STATE OF CALIFORNIA

2002–03
FINAL BUDGET SUMMARY

Published by

DEPARTMENT OF FINANCE

This is an informational publication provided to reflect action of the Governor and Legislature on the Budget Bill/Act. Appropriations reduced or eliminated by the Governor are shown in strike-out type. The appropriations shown in italics incorporate the Governor's veto actions. Errors in the Budget Act (Chapter 379, Statutes of 2002) have been corrected in this publication.

DETAIL OF CHANGES

This informational publication reflects various changes to the Budget Bill as passed by the Legislature. It incorporates the Governor's vetoes, as well as technical corrections.

These changes are reflected as follows:

Governor's Vetoes:	Strike-out type followed by italics.
Technical Corrections:	Parallel strike-out type followed by underscore.

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SUMMARY OF THE 2002–03 BUDGET TOTALS
Change Book Totals
(In whole dollars)

	General Fund	*Special Funds*	*Selected Bond Funds **	*Budget Total*	*Federal Funds*
STATE OPERATIONS					
Budget as submitted	$18,279,299,000	$9,129,541,658	$349,624,000	$27,758,464,658	$9,313,867,000
Finance Letters	−185,475,601	284,149,400	2,513,000	101,186,799	188,627,000
Revised Governor's Proposal	$18,093,823,399	$9,413,691,058	$352,137,000	$27,859,651,457	$9,502,494,000
Legislative changes to Finance Letters	−274,052,399	−129,264,000	−19,533,000	−422,849,399	−16,746,500
Other legislative changes	−920,123,000	4,055,000	21,513,000	−894,555,000	143,635,900
Total Legislative Changes	−$1,194,175,399	−$125,209,000	$1,980,000	−$1,317,404,399	$126,889,400
Vetoes by Governor	−7,502,000	−5,442,000	–	−12,944,000	−167,694,000
Net Totals, Changes	−$1,387,153,000	$153,498,400	$4,493,000	−$1,229,161,600	$147,822,400
Revised Totals, State Operations	$16,892,146,000	$9,283,040,058	$354,117,000	$26,529,303,058	$9,461,689,400
LOCAL ASSISTANCE					
Budget as submitted	$60,460,052,546	$8,506,084,061	$954,757,929	$69,920,894,536	$35,791,229,239
Finance Letters	−2,129,556,841	60,338,580	333,361,501	−1,735,856,760	2,138,017,000
Revised Governor's Proposal	$58,330,495,705	$8,566,422,641	$1,288,119,430	$68,185,037,776	$37,929,246,239
Legislative changes to Finance Letters	1,004,525,141	8,031,000	−245,875,000	766,681,141	381,475,000
Other legislative changes	644,038,700	18,157,000	200,100,000	862,295,700	387,063,000
Total Legislative Changes	$1,648,563,841	$26,188,000	−$45,775,000	$1,628,976,841	$768,538,000
Vetoes by Governor	−355,104,000	−10,100,000	–	−365,204,000	−204,687,000
Other Adjustments (Setaside for Prop. 98 vetoes)	143,221,000	–	–	143,221,000	–
Net Totals, Changes	−$692,876,000	$76,426,580	$287,586,501	−$328,862,919	$2,701,868,000
Revised Totals, Local Assistance	$59,767,176,546	$8,582,510,641	$1,242,344,430	$69,592,031,617	$38,493,097,239
CAPITAL OUTLAY					
Budget as submitted	$66,197,000	$1,458,557,481	$809,005,000	$2,333,759,481	$1,785,700,000
Finance Letters	7,316,365	11,416,000	496,662,000	515,394,365	12,515,000
Revised Governor's Proposal	$73,513,365	$1,469,973,481	$1,305,667,000	$2,849,153,846	$1,798,215,000

