278	\$2,385,802	\$2,124,564	\$2,511,628

**SCHEDULE 12D AT 2020-21 GOVERNOR'S BUDGET
STATE APPROPRIATIONS LIMIT
TRANSFER FROM OTHER FUNDS TO INCLUDED FUNDS
(Dollars in Thousands)**

	Actual 2018-19		Estimated 2019-20		Estimated 2020-21	
	General Fund	Special Funds	General Fund	Special Funds	General Fund	Special Funds
Revenue Transfer from California Environmental License Plate Fund (0140) to Motor Vehicle Account, State Transportation Fund (0044) per Public Resources Code Section 21191	--	\$1,405	--	\$1,405	--	\$1,117
Revenue Transfer from College Access Tax Credit Fund (3263) to the General Fund (0001) per Revenue and Taxation Code Sections 17053.86 (Ch. 367/2014) and 17053.87 (Ch. 527/2017)	\$4,977	--	\$2,500	--	\$2,500	--
Revenue Transfer from Motor Vehicle Account, State Transportation Fund (0044) to General Fund (0001) per Government Code Section 16475	93	-93	3	-3	3	-3
Revenue Transfer from Motor Vehicle Account, State Transportation Fund (0044) to General Fund (0001) per Item 2740-011-0044, Budget Acts	89,288	-89,288	--	--	--	--
Revenue Transfer from Motor Vehicle Fuel Account, Transportation Tax Fund (0061) to General Fund (0001) per Revenue and Taxation Code Section 8352.4(b)	15,017	-15,017	33,260	-33,260	35,375	-35,375
Revenue Transfer from Motor Vehicle Fuel Account, Transportation Tax Fund (0061) to General Fund (0001) per Revenue and Taxation Code Section 8352.5(b)	26,407	-26,407	39,583	-39,583	39,583	-39,583
Revenue Transfer from Motor Vehicle Fuel Account, Transportation Tax Fund (0061) to General Fund (0001) per Revenue and Taxation Code Section 8352.6(a)(2)	43,525	-43,525	64,110	-64,110	67,396	-67,396
Revenue Transfer from Motor Vehicle Fuel Account, Transportation Tax Fund (0061) to General Fund (0001) per Revenue and Taxation Code Section 8352.6(a)(3)	9,996	-9,996	9,996	-9,996	9,996	-9,996
Revenue Transfer from the Business Fees Fund (0228) to the General Fund (0001) per Government Code Section 12176.	11,310	--	6,794	--	18,644	--
Revenue Transfer from the California Olympic Training Account (0442) to the General Fund (0001) per Government Code Section 7592	48	--	52	--	52	--
Revenue Transfer from the Senior Citizens and Disabled Citizens Property Tax Postponement Fund (3268) to the General Fund (0001) per Government Code Section 16180(b)	-2,785	--	3,468	--	3,396	--
Revenue transfer from Site Operation and Maintenance Account, Hazardous Substance Account (0458) to Toxic Substances Control Account (0557) per Item 3960-011-0458, Annual Budget Act.	--	140	--	--	--	140
Transfer from the Greenhouse Gas Reduction Fund (3228) to the General Fund (0001) per Revenue and Taxation Code 6377.1	27,900	--	59,500	--	61,200	--
TOTAL TRANSFERS	\$225,776	-\$182,781	\$219,266	-\$145,547	\$238,145	-\$151,096

**SCHEDULE 12E AT 2020-21 GOVERNOR'S BUDGET
STATE APPROPRIATIONS LIMIT
EXCLUDED APPROPRIATIONS
(Dollars in Millions)**

	Fund	Actual 2018-19	Estimated 2019-20	Estimated 2020-21
DEBT SERVICE:				
9600 Bond Interest and Redemption (9600-510-0001)	General	\$5,112	\$4,980	\$5,103
(9600-510-3107)	Special	1,515	1,647	1,780
No Place Like Home bond (0977-501-3357) & (0977-601-3357)	Special	-	54	61
TOTAL -- DEBT SERVICE		\$6,627	\$6,681	\$6,944
QUALIFIED CAPITAL OUTLAY PROJECTS:				
Various (Ch. 3 Except DOT)	General	\$911	\$493	\$351
Various (Ch. 3 Except DOT)	Special	8	10	22
Various Qualified Capital Outlay Projects	General	777	672	510
Various Qualified Capital Outlay Projects	Special	1,298	1,290	1,201
Lease-Revenue Bonds (Capital Outlay)	General	661	635	644
Lease-Revenue Bonds (Capital Outlay)	Special	7	7	7
TOTAL -- CAPITAL OUTLAY		\$3,662	\$3,107	\$2,735
SUBVENTIONS:				
6100 K-12 / LCFF Apportionments	General	\$33,590	\$34,502	\$35,252
6100 K-12 Education Protection Account	General	7,697	7,706	7,351
6100 County Offices of Education Apportionments	General	477	475	469
6100 Subventions Not Counted in Local Limits	General	-15,109	-16,138	-16,536
6870 Community Colleges Apportionments	General	2,760	2,909	2,979
6870 Community Colleges Education Protection Account	General	951	952	909
SUBVENTIONS -- EDUCATION		\$30,366	\$30,406	\$30,424
5195 1991 State-Local Realignment Vehicle License Collection Account	Special	\$14	\$14	\$14
Vehicle License Fees	Special	2,183	2,245	2,312
5196 2011 State-Local Realignment Vehicle License Fees	Special	733	757	779
9100 Tax Relief (9100-101-0001)	General	406	415	415
9210 Property Tax Backfill (9210-102-0001)	General	64	73	-
SUBVENTIONS -- OTHER		\$3,400	\$3,504	\$3,520
COURT AND FEDERAL MANDATES:				
Various Court and Federal Mandates (HHS)	General	\$13,503	\$14,783	\$15,984
Various Court and Federal Mandates	General	4,729	4,887	4,664
Various Court and Federal Mandates	Special	260	267	266
TOTAL -- MANDATES		\$18,492	\$19,937	\$20,914
SCA2/SB1				
Retail Sales and Use Tax: Diesel	Special	\$342	\$335	\$336
TOTAL -- SCA2/SB1		\$342	\$335	\$336
PROPOSITION 111:				
Motor Vehicle Fuel Tax: Gasoline	Special	\$5,052	\$5,800	\$6,188
Motor Vehicle Fuel Tax: Diesel	Special	854	891	958
TOTAL -- PROPOSITION 111		\$5,906	\$6,691	\$7,146
TOTAL EXCLUSIONS:				
General Fund		\$56,529	\$57,344	\$58,095
Special Funds		\$12,266	\$13,317	\$13,924

**SCHEDULE 13 AT 2020-21 GOVERNOR'S BUDGET
PROPOSITION 98 FINAL CERTIFICATION**

(Dollars in Thousands)

	2018-19
State Appropriations Limit General Fund Revenues	134,770,300
Proposition 98 General Fund	52,834,546
Education Protection Account	(7,650,690)
Local Revenues	22,624,764
Total State and Local Prop 98	75,459,310
Prop 98 Test	2
Appropriations over/(under) the Prop 98 Guarantee	116,736
 Proposition 98 Factors	
K-14 Appropriations	75,576,046
K-12 Average Daily Attendance	5,960,120
Full-time Equivalent Students	1,125,544
Civilian Population	39,578,945
K-12 Average Daily Attendance (% growth)	-0.04%
Per Capita Personal Income (Test 2)(% growth)	3.69%
Per Capita General Fund plus 0.5% (Test 3)(% growth)	10.00%
Test 1 Percentage	38.21%
 Proposition 98 Re-benchings (included in calculation):	
One-Time:	-41,900
Ongoing:	-

Finance Glossary of Accounting and Budgeting Terms

The following terms are used frequently throughout the Governor's Budget, the Governor's Budget Summary, the annual Budget (Appropriations) Bill, the Enacted Budget, and other documents. Definitions are provided for terms that are common to many of these publications. For definitions of terms unique to a specific program area, please refer to the individual budget presentation. Certain terms may be interpreted or used differently depending on the context, the audience, or the purpose.

Abatement

A reduction to an expenditure that has already been made. In state accounting, only specific types of receipts are accounted for as abatements, including refund of overpayment of salaries, rebates from vendors or third parties for defective or returned merchandise, jury duty and witness fees, and property damage or loss recoveries. (See SAM 10220 for more detail.)

Abolishment of Fund

The closure of a fund pursuant to the operation of law. Funds may also be administratively abolished by the Department of Finance with the concurrence of the State Controller's Office. When a special fund is abolished, all of its assets and liabilities are transferred by the State Controller's Office to a successor fund, or if no successor fund is specified, then to the General Fund. (GC 13306, 16346.)

Account

A classification code used in FISCAL (PeopleSoft) to identify an asset, liability, fund balance, receipt, expenditure, transfer, or statistical measurement in a transaction. Accounts combine several codes in the Uniform Codes Manual such as the general ledger code, receipt and object of expenditure codes into a single account code. (See also "Chart of Account Crosswalk" and "Uniform Codes Manual.")

Accruals

Revenues or expenditures that have been recognized for that fiscal year but not received or disbursed until a subsequent fiscal year. Annually, accruals are included in the revenue and expenditure amounts reported in departments' budget documents and year-end financial reports. For budgetary purposes, departments' expenditure accruals also include payables and outstanding encumbrances at the end of the fiscal year for obligations attributable to that fiscal year.

Accrual Basis of Accounting

The basis of accounting in which transactions are recognized in the fiscal year when they occur, regardless of when cash is received or disbursed. Revenue is recognized in the fiscal year when earned, and expenditures are recognized in the fiscal year when obligations are created (generally when goods/services are ordered or when contracts are signed). Also referred to as the full accrual basis of accounting.

Administration

Refers to the Governor's Office and those individuals, departments, and offices reporting to it (e.g., the Department of Finance).

Administration Program Costs

The indirect costs of a program, typically a share of the costs of the administrative units serving the entire department (e.g., the Director's Office, Legal, Personnel, Accounting, and Business Services). "Distributed Administration" costs represent the distribution of the indirect costs to the various program activities of a department. In most departments, all administrative costs are distributed. (See also "Indirect Costs" and "Statewide Cost Allocation Plan.")

Administratively Established Positions

Positions authorized by the Department of Finance during a fiscal year that were not included in the Budget. Such positions terminate at the end of the fiscal year, or in order to continue, must meet certain criteria under Budget Act Control Section 31.00. (CS 31.00.)

Agency

A legal or official reference to a government organization at any level in the state organizational hierarchy. (See the UCM for the hierarchy of State Government Organizations.)

or:

A government organization belonging to the highest level of the state organizational hierarchy as defined in the UCM. An organization whose head (Agency Secretary) is designated by Governor's order as a cabinet member.

Allocation

A distribution of funds or costs from one account or appropriation to one or more accounts or appropriations (e.g., the allocation of employee compensation funding from the statewide 9800 Budget Act items to departmental appropriation items). (SAM 9200 et seq.)

Allotment

The approved division of an amount (usually of an appropriation) to be expended for a particular purpose during a specified time period. An allotment is generally authorized on a line item expenditure basis by program or organization. (SAM 8300 et seq.)

Amendment

A proposed or accepted change to a bill in the Legislature, the California Constitution, statutes enacted by the Legislature, or ballot initiative.

A-Pages

A common reference to the Governor's Budget Summary. Budget highlights now contained in the Governor's Budget Summary were once contained in front of the Governor's Budget on pages A-1, 2, etc., and were, therefore, called the A-Pages.

Appropriated Revenue

Revenue which, as it is earned, is reserved and appropriated for a specific purpose. An example is student fees received by state colleges that are by law appropriated for the support of the colleges. The revenue does not become available for expenditure until it is earned.

Appropriation

Authorization for a specific agency to make expenditures or create obligations from a specific fund for a specific purpose. Appropriations are usually limited in amount and period of time during which the expenditure is to be recognized. For example, appropriations made by the Budget Act are available for encumbrance for one year, unless otherwise specified. Appropriations made by other legislation are available for encumbrance for three years, unless otherwise specified, and appropriations stating "without regard to fiscal year" shall be available from year-to-year until fully expended. Legislation or the California Constitution can provide continuous appropriations, and voters can also make appropriations by approving ballot measures. An appropriation shall be available for encumbrance during the period specified therein, or if not specified, for a period of three years after the date upon which it first became available for encumbrance. Except for federal funds, liquidation of encumbrances must be within two years of the expiration date of the period of availability for encumbrance, at which time the undisbursed (i.e., unliquidated) balance of the appropriation is reverted into the fund. Federal funds have four years to liquidate. (GC 16304, 16304.1.)

Appropriation Without Regard to Fiscal Year (AWRTFY)

An appropriation for a specified amount that is available from year-to-year until fully expended.

Appropriations Limit, State (SAL)

The constitutional limit on the growth of certain appropriations from tax proceeds, generally set to the level of the prior year's appropriation limit as adjusted for changes in cost of living and population. Other adjustments may be made for such reasons as the transfer of services from one government entity to another. (Article XIII B, § 8; GC 7900 et seq; CS 12.00.)

Appropriation Schedule

The detail of an appropriation (e.g., in the Budget Act), showing the distribution of the appropriation to each of the programs or projects thereof.

Assembly

California's lower house of the Legislature composed of 80 members. As a result of Proposition 140 (passed in 1990) and Proposition 28 (passed in 2012), members elected in or after 2012 may serve 12 years in the Legislature in any combination of four-year state Senate or two-year state Assembly terms. (Article IV, § 2 (a).)

Audit

Typically a review of financial reports or performance activity (such as of an agency or program) to determine conformity or compliance with applicable laws, regulations, and/or standards. The state has three central organizations that perform

audits of state agencies: the State Controller's Office, the Department of Finance, and the California State Auditor. Many state departments also have internal audit units to review their own internal functions and program activities. (SAM 20000, etc.)

Augmentation

An increase to a previously authorized appropriation or allotment. This increase can be authorized by Budget Act provisional language, control sections, or other legislation. Usually, a Budget Revision or an Executive Order is processed to the State Controller's Office to implement the increase.

Authorized

Given the force of law (e.g., by statute). For some action or quantity to be authorized, it must be possible to identify the enabling source and date of authorization.

Authorized Positions

In the Salaries and Wages publication, the past year total authorized positions represent the number of actual positions filled for that year as reported by the State Controller's Office. For current year, total authorized positions include all regular ongoing positions approved in the Budget Act for that year, adjustments to limited-term positions and temporary help, and positions authorized through enacted legislation. For budget year, the number of authorized positions is the same as current year except for adjustments to remove expiring positions. (GC 19818)

Availability Period

The time period during which an appropriation may be encumbered (i.e., committed for expenditure), usually specified by the law creating the appropriation. If no specific time is provided in legislation, the period of availability is three years. Unless otherwise provided, Budget Act appropriations are available for one year. However, based on project phase, capital outlay projects may have up to three years to encumber. An appropriation with the term "without regard to fiscal year" has an unlimited period of availability and may be encumbered at any time until the funding is exhausted.

(See also "Encumbrances.")

Balance Available

In regard to a fund, it is the excess of resources over uses. For budgeting purposes, the balance available in a fund condition is the carry-in balance, net of any prior year adjustments, plus revenues and transfers, minus expenditures. For accounting purposes, the balance available in a fund is the net of assets over liabilities and reserves that are available for expenditure.

For appropriations, it is the unobligated, or unencumbered, balance still available.

Baseline Budget

Also referred to as Workload Budget. (See "Workload Budget.")

Bill

A draft of a proposed law presented to the Legislature for enactment. (A bill has greater legal formality and standing than a resolution.)

or:

An invoice, or itemized statement, of an amount owing for goods and services received.

Bond Funds

For legal basis budgeting purposes, funds used to account for the receipt and disbursement of non-self-liquidating general obligation bond proceeds. These funds do not account for the debt retirement because the liability created by the sale of bonds is not a liability of bond funds. Depending on the provisions of the bond act, either the General Fund or a sinking fund pays the principal and interest on the general obligation bonds. The proceeds and debt of bonds related to self-liquidating bonds are included in non-governmental cost funds. (SAM 14400.)

Budget

A plan of operation expressed in terms of financial or other resource requirements for a specific period of time. (GC 13320, 13335; SAM 6120.)

Budget Act (BA)

An annual statute authorizing state departments to expend appropriated funds for the purposes stated in the Governor's Budget and amended by the Legislature. (SAM 6333.)

Budget Bill

Legislation presenting the Governor's spending proposal for the next fiscal year. The Budget Bill is prepared by the Department of Finance and submitted to each house of the Legislature in January (accompanying the Governor's Budget). The Budget Bill's authors are typically the budget committee chairpersons.

The California Constitution requires the Legislature to pass the Budget Bill and send it to the Governor for signature by June 15 each year. The Budget Bill becomes the Budget Act upon signature by the Governor, after any line-item vetoes. (Art. IV. § 12(c); GC 13338; SAM 6325, 6333.)

Budget Change Proposal (BCP)

A proposal to change the level of service or funding sources for activities authorized by the Legislature, propose new program activities not currently authorized, or to eliminate existing programs. The Department of Finance annually issues a Budget Letter with specific instructions for preparing BCPs. (SAM 6120.)