Legislative changes to Finance Letters	−1,097,000	–	−52,630,000	−53,727,000	–
Other legislative changes	–	–	−24,264,000	−24,264,000	–
Total Legislative Changes	−$1,097,000	–	−$76,894,000	−$77,991,000	–
Vetoes by Governor	–	–	−13,000,000	−13,000,000	–
Net Totals, Changes	$6,219,365	$11,416,000	$406,768,000	$424,403,365	$12,515,000
Revised Totals, Capital Outlay	$72,416,365	$1,469,973,481	$1,215,773,000	$2,758,162,846	$1,798,215,000
UNCLASSIFIED					
Budget as submitted	–	$18,365,000	–	$18,365,000	$666,720,000
Finance Letters	–	–	–	–	15,000,000
Revised Governor's Proposal	–	$18,365,000	–	$18,365,000	$681,720,000
Other Legislative Changes	−10,000,000	–	–	−10,000,000	–
Total Legislative Changes	−$10,000,000	–	–	−$10,000,000	–
Net Totals, Changes	−$10,000,000	–	–	−$10,000,000	$15,000,000
Revised Totals, Unclassified	−$10,000,000	$18,365,000	–	$8,365,000	$681,720,000
TOTAL BUDGET					
Budget as submitted	$78,805,548,546	$19,112,548,200	$2,113,386,929	$100,031,483,675	$47,557,516,239
Finance Letters	−2,307,716,077	355,903,980	832,536,501	−1,119,275,596	2,354,159,000
Revised Governor's Proposal	$76,497,832,469	$19,468,452,180	$2,945,923,430	$98,912,208,079	$49,911,675,239
Legislative changes to Finance Letters	729,375,742	−121,233,000	−318,038,000	290,104,742	364,728,500
Other legislative changes	−286,084,300	22,212,000	197,349,000	−66,523,300	530,698,900
Total Legislative Changes	$443,291,442	−$99,021,000	−$120,689,000	$223,581,442	$895,427,400
Vetoes by Governor	−362,606,000	−15,542,000	−13,000,000	−391,148,000	−372,381,000
Other Adjustments (Setaside for Prop. 98 vetoes)	143,221,000	–	–	143,221,000	–
Net Totals, Changes	−$2,083,809,635	$241,340,980	$698,847,501	−$1,143,621,154	$2,877,205,400
TOTAL BUDGET AND BOND PROGRAMS AS CHANGED	$76,721,738,911	$19,353,889,180	$2,812,234,430	$98,887,862,521	$50,434,721,639

* Selected bond funds are general obligation bond funds which have traditionally been shown in overall expenditure totals displayed in the Governor's Budget. The specific funds are listed in the "Description of Fund Classification in the State Treasury" included in the appendix of the Governor's Budget.

GENERAL BUDGET SUMMARY

(In Millions)

2001–02	*General Fund* [b]	*Special Funds* [c]	*Selected Bond Funds*	*Budget Expenditure Totals*	*Federal Funds*
Prior year resources available [a]	$2,783	$8,614			
Prior year adjustment	254	–			
Revenues and transfers	73,898	16,241			
Expenditures [e]	76,863	19,995	$4,456	$101,314	$46,384
Fund Balance	$72	$4,860			
Reserves:					
Reserve for Liquidation of Encumbrances	*$1,473*	–			
Special Fund/Reserves for Economic Uncertainties	*–1,401*	*$4,860*			
2002–03					
Prior year resources available	$72	$4,860			
Revenues and transfers	79,158	14,663			
Expenditures [e]	76,722	19,354	$2,812	$98,888	$50,435
Fund Balance	$2,508 [d]	$169 [d]			
Reserves:					
Reserve for Liquidation of Encumbrances	*$1,473*	–			
Special Fund/Reserves for Economic Uncertainties	*1,035*	*$169*			

[a] As reflected in the Governor's Budget.
[b] For detail, see pages v–vi.
[c] For detail, see page vii.
[d] Includes funding for unencumbered balances of continuing appropriations.
[e] See General Budget Summary Changes, pages v and vi, for detail of changes to the General Fund amounts reflected in the Governor's Budget.