Budget Cycle

The period of time required to prepare the state financial plan and enact that portion of it applying to the budget year. Significant events in the cycle include:

- Preparation of the Governor's proposed budget (most activities occur between July 1 and January 10).
- Submission of the Governor's Budget and the Budget Bill to the Legislature (by January 10).
- Submission to the Legislature of proposed adjustments to the Governor's Budget
 - April 1—adjustments other than Capital Outlay and May Revision.
 - May 1—Capital Outlay appropriation adjustments.
 - May 14—May Revision adjustments for changes in General Fund revenues, expenditure adjustments to reflect updated revenue, and funding for Proposition 98, caseload, and population.
- Review and revision of the Governor's Budget by the Legislature.
- Return of the revised budget to the Governor by June 15, for signature after any line-item vetoes.
- Signing of the budget by the Governor. (*Art. IV, § 10, GC 13308, SAM 6150.*)

Budget Letter

Budget and accounting policies and instructions issued by the Department of Finance to supplement the budgeting and accounting chapters of the State Administrative Manual.

Budget Period

The FISCAL (PeopleSoft) Terminology for Fiscal Year. (See also "Fiscal Year.")

Budget—Program

A program budget expresses the operating plan in terms of the costs of activities (programs) to be undertaken to achieve specific goals and objectives.

The Governor's Budget is a program budget, but also includes detailed categorization of proposed expenditures for goods and services (Expenditures by Category) related to the state operations of each department. (*GC 13336; SAM 6210, 6220.*)

Budget Position Transparency and Expenditure by Category Redistribution

On a biennial basis beginning with the 2016-17 Budget, the salaries and wages associated with historically vacant positions have been reallocated to expenditure categories where resources are actually being expended in the current and budget years. Reductions in Regular Ongoing Positions as a result of this process are for display purposes only and do not impact departments' ability to hire up to their legislatively authorized staffing level.

Budget Position Transparency represents a department's historically vacant positions and associated salaries and wages expenditures that are being reallocated.

Expenditure by Category Redistribution represents the reallocation of the salaries and wages dollars to staff benefits and/or operating expenses and equipment.

Budget Request

A term used in the FI\$Cal (Hyperion) System reflecting any change to the currently enacted budget or proposed budget. This may be a Budget Change Proposal, revenue estimate change, or legislative action. A budget request is a way for each department to submit incremental requests for, or to make adjustments to, funding.

Budget Revision (BR)

A document prepared by the department that cites a legal authority to authorize a change in an appropriation. A BR must be approved by the Department of Finance. Typically, BRs either increase the appropriation or make adjustments to the categories or programs within the appropriation as scheduled. (SAM 6533, 6542, 6545.)

Budget Year (BY)

The next state fiscal year, beginning July 1 and ending June 30, for which the Governor's Budget is submitted (i.e., the year following the current fiscal year). (See also "Fiscal Year.")

Business Unit

The four-digit code assigned to each state governmental entity (or a program) for fiscal system purposes. The business unit is the first segment of the budget item/appropriation number. (UCM.)

CALSTARS

The acronym for the California State Accounting and Reporting System, the state's former accounting system. Departments using CALSTARS transitioned to FI\$Cal.

Capital Outlay (CO)

A character representing expenditures of funds to acquire land, plan and construct new buildings, expand or modify existing buildings, and/or purchase equipment related to such construction. (CS 3.00.)

Carryover

The unencumbered balance of an appropriation that continues to be available for expenditure in years subsequent to the year of enactment. For example, if an appropriation has multiple years available to encumber, any unencumbered balance at the end of the first year is carried over to the following fiscal year.

Cash Basis of Accounting

The basis of accounting in which revenues and expenditures are recognized when cash is received or disbursed.

Cash Flow Statement

A statement of cash receipts and disbursements for a specified period of time.

Category (as used in FI\$Cal/Hyperion)

A grouping of related types of expenditures, such as personal services, operating expenses and equipment, special items of expense, unclassified, local costs, capital costs, and internal cost recovery; or, revenues (including revenue transfers). The Governor's Budget includes an "Expenditures by Category" section for each department at this level. (UCM.)

Changes in Authorized Positions

A schedule in the Governor's Budget that reflects staffing changes made subsequent to the adoption of the current year budget and enacted legislation. This schedule documents changes in positions for various reasons. Some examples are: actual expenditures in the past year, as well as transfers, positions established, selected re-classifications, and proposed new positions included in BCPs, for the current or budget year.

Chapter

The reference assigned by the Secretary of State to an enacted bill, numbered sequentially in order of enactment each calendar year. The enacted bill is then referred to by this "chapter" number and the year in which it became law. For example, *Chapter 1, Statutes of 2017*, would refer to the first bill enacted in 2017.

Character of Expenditures

A classification identifying the major purpose of an expenditure, such as state operations, local assistance, capital outlay, or unclassified. (UCM.)

Chart of Account (COA) Crosswalk

A detailed guide found on the Department of Finance's website that crosswalks the Account Category Code used by FI\$Cal departments to the codes in the Uniform Codes Manual for general ledger, receipts and object of expenditures. (See also "Account" and "Uniform Codes Manual.")

Claim Schedule

A manual request from a state department to the State Controller's Office to disburse payment from a legal appropriation or account for a lawful state obligation. The claim schedule identifies the appropriation or account to be charged, the payee(s), the amount(s) to be paid, and an affidavit attesting to the validity of the request. Claims against the state for which there is no provision for payment (e.g., no appropriation available for payment), will be submitted to the Department of General Services. (See also "Voucher.") (SAM 7340)

COBCP

Capital outlay budgets are zero-based each year; therefore, the department must submit a written capital outlay budget change proposal for each new project, or subsequent phase of an existing project, for which the department requests funding. (SAM 6818.)

Conference Committee

A committee of three members (two from the majority party, and one from the minority party) from each house, appointed to meet and resolve differences between versions of a bill (e.g., when one house of the Legislature does not concur with bill amendments made by the other house). If resolution cannot be reached, another conference committee can be selected, but no more than three different conference committees can be appointed on any one bill. Budget staff commonly refer to the conference committee on the annual budget bill as the "Conference Committee." (SAM 6340.)

Continuing Appropriation

An appropriation for a set amount that is available for more than one year. (SAM 8382.)

Continuous Appropriation

Constitutional or statutory expenditure authorization that is renewed each year without further legislative action. The amount available may be a specific, recurring sum each year; all or a specified portion of the proceeds of specified revenues that have been dedicated permanently to a certain purpose; or, whatever amount is designated for the purpose as determined by formula, e.g., school apportionments. Note: Government Code section 13340 sunsets statutory continuous appropriations on June 30 with exceptions specified in the section and other statutes. Control Section 30.00 of the annual Budget Act traditionally extends the continuous appropriations for one additional fiscal year. (GC 13340.)

Control Sections

Sections of the Budget Act (i.e., 1.00 to the end) providing specific controls on the appropriations itemized in Section 2.00 of the Budget Act. (See more detail under "Sections.")

Cost-of-Living Adjustments (COLA)

Increases provided in state-funded programs that include periodic adjustments predetermined in state law (statutory, such as K-12 education apportionments), or established at optional levels (discretionary) by the Administration and the Legislature each year through the budget process.

Current Year (CY)

A term used in budgeting and accounting to designate the operations of the present fiscal year in contrast to past or future periods. (See also "Fiscal Year.")

Debt Service

The amount of money required to pay interest on outstanding bonds and the principal of maturing bonds.

Department

A governmental organization, usually belonging to the third-level of the state organizational hierarchy, as defined in the Uniform Codes Manual. (UCM.)

Department of Finance

The Department is a fiscal control agency. The Director of Finance is appointed by the Governor and serves as the chief fiscal policy advisor. The Director sits as a member of the Governor's cabinet and senior staff.

Principal functions are as follows:

- Establish appropriate fiscal and accounting policies to carry out the state's programs.
- Prepare, explain, and administer the state's annual financial plan (budget), which the Governor is required under the State Constitution to present to the Legislature by January 10 of each year.
- Analyze legislation that has a fiscal impact.
- Maintain the California State Accounting and Reporting System (CALSTARS).
- Provide fiscal and accounting training, advice, and consulting services to state departments.
- Monitor/audit expenditures by state departments to ensure compliance with law, approved standards, and policies.
- Develop economic forecasts and revenue estimates.
- Develop population and enrollment estimates and projections.
- Review expenditures for information technology activities of departments.

(GC 13000 et seq.)

Detailed Budget Adjustments

Department Detailed Budget Adjustments are included in departmental budget displays to provide the reader a snapshot of proposed expenditure and position adjustments, why those changes are being proposed, and their dollar and position impact.

Detail of Appropriations and Adjustments

A budget display for each organization that reflects appropriations and adjustments by fund source for each character of expenditure (i.e., state operations, local assistance, and capital outlay). (SAM 6478.)

Employee Compensation/Retirement

Salary, benefit, employer retirement rate contribution adjustments, and any other related statewide compensation adjustments for state employees. Various 9800 Items of the Budget Act appropriate funds for compensation increases for most state employees (excluding Higher Education and some others); that is, they appropriate the incremental adjustment proposed for the salary and benefit adjustments for the budget year. The base salary and benefit levels are included in individual agency/departmental budgets.

Enacted Budget

A publication produced by Finance to reflect budget details as enacted. It is similar in detail as in the Governor's Budget. A PDF of this publication is available on Finance's eBudget website.

Enactment Year (ENY)

See Year of Appropriation (YOA).

Encumbrance

The commitment of all or part of an appropriation. Encumbrances represent valid obligations related to unfilled purchase orders or unfulfilled contracts. Outstanding encumbrances are recognized as budgetary expenditures in the individual department's budget documents and their individual annual financial reports. For the General Fund budgetary purposes, the Department of Finance makes a statewide adjustment to remove the total outstanding encumbrances from overall General Fund expenditures and show the amount as a reserve in the fund balance, in accordance with Government Code section 13307. For other funds, such encumbrance adjustments are not made in the budget totals, and encumbrances are treated as budgetary expenditures that decrease the fund balance of these funds.

Enrolled Bill Report (EBR)

An analysis prepared by Finance on legislative measures passed by both houses and referred to the Governor, to provide the Governor's Office with information concerning the measure, with a recommendation for action by the Governor. While approved bill analyses become public information, EBRs do not. Note that EBRs are not prepared for Constitutional Amendments, or for Concurrent, Joint, or single house resolutions, because these are not acted upon by the Governor. (SAM 6965.)

Enrollment, Caseload, and Population Adjustments

These adjustments are generally formula or population driven and are components of the workload budget. (See Workload Budget.)

Executive Branch

One of the three branches of state government, responsible for implementing and administering the state's laws and programs. The Governor's Office and those individuals, departments, and offices reporting to it (the Administration), are part of the Executive Branch.

Executive Order (EO)

A budget document issued by the Department of Finance ordering the State Controller's Office to make an adjustment in their accounts. The adjustments are typically authorized by Budget Act provisional language, Budget Act control sections, and other statutes. An EO is used when the adjustment makes increases or decreases on a statewide basis, involves two or more appropriations, or makes certain transfers or loans between funds.

Exempt Employees

State employees exempt from civil service pursuant to subdivision (e), (f), or (g), of Section 4 of Article VII of the California Constitution. Examples include department directors and other gubernatorial appointees. (SAM 0400.)

Expenditure

Expenditures reported on a department's year-end financial reports and "past year" budget documents consist of amounts paid and accruals (including outstanding encumbrances and payables) for obligations created for the last fiscal year. "Current year" and "budget year" expenditures in budget documents are estimates for the respective fiscal year. (See "Encumbrance," also referred to as "budgetary expenditures.")

Expenditure Authority

The authorization to make an expenditure (usually by a budget act appropriation, provisional language, or other legislation).

Expenditures by Category

A budget display for each department that reflects actual past year, estimated current year, and proposed budget year expenditures presented by character of expenditure (e.g., state operations and/or local assistance) and category of expenditure (e.g., personal services, operating expenses and equipment).

3-year Expenditures and Positions

A display at the start of each departmental budget that presents the various departmental programs by title, dollar totals, positions, and source of funds for the past, current, and budget years.

Federal Fiscal Year

The 12-month accounting period of the federal government, beginning on October 1 and ending the following September 30. For example, a reference to federal fiscal year 2019 means the period beginning October 1, 2018 and ending September 30, 2019.

Federal Funds

For legal basis budgeting purposes, classification of funds into which money received in trust from an agency of the federal government will be deposited and expended by a state department in accordance with state and/or federal rules and regulations. State departments must deposit federal grant funds in the Federal Trust Fund or other appropriate federal fund in the State Treasury. (GC 13326 (Finance approval), 13338 approp. of FF, CS 8.50.)

Feeder Funds

For legal basis accounting purposes, funds into which certain taxes or fees are deposited upon collection. In some cases, administrative costs, collection expenses, and refunds are paid. The balance of these funds is transferable at any time by the State Controller's Office to the receiving fund, in most cases, the General Fund.

Final Budget

Generally refers to the Governor's Budget as amended by actions taken on the Budget Bill (e.g., legislative changes, Governor's vetoes). Note: subsequent legislation (law enacted after the Budget Bill is chaptered) may add, delete, or change appropriations, or require other actions that affect a budget appropriation.

Final Budget Summary

A document produced by the Department of Finance after enactment of the Budget Act, which reflects the Budget Act, any vetoes to language and/or appropriations, technical corrections to the Budget Act, and summary budget information. (See also "Budget Act" and "Final Change Book.") (SAM 6130, 6350.)

Final Change Book

A document produced by the Department of Finance after enactment of the Budget Act. It includes detailed fiscal information on the changes made to the budget bill that accompanies the Governor's Budget as submitted to the legislature on or before January 10 of each year. It contains a detailed list of changes in Budget Act items, non-Budget Act items, and control sections for state operations, local assistance, capital outlay, and unclassified items. The Final Change Book also includes fiscal summaries. (SAM 6355)

Finance Letter (FL)

Proposals made by the Director of Finance to the chairpersons of the budget committees in each house to amend the Budget Bill and the Governor's Budget from that submitted on January 10 to reflect a revised plan of expenditure for the budget year and/or current year. Specifically, the Department of Finance is required to provide the Legislature with updated expenditure and revenue information for all policy adjustments by April 1, capital outlay technical changes by May 1, and changes for enrollment, caseload, population, updated revenues, and Proposition 98 by May 14. (GC 13308.)

FI\$Cal

The acronym for the Financial Information System for California, the state's integrated financial and administrative IT system that supports accounting, budgeting, cash management, and procurement functions. Departments using CALSTARS transitioned to FI\$Cal. (GC 11850.)

Fiscal Committees

Committees of members in each house of the Legislature that review the fiscal impact of proposed legislation, including the Budget Bill. Currently, the fiscal committees include the Senate Budget and Fiscal Review Committee, the Senate Appropriations Committee, the Assembly Appropriations Committee, and the Assembly Budget Committee. The Senate Budget and Fiscal Review Committee and the Assembly Budget Committee are broken into subcommittees responsible for specific state departments and/or subject areas. Both houses also have Revenue and Taxation Committees that are often considered fiscal committees.

Fiscal Impact Analysis

Typically refers to a section of an analysis (e.g., bill analysis) that identifies the costs and revenue impact of a proposal, and to the extent possible, a specific numeric estimate for applicable fiscal years.

Fiscal Year (FY)

A 12-month period during which revenue is earned and received, obligations are incurred, encumbrances are made, appropriations are expended, and for which

other fiscal transactions are recognized. In California state government, the fiscal year begins July 1 and ends the following June 30. If reference is made to the state's FY 2018-19, this is the time period beginning July 1, 2018 and ending June 30, 2019. (GC 13290.)

Floor

The Assembly or Senate chambers, the term used to describe the location of a bill, or the type of session. Matters may be referred to as "on the floor."

Form 9

A request by a department for space planning services (e.g., new or additional space, lease extensions, or renewals desired by an agency in non-institutional buildings, whether state-owned or state-leased, relocatable buildings, and trailers) and also reviewed by the Department of Finance. (SAM 6453.)

Form 22

A department's request to transfer money to the Architectural Revolving Fund (e.g., for building improvements), reviewed by the Department of Finance. (GC 14957; SAM 1321.1.)

Fund

A legal budgeting and accounting entity that provides for the segregation of moneys or other resources in the State Treasury for obligations in accordance with specific restrictions or limitations. A separate set of accounts must be maintained for each fund to show its assets, liabilities, reserves, and balance, as well as its revenue and expenditures.

Fund Balance

For accounting purposes, the excess of a fund's assets over its liabilities. For budgeting purposes, the excess of a fund's resources over its expenditures.

Fund Condition Statement

A budget display, included in the Governor's Budget, summarizing the operations of a fund for the past, current, and budget years. The display includes the beginning balance, prior year adjustments, revenue, transfers, loans, expenditures, the ending balance, and any reserves. Fund Condition Statements are required for all special funds. The Fund Condition Statement for the General Fund is Summary Schedule 1. Other funds are displayed at the discretion of the Department of Finance.

General Fund (GF)

For legal basis accounting and budgeting purposes, the predominant fund for financing state government programs, used to account for revenues that are not specifically designated to be accounted for by any other fund. The primary sources of revenue for the General Fund are personal income tax, sales and use tax, and corporation taxes. The major uses of the General Fund are education (K-12 and higher education), health and human services programs, and correctional programs.

Generally Accepted Accounting Principles (GAAP)

The accounting principles, rules, conventions, and procedures that are used for accounting and financial reporting. GAAP for governments are set by the Governmental Accounting Standards Board (GASB), the accounting and financial reporting standards setting body for state and local governments.