GENERAL BUDGET SUMMARY CHANGES
General Fund
(In Millions)

	2001–02	*2002–03*
PRIOR YEAR RESOURCES AVAILABLE:		
Per Governor's Budget	$2,783	$72
Current Year Change to Reserve	254	–
ADJUSTED PRIOR YEAR RESOURCES	$3,037	$72
REVENUES AND TRANSFERS:		
Per Governor's Budget	$77,083	$79,305
Adjustments:		
Spring Revision and Transfers and Miscellaneous Revenues per Budget Actions	−3,185	−147
ADJUSTED REVENUES AND TRANSFERS	$73,898	$79,158
TOTAL RESOURCES	$76,935	$79,230
EXPENDITURES:		
Per Governor's Budget	$78,380	$78,806
Change Book:		
Department of Finance Letters	−1,496	−2,308
Legislative changes to Finance Letters	1	729
Other legislative changes	−36	−286
Vetoes by Governor	14	−362
Setaside for Prop. 98 vetoes	–	143
ADJUSTED EXPENDITURES, CHANGE BOOK	$76,863	$76,722
FUND BALANCE	$72	$2,508

GENERAL BUDGET SUMMARY CHANGES—Continued

General Fund

(In Millions)

	2001–02	2002–03
Reserves:		
Per Governor's Budget:		
Reserve for Liquidation of Encumbrances	$1,473	$1,473
Special Fund for Economic Uncertainties	12,317	511
Adjustments:		
Reserve for Liquidation of Encumbrances	–	–
Special Fund for Economic Uncertainties	–13,718	524
Adjusted Reserves:		
Reserve for Liquidation of Encumbrances	1,473	1,473
Special Fund for Economic Uncertainties	–1,401	1,035

GENERAL BUDGET SUMMARY CHANGES
Special Funds
(In Millions)

	2001–02	*2002–03*
PRIOR YEAR RESOURCES AVAILABLE:		
Per Governor's Budget	$8,614	$4,860
Adjustments	–	–
ADJUSTED PRIOR YEAR RESOURCES AVAILABLE	$8,614	$4,860
REVENUES AND TRANSFERS:		
Per Governor's Budget	$16,474	$15,528
Adjustments:		
Spring Revision and Transfers and Miscellaneous Revenues per Budget Actions	–233	–865
ADJUSTED REVENUES AND TRANSFERS	$16,241	$14,663
TOTAL RESOURCES	$24,855	$19,523
EXPENDITURES:		
Change Book:		
Per Governor's Budget	$19,940	$19,113
Department of Finance Letters	3	356
Legislative Changes to Finance Letters	–	–121
Other Legislative Changes	–14	22
Vetoes by Governor	66	–16
ADJUSTED EXPENDITURES	$19,995	$19,354
FUND BALANCE	$4,860	$169
RESERVES:		
Per Governor's Budget:		
Reserves for Economic Uncertainties	*$5,147*	*$1,562*
Changes to Reserves:		
Reserves for Economic Uncertainties	*–287*	*–1,393*
Adjusted Reserves:		
Reserves for Economic Uncertainties	*4,860*	*169*

Assembly Bill No. 425

CHAPTER 379

An act making appropriations for the support of the government of the State of California and for several public purposes in accordance with the provisions of Section 12 of Article IV of the Constitution of the State of California, and declaring the urgency thereof, to take effect immediately.

[Approved by Governor September 5, 2002. Filed with Secretary of State September 5, 2002.]

I object to the following appropriations contained in Assembly Bill 425.

Item 0450-101-0932—For local assistance, State Trial Court Funding. I reduce this item from $2,069,477,000 to $2,068,677,000 by reducing:

(1) 10—Support for the operation of the Trial Courts from $1,872,495,000 to $1,871,695,000.

I am deleting the $800,000 legislative augmentation to increase funding for family court services activities. Although this program is meritorious, deletion of funding for this program expansion is necessary in light of current fiscal constraints. With this action, $111.5 million remains to support family court services.

Item 0450-111-0001—For transfer by the Controller to the Trial Court Trust Fund. I reduce this item from $1,108,568,000 to $1,079,568,000.

I am deleting the $800,000 legislative augmentation to increase funding for family court services activities to conform to the action taken in Item 0450-101-0932.