Governmental Cost Funds

For legal basis accounting and budgeting purposes, funds that derive revenue from taxes, licenses, and/or fees.

Governor's Budget

The publication the Governor presents to the Legislature by January 10 each year. It contains recommendations and estimates for the state's financial operations for the budget year. It also displays the actual revenues and expenditures of the state for the prior fiscal year, and updates estimates for the current year revenues and expenditures. This publication is also produced in a web format known as the Governor's Proposed Budget Detail on the Department of Finance's website. *(Article IV, § 12; SAM 6120, et seq.)*

Governor's Budget Summary

A companion publication to the Governor's Budget that outlines the Governor's policies, goals, and objectives for the budget year. It provides a perspective on significant fiscal and/or structural proposals. This publication is also produced in a web format known as the Governor's Proposed Budget Summary on the Department of Finance's website.

Grants

Typically used to describe amounts of money received by an organization for a specific purpose but with no obligation to repay (in contrast to a loan, although the award may stipulate repayment of funds under certain circumstances). For example, the state receives some federal grants for the implementation of health and community development programs, and the state also awards various grants to local governments, private organizations, and individuals according to criteria applicable to a given program.

Indirect Costs

A cost that cannot be easily identified to a specific cost objective (e.g., program, organizational unit, project), but it is used for a common or joint purpose. Indirect costs benefit more than one cost objective and, therefore, must be allocated.

Initiative

The power of the electors to propose statutes or Constitutional amendments and to adopt or reject them. An initiative must be limited to a single subject and be filed with the Secretary of State with the appropriate number of voter signatures in order to be placed on the ballot. *(Article II, § 8.)*

Item

A coding scheme or structure for an appropriation reflecting the respective Business Unit, reference number, and fund (if applicable). (See "Appropriation.")

Judgments

Usually refers to decisions made by courts against the state. Payment of judgments is subject to a variety of controls and procedures.

Language Sheets

Copies of the current Budget Act appropriation items provided to the Department of Finance and departmental staff each fall to update for the proposed Governor's Budget. These updated language sheets become the proposed Budget Bill. In the spring, language sheets for the Budget Bill are updated to reflect revisions to the proposed appropriation amounts, Item schedule(s) and provisions, and become the Budget Act.

Legislative Analyst's Office (LAO)

A non-partisan organization that provides advice to the Legislature on fiscal and policy matters. For example, the LAO annually publishes a detailed analysis of the Governor's Budget, which becomes the initial basis for legislative hearings on the Budget Bill. (SAM 7360.)

Legislative Counsel Bureau

A staff of attorneys who draft legislation (bills) and proposed amendments, and review, analyze, and render opinions on legal matters for the legislative members.

Legislative Counsel's Digest

A summary of what a legislative measure does, contrasting existing law and the proposed change. This summary appears on the first page of a bill.

Legislature, California

A two-house body of elected representatives vested with the responsibility and power to make laws affecting the state (except as limited by the veto power of the Governor). (See also "Assembly" and "Senate.")

Line Item

See "Object of Expenditure."

Local Assistance (LA)

The character of expenditures made for the support of local government or other locally administered activities.

Major Regulation

Any proposed rulemaking action adopting, amending, or repealing a regulation subject to review by the Office of Administrative Law (OAL) that will have an economic impact on California business enterprises and individuals in an amount exceeding 50 million dollars in any 12-month period between the date the major regulation is estimated to be filed with the Secretary of State through 12 months after the major regulation is estimated to be fully implemented (as estimated by the agency), computed without regard to any offsetting benefits or costs that might result directly or indirectly from that adoption, amendment, or repeal. An agency proposing a major regulation must submit a Standardized Regulatory Impact Assessment to the Department of Finance for review, and the agency must include

Finance's comments and the agency's response when transmitting the proposed major regulation to OAL. (GC sections 11346-11348 of Article 5, Chapter 3.5, Part 1, Division 3, Title 2; SAM 6600-6616; California Code of Regulation, title 1, sections 2000-2004.)

Mandates

See "State-Mandated Local Program." (UCM.)

May Revision

An annual update to the Governor's Budget containing a revised estimate of General Fund revenues for the current and ensuing fiscal years, any proposals to adjust expenditures to reflect updated revenue estimates, and all proposed adjustments to Proposition 98, presented by the Department of Finance to the Legislature by May 14 of each year. (See also "Finance Letter.") (SAM 6130; GC 13308.)

Merit Salary Adjustment (MSA)

A cost factor resulting from the periodic increase in salaries paid to personnel occupying authorized positions. Personnel generally receive a salary increase of five percent per year up to the upper salary limit of the classification, contingent upon the employing agency certifying that the employee's job performance meets the level of quality and quantity expected by the agency, considering the employee's experience in the position.

Merit salary adjustments for employees of the University of California and the California State University are determined in accordance with rules established by the regents and the trustees, respectively.

Funding typically is not provided for MSAs in the budget; given normal attrition rates, additional costs usually must be absorbed within existing resources. (GC 19832.)

Minor Capital Outlay

Construction projects, or equipment acquired to complete a construction project, estimated to cost less than \$656,000 plus any escalation per Public Contract Code section 10108. (SAM 6807.)

Modified Accrual Basis

The basis of accounting in which revenues are recognized if the underlying transaction has occurred as of the last day of the fiscal year and the amount is measurable and available to finance expenditures of the current period (i.e., the actual collection will occur either during the current period, or after the end of the current period, to be used to pay current year-end liabilities). Expenditures are recognized when the obligations are created, except for amounts payable from future fiscal year appropriations. This basis is generally used for the General Fund and special funds.

Non-Add

Refers to a numerical value that is displayed in parentheses for informational purposes, but is not included in computing totals, usually because the amounts are already accounted for in the budget system or display.

Non-Governmental Cost Funds

For legal basis purposes, used to budget and account for revenues other than general and special taxes, licenses, and fees, or certain other state revenues. Generally, expenditures of these funds do not represent a cost of government.

Object of Expenditure (Objects)

A classification of expenditures based on the type of goods or services received. For example, the budget category of Personal Services includes the objects of Salaries and Wages and Staff Benefits. The Governor's Budget includes an "Expenditures by Category" section for each department at this level. These objects may be further subdivided into line items/object details such as State Employees' Retirement and Workers' Compensation. (See also "Account.") (UCM.)

Obligations

Amounts that a governmental unit may legally be required to pay out of its resources. Budgetary authority must be available before obligations can be created. For budgetary purposes, obligations include payables for goods or services received, but not yet paid for, and outstanding encumbrances (i.e., commitments for goods and services not yet received nor paid for).

One-Time Cost

A proposed or actual expenditure that is non-recurring (usually only in one annual budget) and not permanently included in baseline expenditures. Departments make baseline adjustments to remove prior year one-time costs and appropriately reduce their expenditure authority in subsequent years' budgets.

Operating Expenses and Equipment (OE&E)

A category of a support appropriation that includes objects of expenditure/accounts such as general expenses, printing, communication, travel, data processing, equipment, and accessories for the equipment. (SAM 6451.)

Out-of-State Travel (OST) blanket

A request by a state agency for Governor's Office approval of the proposed out-of-state trips to be taken by that agency's personnel during the fiscal year. (SAM 0760-0765.)

Overhead

Those elements of cost necessary in the production of an article or the performance of a service that are of such a nature that the amount applicable to the product or service cannot be determined directly. Usually they relate to those costs that do not become an integral part of the finished product or service, such as rent, heat, light, supplies, management, or supervision. (See also "Indirect Costs.")

Overhead Unit

An organizational unit that benefits the production of an article or a service but that cannot be directly associated with an article or service to distribute all of its expenditures to elements and/or work authorizations. The cost of overhead units are distributed to operating units or programs within the department. (See "Administration Program Costs.")

Past Year

The most recently completed fiscal year. (See also "Fiscal Year.")

Performance Budget

A budget wherein proposed expenditures are organized and tracked primarily by measurable performance objectives for activities or work programs. A performance budget may also incorporate other bases of expenditure classification, such as character and object, but these are given a subordinate status to activity performance.

Personal Services

A category of expenditure that includes such objects of expenditures as the payment of salaries and wages of state employees and employee benefits, including the state's contribution to the Public Employees' Retirement Fund, insurance premiums for workers' compensation, and the state's share of employees' health insurance. (See also "Object of Expenditure.") (SAM 6403.)

Plan of Financial Adjustment (PFA)

A plan proposed by a department, approved by the Department of Finance, and accepted by the State Controller's Office (SCO), to permit the SCO to allocate costs paid from one item to one or more items within a department's appropriations. A PFA might be used, for example, to allow the department to pay all administrative costs out of its main item and then transfer the appropriate costs to the correct items for their share of the costs paid. The SCO transfers the funds upon receipt of a letter (transaction request) from the department stating the amount to be transferred based on the criteria for cost distribution in the approved PFA. (SAM 8452 et seq.)

Pooled Money Investment Account (PMIA)

A State Treasurer's Office accountability account maintained by the State Controller's Office to account for short-term investments purchased by the State Treasurer's Office as designated by the Pooled Money Investment Board on behalf of various funds.

Pooled Money Investment Board (PMIB)

A board comprised of the Director of Finance, the State Treasurer, and the State Controller, the purpose of which is to design an effective cash management and investment program, using all monies flowing through the Treasurer's bank accounts and keeping all available monies invested, consistent with the goals of safety, liquidity, and yield. (SAM 7350.)

Positions

See "Authorized Positions."

Price Increase

A budget adjustment to reflect the inflation factors for specified operating expenses consistent with the budget instructions from the Department of Finance.

Prior Year Adjustment

In a Fund Condition Statement in the Governor's Budget, an adjustment for the difference between previously estimated accruals used in the development of the last Governor's Budget and actual expenditures or revenues. The adjustment amount is generally included to realign the beginning fund balance to ensure accurate fund balances.

Pro Rata

The amount of state administrative costs, paid from the General Fund and the Central Service Cost Recovery Fund (e.g., amounts expended by central service departments such as the State Treasurer's Office, State Personnel Board, State Controller's Office, and Department of Finance for the general administration of state government), that are chargeable to and recovered from special funds (other than the General Fund, Central Service Cost Recovery Fund, and federal funds) as determined by the Department of Finance. (GC 11010, 11270-11275, 13332.03; SAM 8753, 8754.)

Program Budget

See "Budget—Program or Traditional."

Program Cost Accounting

A level of accounting that identifies costs by activities performed in achievement of a purpose in contrast to the traditional line-item format. The purpose of accounting at this level is to produce cost data sufficiently accurate for allocating and managing program resources. (SAM 7261.)

Programs

Activities of a business unit grouped on the basis of common objectives. Programs can be further divided into subprograms.

Project Approval Lifecycle

The process to assess the full implications of a proposed information technology project that contains analyses of options, cost estimates, and other information. (SAM 4920-4928.)

Proposed New Positions

A request for an authorization to expend funds to employ additional people to perform work. Proposed new positions may be for an authorization sufficient to employ one person, or for a sum of funds (blanket) from which several people may be employed. (See also "Changes in Authorized Positions.")

Proposition 98

An initiative passed in November 1988, and amended in the June 1990 election, that provides a minimum funding guarantee for school districts, community college districts, and other state agencies that provide direct elementary and secondary instructional programs for kindergarten through grade 14 (K-14), beginning with fiscal year 1988-89. The term is also used to refer to any expenditures that fulfill the guarantee. (*Article XVI, § 8.*)

Provision

Language in a bill or act that imposes requirements or constraints upon actions or expenditures of the state. Provisions are often used to constrain the expenditure of appropriations but may also be used to provide additional or exceptional authority. (Exceptional authority usually begins with the phrase "Notwithstanding...".)

Public Service Enterprise Funds

For legal basis accounting purposes, the fund classification that identifies funds used to account for the transactions of self-supporting enterprises that render goods or services for a direct charge to the user (primarily the general public). Self-supporting enterprises that render goods or services for a direct charge to other state departments or governmental entities, account for their transactions in a Working Capital and Revolving Fund. (*UCM, Fund Codes—Structure (Source Classification).*)

Reappropriation

The extension of an appropriation's availability for encumbrance and/or expenditure beyond its set termination date and/or for a new purpose. Reappropriations are typically authorized by statute for one year at a time, but may be for some greater or lesser period.

Recall

The power of the electors to remove an elected officer. (*Article II, § 13.*)

Redemption

The act of redeeming a bond or other security by the issuing agency.

Reference Code

A three-digit code identifying whether the item is from the Budget Act or some other source (e.g., legislation), and its character (e.g., state operations). This is the middle segment of the budget item/appropriation number. (*UCM, Fund Source/Appropriation Coding.*)

Referendum

The power of the electors to approve or reject statutes or parts of statutes, with specified exceptions and meeting specified deadlines and number of voters' signatures. (*Article II, § 9.*)

Refund to Reverted Appropriations

A receipt account to record the return of monies (e.g., abatements and reimbursements) to appropriations that have reverted. (*SAM 7680*)

Reimbursement Warrant (or Revenue Anticipation Warrant)

A warrant that has been sold by the State Controller's Office as a result of a cash shortage in the General Fund, the proceeds of which will be used to reimburse the General Cash Revolving Fund. The Reimbursement Warrant may or may not be registered by the State Treasurer's Office. The registering does not affect the terms of repayment or other aspects of the Reimbursement Warrant. (GC 17240-17255)

Reimbursements

An amount received as a payment for the cost of services performed/to be performed, or of other expenditures made for, or on behalf of, another entity (e.g., one department reimbursing another for administrative work performed on its behalf). Reimbursements represent the recovery of an expenditure. Reimbursements are available for expenditure up to the budgeted amount (scheduled in an appropriation), and a budget revision must be prepared and approved by the Department of Finance before any reimbursements in excess of the budgeted amount can be expended. (SAM 6463.)

Reserve

An amount of a fund balance set aside to provide for expenditures from the unencumbered balance for continuing appropriations, economic uncertainties, future apportionments, pending salary or price increase appropriations, and appropriations for capital outlay projects.

Revenue

Any addition to cash or other current assets (e.g., accounts receivables) that does not increase any liability or reserve and does not represent the reduction or recovery of an expenditure (e.g., reimbursements/abatements). Revenues are a type of receipt generally derived from taxes, licenses, fees, or investment earnings. Revenues are deposited into a fund for future appropriation, and are not available for expenditure until appropriated. (UCM, Receipt Codes.)

Revenue Anticipation Notes (RANs)

A cash management tool generally used to eliminate cash flow imbalances in the General Fund within a given fiscal year. RANs are not a budget deficit-financing tool.

Revenue Anticipation Warrant (RAW)

See "Reimbursement Warrant."

Reversion

The return of the unused portion of an appropriation to the fund from which the appropriation was made, normally two years (four years for federal funds) after the last day of an appropriation's availability period. The Budget Act often provides for the reversion of unused portions of appropriations when such reversion is to be made prior to the statutory limit. The reversion may also occur upon order of Finance. (GC 16304, 16304.1)

Reverted Appropriation

An appropriation that is reverted to its fund source after the date its liquidation period has expired.

Revolving Fund

Generally refers to a cash account known as an office revolving fund (ORF). It is not a fund but an advance from a primary support item. Departments may use the cash advance to disburse ORF checks for immediate needs, as specified in SAM. The cash account is subsequently replenished by a State Controller's Office transfer from a department appropriation. The size of departmental revolving funds is subject to Department of Finance approval within statutory limits. (SAM 8100, et seq.)

SAL

See "Appropriations Limit, State."

Salaries and Wages Supplement

An annual publication, issued shortly after the Governor's Budget, containing a summary of all positions by department, unit, and classification for the past, current, and budget years, as of July 1 of the current year. This publication is also displayed on the Department of Finance's website. (See "Schedule 7A.")

Schedule

The detail of an appropriation in the Budget Bill or Act, showing its distribution to each of the programs, or projects thereof.

or:

A supplemental schedule submitted by departments to detail certain expenditures.

or:

A summary listing in the Governor's Budget.

Schedule 7A

A summary version of the State Controller's Office detailed Schedule 8 position listing for each department. The information reflected in this schedule is the basis for the "Salaries and Wages Supplement" displayed on the Department of Finance's website. (See "Salaries and Wages Supplement") (SAM 6415-6418.)

Schedule 8

A detailed listing generated from the State Controller's Office payroll records for a department's past, current, and budget year positions as of June 30 and updated for July 1. This listing must be reconciled with each department's personnel records and becomes the basis for centralized payroll and position control. The reconciled data should coincide with the level of authorized positions for the department per the final Budget. (SAM 6424-6429, 6448.)

Schedule of Federal Funds and Reimbursements, Supplementary

A supplemental schedule (DF-301) submitted by departments during budget preparation that displays federal expenditures by source. (SAM 6460.)

Schedule of Operating Expenses and Equipment, Supplementary

A supplemental schedule (DF-300) submitted by departments during budget preparation that details by object the expenses included in the Operating Expenses and Equipment category. (SAM 6454, 6457.)