I am reducing this transfer by $28,200,000 on a one-time basis. This is a technical adjustment consistent with the January 10 proposal to reduce the 2001–02 transfer by this amount. Since the transfer to the Trial Court Trust Fund for fiscal year 2001–02 was inadvertently not reduced, this action is necessary and will still provide sufficient resources in the Trial Court Trust Fund to meet the level of appropriation provided in this act for 2002–03.

Item 0860-490—Reappropriation, Board of Equalization. I revise this item from $639,000 to $339,000 as follows:

"Notwithstanding any other provision of law, as of June 30, 2002, the unencumbered balance of the appropriation, not to exceed ~~$639,000~~ *$339,000*, provided in the following citations are reappropriated until June 30, 2003, upon review and approval of the Department of Finance for (1) preliminary plans, working drawings, or construction of any project for the alteration of a state or leased facility to facilitate the transition of new Board of Equalization members; and (2) the upgrade of one of the two CEA 1 allocations to the CEA 2 level in each of the elected Board Member offices to recognize the increased level of duties and responsibilities required.

0001—General Fund

(1) Item 0860-001-0001, 10000~~00~~-Personal Services, Budget Act of 2001 (Ch. 106, Stats. 2001)

(2) Item 0860-001-0001, 30000~~00~~-Operating Expenses and Equipment, Budget Act of 2001 (Ch. 106, Stats. 2001)"

I am deleting $300,000 of the $639,000 reappropriation, which was for the purposes of facility upgrades for incoming Board members and upgrades of Board member positions. My reduction will enable $300,000 to revert to the General Fund.

Item 0954-101-0001—For local assistance, Scholarshare Investment Board. I revise this item by deleting Provision 2.

I am deleting Provision 2, which states legislative intent to delay payments for 9th and 10th grade awards for the Governor's Scholars Program by one year. Current law requires that awards be provided to all students who meet the criteria for an award under this program. Therefore, this language expresses intent to enact a substantive

change of law, which can only be included within a single subject bill, not the Budget Act.

Item 1730-001-0001—For support of the Franchise Tax Board. I reduce this item from $402,384,000 to $401,298,000 by reducing:

(1) 10-Tax Programs from $384,174,000 to $383,088,000.

I am deleting the legislative augmentation of $250,000 for the City Business Tax Program that allows the Franchise Tax Board to purchase information regarding local business tax licenses from cities. This reduction is necessary to provide for a prudent General Fund reserve in light of the State's current fiscal condition.

I am deleting the legislative augmentation of $836,000 and 21.5 personnel years, which would provide funding for the tax assistance call center. While I am supportive of efforts in this area, I am unable to support this augmentation due to fiscal constraints and limited resources in the General Fund. With this action, approximately $15 million in funding remains for the call center.

Item 2240-104-0001—For transfer, upon order of the Director of Finance, to the Farmworker Housing Grant Fund. I reduce this item from $13,984,000 to $10,984,000 and by deleting Provision 2.

I am reducing this item by $3,000,000 and deleting Provision 2. This reduction is necessary to keep State spending growth in line with revenues and provide for a prudent General Fund reserve for economic uncertainties. At my Homelessness Summit in April 2002, I signed the Housing and Emergency Shelter Trust Fund Act of 2002, which places a $2.1 billion housing bond on the November 5, 2002, general election ballot. If approved by the voters, that bond would provide an unprecedented $200 million for farmworker housing programs.

I am deleting Provision 2 to conform to this action. That provision would decrease this item by $8,500,000 only if the voters in the November general election approve the Housing and Emergency Shelter Trust Fund Act of 2002.

Item 2640-102-0046—For local assistance, Special Transportation Programs. I delete this item.

I am deleting the $5,100,000 legislative augmentation for Special Transportation Programs. The program will receive its statutory allocation of $98,018,000 even with this deletion. I am taking this action to conform the budget to the extent possible to the 2002 State Transportation Improvement Program (STIP) Fund Estimate. The Fund Estimate identifies $39.2 million of Public Transportation Account funds available for allocation by the California Transportation Commission for intercity rail and other projects through the STIP. I cannot support an augmentation for Special Transportation Programs at this time because the resources available for STIP allocations will be less than estimated and I want to ensure the retention of any available resources for that purpose.