Section 1.50

Section of the Budget Act that (1) specifies a certain format and style for the codes used in the Budget Act, (2) authorizes the Department of Finance to revise codes used in the Budget Act to provide compatibility with the Governor's Budget and records of the State Controller's Office, and (3) authorizes the Department of Finance to revise the schedule of an appropriation in the Budget Act or in other spending authority outside of the Budget Act for technical changes that are consistent with legislative intent. Examples of such technical changes to the schedule of an appropriation include the distribution of any unallocated amounts within an appropriation, adjustments of schedules to facilitate departmental accounting operations, and the augmentation of reimbursement amounts when the Legislature has approved the budget for the department providing the reimbursement. The Section also authorizes Finance to make certain technical corrections related to the implementation of and conversion into FISCAL.

Section 1.80

Section of the Budget Act that includes periods of availability for Budget Act appropriations.

Section 8.50

A Control Section of the Budget Act that provides the authority to increase federal fund spending authority.

Section 26.00

A Control Section of the Budget Act that provides the authority for the transfer of funds from one program or function within a schedule to another program or function within the same schedule, subject to specified limitations and reporting requirements to the Legislature. (SAM 6548.)

Section 28.00

A Control Section of the Budget Act that authorizes the Director of Finance to approve the augmentation or reduction of items of expenditure for the receipt of unanticipated federal funds or other non-state funds, and that specifies the related reporting requirements to the Legislature. Appropriation authority for unanticipated federal funds is contained in Section 8.50. (SAM 6551-6557.)

Section 28.50

A Control Section of the Budget Act that authorizes the Department of Finance to augment or reduce the reimbursement line of an appropriation schedule for reimbursements received from other state agencies. It also contains specific reporting requirements to the Legislature. (SAM 6551-6557.)

Section 30.00

A Control Section of the Budget Act that amends Government Code section 13340 to sunset continuous appropriations.

Section 31.00

A Control Section of the Budget Act that grants departments the authority to administratively establish or reclassify positions. This section states that administratively establishing positions outside of the budget process requires both Finance's approval and legislative notification. Administratively established positions are to be temporary and expire June 30 of the current year, unless extended by Finance and the Legislature during the following budget cycle. Additionally, Section 31.00 requires Finance to review all reclassification requests involving a position meeting a specified threshold.

Senate

The upper house of California's Legislature consisting of 40 members. As a result of Proposition 140 (1990, term limits) and Proposition 28 (2012, limits on Legislators' terms in office), members elected in or after 2012 may serve 12 years in the Legislature in any combination of four-year state Senate or two-year state Assembly terms. *(Article IV, § 2 (a).)*

Service Revolving Fund

A fund used to account for and finance many of the client services rendered by the Department of General Services. Amounts expended by the fund are reimbursed by sales and services priced at rates sufficient to keep the fund solvent. *(SAM 8471.)*

Settlements

Refers to any proposed or final settlement of a legal claim (usually a suit) against the state. Approval of settlements and payments for settlements are subject to numerous controls. *(See also "Judgments.") (GC 965.)*

Shared Revenue

A state-imposed tax, such as the gasoline tax, which is shared with local governments in proportion, or substantially in proportion, to the amount of tax collected or produced in each local unit. The tax may be collected either by the state and shared with the localities, or collected locally and shared with the state.

Sinking Fund

A fund or account in which money is deposited at regular intervals to provide for the retirement of bonded debt.

Special Fund for Economic Uncertainties

A fund in the General Fund (a similar reserve is included in each special fund), authorized by statute and Budget Act Control Section 12.30, to provide for emergency situations. *(GC 16418, 16418.5.)*

Special Funds

For legal basis budgeting purposes, funds created by statute, or administratively per Government Code section 13306, used to budget and account for taxes, licenses, and fees that are restricted by law for particular activities of the government.

Special Items of Expense

An expenditure/account category that covers non-recurring large expenditures or special purpose expenditures that generally require a separate appropriation (or otherwise require separation for clarity). *(SAM 6469; UCM.)*

Sponsor

An individual, group, or organization that initiates or brings to a legislator's attention a proposed law change.

Spot Bill

An introduced bill that makes non-substantive changes in a law, usually with the intent to amend the bill at a later date to include substantive law changes. This procedure provides flexibility to meet the deadline for the introduction of bills.

Staff Benefits

An object of expenditure representing the state costs of contributions for employees' retirement, OASDI, health benefits, and non-industrial disability leave benefits. *(SAM 6412; UCM.)*

State-Mandated Local Program

State reimbursements to local governments for the cost of activities required by legislative and executive acts. This reimbursement requirement was established by Chapter 1406, Statutes of 1972 (SB 90) and further ratified by the adoption of Proposition 4 (a constitutional amendment) at the 1979 general election. *(Article XIII B, § 6; SAM 6601.)*

State Operations (SO)

A character of expenditure representing expenditures for the support of state government, exclusive of capital investments and expenditures for local assistance activities.

Statewide Cost Allocation Plan (SWCAP)

The amount of state administrative costs (e.g., amounts expended by central service departments such as the State Treasurer's Office, the State Personnel Board, the State Controller's Office, and the Department of Finance for the general administration of state government) chargeable to and recovered from federal funds, as determined by the Department of Finance. These statewide administrative costs are for administering federal programs, which the federal government allows reimbursement. *(GC 13332.01-13332.02; SAM 8753, 8755-8756 et seq.)*

Statute

A written law enacted by the Legislature and signed by the Governor (or a vetoed bill overridden by a two-thirds vote of both houses), usually referred to by its chapter number and the year in which it is enacted. Statutes that modify a state code are "codified" into the respective Code (e.g., Government Code, Health and Safety Code). (See also "Bill" and "Chapter.") (*Article IV, § 9.*)

Subcommittee

The smaller groupings into which Senate or Assembly committees are often divided. For example, the fiscal committees that hear the Budget Bill are divided into subcommittees generally by departments/subject area (e.g., Education, Resources, General Government).

Subventions

Typically used to describe amounts of money expended as local assistance based on a formula, in contrast to grants that are provided selectively and often on a competitive basis. For the purposes of Article XIII B, state subventions include only money received by a local agency from the state, the use of which is unrestricted by the statutes providing the subvention. (*GC 7903.*)

Summary Schedules

Various schedules in the Governor's Budget Summary that summarize state revenues, expenditures, and other fiscal and personnel data for the past, current, and budget years.

Sunset Clause

Language contained in a law that states the expiration date for that statute.

Tax Expenditures

Subsidies provided through the taxation systems by creating deductions, credits, and exclusions of certain types of income or expenditures that would otherwise be taxable.

Technical

In the budget systems, refers to an amendment that clarifies, corrects, or otherwise does not materially affect the intent of a bill.

Tort

A civil wrong, other than a breach of contract, for which the court awards damages. Traditional torts include negligence, malpractice, and assault and battery. Recently, torts have been broadly expanded such that interference with a contract and civil rights claims can be torts. Torts result in either settlements or judgments. (*GC 948, 965-965.9; SAM 6472, 8712; Budget Act Items 9670.*)

Traditional Budget

See "Budget—Program or Traditional."

Transfers

As displayed in fund condition statements, transfers reflect the movement of resources from one fund to another based on statutory authorization or specific legislative transfer appropriation authority.

Trigger

An event that causes an action or actions. Budget "trigger" mechanisms have been enacted in statute under which various budgeted programs are automatically reduced if revenues fall below expenditures by a specific amount.

Unanticipated Cost/Funding Shortage

A lack or shortage of (1) cash in a fund, (2) expenditure authority due to an insufficient appropriation, or (3) expenditure authority due to a cash problem (e.g., reimbursements not received on a timely basis). (See Budget Act Items 9840 and 9850.)

Unencumbered Balance

The balance of an appropriation not yet committed for specific purposes. (See "Encumbrance.")

Uniform Codes Manual (UCM)

A document maintained by the Department of Finance that sets standards for codes and various other information used in state fiscal reporting systems. These codes identify, for example, business units, programs, funds, receipts, line items, and objects of expenditure. Departments using FISCAL use Accounts that combine the UCM general ledger code, receipt and object of expenditure codes in a single classification code. (See also "Account" and "Chart of Account Crosswalk")

Unscheduled Reimbursements

Reimbursements collected by an agency that were not budgeted and are accounted for by a separate reimbursement category of an appropriation. To expend unscheduled reimbursements, a budget revision must be approved by the Department of Finance, subject to any applicable legislative reporting requirements (e.g., CS 28.50).

Urgency Statute/Legislation

A measure that contains an "urgency clause" requiring it to take effect immediately upon the signing of the measure by the Governor and the filing of the signed bill with the Secretary of State. Urgency statutes are generally those considered necessary for immediate preservation of the public peace, health, or safety, and such measures require approval by a two-thirds vote of the Legislature, rather than a majority. (*Article IV, § 8 (d)*). However, the Budget Bill and other bills providing for appropriations related to the Budget Bill may be passed by a majority vote to take effect immediately upon being signed by the Governor or upon a date specified in the legislation. (*Article IV § 12 (e) (1)*.)

Veto

The Governor's Constitutional authority to reduce or eliminate one or more items of appropriation while approving other portions of a bill. (*Article IV, §10 (e)*; SAM 6345.)

Voucher

A request from a state department using FISCAL to the State Controller's Office to disburse payment from a legal appropriation or account for a lawful state obligation. The voucher identifies the appropriation or account to be charged, the payee, the amount(s) to be paid, and an affidavit attesting to the validity of the request.

Warrant

An order drawn by the State Controller directing the State Treasurer to pay a specified amount, from a specified fund, to the person or entity named. A warrant generally corresponds to a bank check but is not necessarily payable on demand and may not be negotiable. (SAM 8400 et seq.)

Without Regard to Fiscal Year (WRTFY)

Where an appropriation has no period of limitation on its availability.

Working Capital and Revolving Fund

For legal basis accounting purposes, fund classification for funds used to account for the transactions of self-supporting enterprises that render goods or services for a direct charge to the user, which is usually another state department/entity. In contrast, self-supporting enterprises that render goods or services for a direct charge to the public account for their transactions in a Public Service Enterprise Fund.

Workload Budget

Workload Budget means the budget year cost of currently authorized services, adjusted for changes in enrollment, caseload, population, statutory cost-of-living adjustments, chaptered legislation, one-time expenditures, full-year costs of partial-year programs, costs incurred pursuant to Constitutional requirements, federal mandates, court-ordered mandates, state employee merit salary adjustments, and state agency operating expense and equipment cost adjustments. (GC 13308.05.) This definition is related to the calculation of the workload budget required by Section 36 of Article 13 of the California Constitution.

Year of Appropriation (YOA)

Refers to the first fiscal year of enactment or availability, whichever is later. Also referred to as the Enactment Year, or ENY.

Year of Budget (YOB)

The fiscal year revenues and expenditures are recognized. For revenues, this is generally the fiscal year when revenues are earned, measurable, and "available." For expenditures, this is generally the fiscal year when obligations, including encumbrances, have been created during the availability period of the appropriation. When the availability period of encumbrance of an appropriation is one year (e.g., most Budget Act items), the YOB is the same as the year of appropriation (YOA) and the year of completion (YOC). However, when the availability period is more than one year, the YOB may be any fiscal year during the availability period, including the YOA or the YOC, as appropriate. For example, an appropriation created in 2016-17 and is available for three years, the YOA is 2016 and the YOC is 2018. If an obligation is created in 2017-18, the YOB for this obligation is 2017. In FISCAL (PeopleSoft), the YOB is referred to as Budget Period. The rules of

recognition are not the same for all funds depending on the appropriate basis of accounting for the fund types or other factors.

Year of Completion (YOC)

The last fiscal year for which the appropriation is available for expenditure or encumbrance.

* *Abbreviations used in the references cited:*

<i>Article</i>	<i>Article of California Constitution</i>
<i>BA</i>	<i>Budget Act</i>
<i>CS</i>	<i>Control Section of Budget Act</i>
<i>GC</i>	<i>Government Code</i>
<i>SAM</i>	<i>State Administrative Manual</i>
<i>UCM</i>	<i>Uniform Codes Manual</i>

Outline of SB 50 (Wiener) Planning and Zonings. Housing Development Incentives.
As Amended 01/06/2020

Key Elements of SB 50 as Amended 01/06/2020

- Allows developers of certain types of housing projects to override locally developed and adopted height limitations, housing densities, and parking requirements. These overrides are called “equitable communities incentives (ECI).” [Please see pages 2-3 for more detail].
- SB 50’s requirements are applied differently based on city population and the population of the county in which the city is located.
- Requires all cities to allow up to fourplexes in single-family neighborhoods through a streamlined, ministerial approval process unless project would have specific, adverse impact upon public health or safety.
- Allows “sensitive communities” identified by councils of governments to develop a community plan, as prescribed, and not be required to grant an ECI as long as the “community plan” achieves similar objectives and goals.
- Allows cities to develop a HCD-approved “local flexibility plan”, as an alternative to the requirements in SB 50.

The “Local Flexibility Plan:” Amendments adopted on January 6, 2020

The amendments offer an alternative: Cities and counties can adopt a “local flexibility plan” approved by HCD by January 1, 2023 or be required to grant ECI overrides of density, height and parking) of SB 50.

A “local flexibility plan” submitted on or after July 1, 2021 to HCD, must do all of the following:

- Affirmatively further fair housing, as that term is defined in Section 8899.50, to an extent as great or greater than if the local government were to grant an ECI.
- Achieve a standard of transportation efficiency as great or greater than if the local government were to grant an ECI.
- Increase overall feasible housing capacity for households of lower, moderate, and above moderate incomes, considering economic factors such as cost of likely construction types, affordable housing requirements, and the impact of local development fees.

On or before July 1, 2021, OPR, in consultation with HCD, will develop guidelines for the submission and approval of a local flexibility plan. Rules, regulations and guidelines may be adopted with limited public process.

A local flexibility plan is an alternative to granting an ECI. A local flexibility plan does not exempt a city from ministerial approval of a fourplex in a single-family zone.

Comments Regarding the Amendments Adopted on January 6, 2020

- It appears that the intent of the amendments is to provide local governments with an opportunity to develop their own plans to meet the goals and objectives of SB 50. Unfortunately, the amendments, as drafted, raise the following concerns:
 - OPR and HCD are tasked with developing “rules, regulations, or guidelines for the submission and approval of a local flexibility plan” without sufficient Legislative direction. This rulemaking process is exempt from the Administrative Procedures Act, thus allowing OPR and HCD to craft rules, regulations, or guidelines with little to no public input or oversight.

- The elements of the plan are not clear: “Achieve a standard of transportation efficiency as great or greater than if the local government were to grant equitable communities incentives.” SB 50 does not contain any language regarding “transportation efficiency.” Therefore, it is not possible to determine how HCD, OPR or a local government will determine how to meet this standard.
- “Increase overall feasible housing capacity for households of lower, moderate, and above moderate incomes, considering economic factors such as cost of likely construction types, affordable housing requirements, and the impact of local development fees.” SB 50 does not contain any language regarding “feasible housing capacity for households of lower, moderate, and above moderate incomes,” nor does it address “economic factors such as cost of likely construction types, affordable housing requirements, and the impact of local development fees.” Therefore, it is not possible to determine how HCD, OPR or a local government will determine how to meet this standard.
- Without clearly identified criteria, we are unable to evaluate whether the “local flexibility plan” is actually an alternative planning option.

The Community Plan: Sensitive Communities

Unchanged by the amendments are SB 50’s alternative for “sensitive communities.” Sensitive communities are determined by councils of governments (or by MTC in the ABAG region). The ECI provisions of SB 50 will apply to a “sensitive community” after January 1, 2026 unless the community adopts a “community plan” aimed toward increasing residential density and multifamily housing choices near transit stops. The community plan must:

- Permit increased density and multifamily development near transit with all upzoning linked to onsite affordable housing requirements;
- Include provisions to protect vulnerable residents from displacement;
- Promote economic justice for workers and residents; and
- Be developed in partnership with a nonprofit or community organization.

Equitable Communities Incentives

City must grant an Equitable Community Incentive (ECI) to “jobs-rich” or “transit-rich” project on a site zoned to allow housing with certain site exclusions as described below unless city makes finding that incentive would have a specific, adverse impact on any real property or historic district. Project must comply with city’s conditional use or other discretionary permit approval process and with certain affordability requirements (or local inclusionary ordinance) and is subject to CEQA review.

Counties with a population less than or equal to 600,000: Cities with population OVER 50,000

- Equitable Community Incentive to a jobs-rich or transit-rich housing project located within ½ mile of a major transit stop with a minimum density of 30 units/acre in “metropolitan” community or 20 units/acre in “suburban” community:
 - 1 additional story or fifteen feet in height.
 - Waiver of 0.6 Floor Area Ratio.
 - Maximum 0.5 parking spots per units; and no minimum parking requirement if within ¼ mile of rail transit station in city with population greater than 100,000.
 - Waiver of maximum controls density.

- Site exclusions: architecturally or historically significant district; special flood hazard area.
- Mandatory inclusionary housing requirements apply.
- Existing Density Bonus Law may be applied to the project.

Counties with a population over 600,000: All cities (except those under 50,000 in the coastal zone)

- Equitable Community Incentive to a jobs-rich or transit-rich housing project:
 - Waiver of maximum controls on density.
 - 0.5 parking spots per unit.
 - Within 1/2 mile of a major transit stop – height up to 45 feet, Floor Area Ratio of 2.5, and no parking requirements.
 - Within 1/4 mile of a major transit stop – height up to 55 feet , Floor Area Ration of 3.25, and no parking requirements.
- Mandatory inclusionary housing requirements apply.
- Existing Density Bonus Law may be applied to the project.