Item 2660-013-0042—For transfer by the Controller, upon order of the Director of Finance, from the State Highway Account, State Transportation Fund, to the Traffic Congestion Relief Fund. I revise this item by deleting Provision 2.

I am deleting Provision 2 that requires the transfer from the State Highway Account to the Traffic Congestion Relief Fund be made on an ''as needed'' basis rather than once at the beginning of the fiscal year. This language would require additional monitoring and accounting activities by the Department of Transportation, the Department of Finance, and the State Controller's Office that would otherwise not be necessary, which results in additional costs to the State. As such, this language is unnecessarily restrictive and interferes with the Administration's ability to manage State programs.

Item 2660-491—Reappropriation, Department of Transportation. I revise this item by deleting Schedule (3) under 0001-General Fund of this item.

I am deleting Schedule (3) by reducing the amount available for reappropriation by $1,500,000 in unexpended funds in Item 2660-101-0001, Budget Act of 2000, for the purpose of a transit station project in Santa Clara County. My veto will enable the $1,500,000 to revert to the General Fund. The reappropriation would have redirected the funds to a child care facility project adjacent to the transit station. Notwithstanding the merits of this project, this action is essential due to limited resources in the General

Fund. It should be noted that this Budget Act contains $1,403,396,000 in State funds for the Department of Education to fund child development and childcare programs. Additionally, the Department of Housing and Community Development administers a loan program for the construction of new childcare facilities.

Item 2660-496—Reversion, Department of Transportation. I revise this item by decreasing Schedule (1) by $16,937,000 and Schedule (2) by $48,720,000.

I am revising Schedules (1) and (2) as follows to provide funds for unanticipated encumbrances for transportation projects:

0042—State Highway Account

(1) Item 2660-101-0042, Budget Act of 1998 (Ch. 324, Stats. 1998)

(a) 20.25-Highway Transportation—State Local Partnership ~~$88,937,000~~ *$72,000,000*

(2) Item 2660-101-0042, Budget Act of 1999 (Ch. 50, Stats. 1999)

(a) 20.30-Highway Transportation—Local Assistance ~~$65,720,000~~ *$17,000,000*

Item 2920-001-0001—For support of Technology, Trade, and Commerce Agency. I reduce this item from $20,719,000 to $20,468,000 by reducing:

(3) 10-Economic Development from $7,445,000 to $7,345,000;

(4) 20-International Trade and Investment from $3,814,000 to $3,664,000;

(8) 60-Economic Research and Strategic Initiatives from $563,000 to $562,000;

and by deleting Provision 2.

I am reducing funding for the Office of Military Base Reuse and Retention by $100,000. This reduction is necessary to help provide for a prudent General Fund reserve in light of the State's current fiscal condition. This reduction is consistent with the reductions I proposed for this program in the May Revision. With this reduction, $193,000 still remains to support the Office of Military Base Reuse and Retention. The next round of military facility closures will not take place until 2005, allowing time to reconsider this program's funding in 2003–04 to the extent fiscal conditions then allow.

I am reducing funding for the evaluation of the foreign trade offices by $150,000. AB 3000, the general government trailer bill to the 2002–03 Budget Bill includes provisions that will require any proponents of a new foreign trade office to submit a proposed business plan for any newly proposed international trade office. The Technology, Trade, and Commerce Agency will evaluate any new offices proposed by this Administration from within its existing funding. As such, additional funds are not required for this activity.

I am reducing this item by $1,000 from Economic Research and Strategic Initiatives and deleting Provision 2, which would declare the Legislature's intent that, although no additional funds are appropriated in this item, the activities of the California Economic Strategy Panel shall be funded from this item. This agency's budget constraints do not permit redirecting resources to fund the activities of the panel.

Item 2920-011-0001—For support of Technology, Trade, and Commerce Agency. I reduce this item from $5,192,000 to $4,692,000 by reducing:

(1) For transfer to the Small Business Expansion Fund (0918) from $5,162,000 to $4,662,000,

and by deleting Provision 1.

I am reducing this item by $500,000 and deleting Provision 1, which would specify that these funds are for the establishment of the Small Business Financial Development Corporation in southeast Los Angeles. The need for such a new financial development corporation has not been demonstrated, and there are several of the 11 existing financial development corporations already located in the Los Angeles area. This reduction is also necessary to limit program expansions and provide for a prudent General Fund reserve in light of the State's current fiscal condition.

Item 3110-001-0001—For support of Special Resources Programs. I reduce this item from $430,000 to $200,000 and delete Provision 1.

This item provides matching funds for federal grants under the National Sea Grant College Program Act. Over the past three years, I have provided over $2.3 million for grants associated with this program. I believe this program has merit and have committed this Administration to increased participation in accordance with my envi-

ronmental protection priorities. However, these reductions are necessary to limit program expansions and provide for a prudent General Fund reserve in light of the State's current fiscal condition. With these reductions, $200,000 still remains to support the Sea Grant program. Matching grants for this year should be evaluated and prioritized within the $300 million research budget for the University of California.

I am deleting Provision 1, which would have allocated $80,000 of this item to the University of Southern California. I support the existing grant allocation process that is the statutory responsibility of the Resources Agency, acting upon recommendation from the Sea Grant Advisory Panel. This deletion conforms to the appropriation reductions specified above.

Item 3360-001-0465—For support of Energy Resources Conservation and Development Commission. I reduce this item from $51,247,000 to $49,247,000 by reducing:

(2) 20-Energy Resources Conservation from $23,532,000 to $21,532,000.

I am reducing the legislative augmentation for Dairy Waste-to-Energy Programs from $5,000,000 to $3,000,000. I believe that this level of funding will serve the important goals of helping to address water pollution problems associated with dairies and providing an additional source of fuel to generate energy without resulting in the need to increase surcharges on California's electric customers.

Item 3810-301-6029—For capital outlay, Santa Monica Mountains Conservancy. I reduce this item from $20,000,000 to $12,000,000 by reducing:

(1) 50.20.001-Capital outlay acquisitions from $20,000,000 to $12,000,000.

I have submitted an expenditure plan for Proposition 40 that meets current environmental acquisition priorities for the Santa Monica Mountains Conservancy Zone and the Rim of the Valley Corridor, and is fiscally responsible. Reduction of this item corresponds to the expenditure priorities associated with that plan.

Item 3835-301-6029—For capital outlay, Baldwin Hills Conservancy. I reduce this item from $20,000,000 to $15,000,000.

(1) 20-Capital Outlay Acquisition and Improvement Program from $35,000,000 to $30,000,000.

I have submitted an expenditure plan for Proposition 40 that meets current environmental acquisition priorities for the Baldwin Hills Conservancy and is fiscally responsible. Reduction of this item corresponds to the expenditure priorities associated with that plan.

Item 3860-001-6029—For support of Department of Water Resources. I delete this item and Provision 1 to make a technical correction to the Budget Bill.

This technical veto will conform to the Legislature's intent; the funding provided in this item is duplicative of Item 3860-001-6031. Therefore, in order to correct this technical error in the Budget Bill, I am deleting this item.

Item 3900-001-0044—For support of State Air Resources Board. I reduce this item from $55,654,000 to $53,854,000 by reducing:

(1) 15-Mobile Source from $101,157,000 to $99,357,000.

I am deleting the $1,300,000 legislative augmentation for Community Health and the $500,000 legislative augmentation for Global Warming. Although meritorious, these program expansions cannot be funded at this time because of fiscal constraints and limited resources in the Motor Vehicle Account. With this action, $2,235,000 still remains to support the Community Health program.

Item 3900-101-0044—For local assistance, State Air Resources Board. I reduce this item from $15,111,000 to $10,111,000 by reducing:

(1) 35-Subvention from $15,111,000 to $10,111,000.

I am deleting the $5,000,000 legislative augmentation for subventions to local air districts. This action is necessary because of fiscal constraints and limited resources in the Motor Vehicle Account. With this action, $10,111,000 still remains for local air districts.

Item 3980-001-0001—For support of Office of Environmental Health Hazard Assessment. I reduce this item from $12,929,000 to $12,220,000 by reducing:

(1) 10-Health Risk Assessment from $15,997,000 to $15,288,000.

I am deleting the $709,000 legislative augmentation for risk assessments, evaluations of contaminants, and the development of standards. This action is necessary to keep State spending growth in line with revenues and provide for a prudent General Fund reserve for economic uncertainties. With this action, $15,288,000 still remains to support the Office of Environmental Health Hazard Assessment.

Item 4120-101-0001—For local assistance, Emergency Medical Services Authority. I reduce this item from $31,486,000 to $26,486,000 by reducing:

(1) 10-Emergency Medical Services Authority from $40,005,000 to $35,005,000, and by revising Provision 7.

I am sustaining $20,000,000 and vetoing $5,000,000 of the $25,000,000 legislative augmentation for support of the state's trauma system providers. Recognizing trauma centers have experienced increasing fiscal pressure, I sustained $25,000,000 in 2001–02 to assist the State's trauma care providers. This reduction is necessary in light of the State's current fiscal constraints.

I am revising Provision 7 to conform to this action.

"7. The State Controller shall transfer ~~$25~~ *$20* million in funds appropriated in this item to the Trauma Care Fund."

Item 4130-490—Reappropriation, California Health and Human Services Agency Data Center. I revise this item by revising Provision 1.

In order to correct a technical error in the Budget Bill, I am amending Provision 1 by deleting the requirement that the amount of funding reappropriated for automation projects be consistent with the amount approved by the Department of Information Technology (DOIT) in a special project report or equivalent document. As statutory authority for the DOIT expired on June 30, 2002, this language is no longer applicable.

"1. It is the intent of this item to continue funding approved activities for the automation projects that, due to schedule changes, result in unexpended appropriations one year and the need for additional funding in the following year. Therefore, notwithstanding any other provision of law, the balance of the appropriations for these automation projects may, upon approval of the Department of Finance, be reappropriated for transfer to and in augmentation of the corresponding items in this act. The funds reappropriated by this provision shall be made available consistent with the amount approved by the Department of Finance ~~and the Department of Information Technology~~ based on an approved special project report or equivalent document not sooner than 30 days after providing notification in writing to the chairperson of the fiscal committee of each house of the Legislature and the Chairperson of the Joint Legislative Budget Committee."

Item 4260-001-0001—For support of Department of Health Services. I revise this item by reducing:

(1) 10-Public and Environmental Health from $309,846,266 to $284,446,266;

(41) Amount payable from the Federal Trust Fund (Item 4260-001-0890) from –$358,240,000 to –$332,840,000;

and by deleting Provision 4.

I am reducing the amount payable from the Federal Trust fund by $25,400,000 as a technical adjustment. This funding, intended to support the State's efforts to combat bioterrorism, has been included in a separate appropriation bill, SB 406. Therefore, inclusion in Budget Act totals is no longer necessary. I am also deleting $25,400,000 from the Federal Trust Fund in Item 4260-001-0890 to conform to this action.

The May Revision proposed, and the Legislature approved, 91 State positions and funding for 43 contract staff for the Department to expand the Medical Case Management Program (MCMP). The MCMP provides in-home care to severely ill Medi-Cal beneficiaries, allowing them to avoid costly institutional care. Savings of $18 million ($9 million General Fund) were adopted to reflect this expansion. To achieve the budgeted savings, the Department requires a total of 91 staff. Therefore, the total of 134 staff approved for this activity is overstated by 43.

In addition to the MCMP expansion, the Legislature also approved additional savings-generating activities proposed in the May Revision. However, an insufficient

number of positions were proposed, and subsequently approved by the Legislature, to achieve the estimated savings through those activities. Therefore, I am directing the Department of Health Services to utilize 12 of the excess 43 MCMP positions as appropriate to ensure that the Department meets the savings targets adopted by the Legislature. I am eliminating the remaining 31 excess positions. However, I am allowing the department to retain the funding and directing Department of Health Services to fill the positions as soon as possible to ensure that the savings are achieved.

I am deleting Provision 4 as a technical adjustment. This language was included in the 2001–02 Budget Act to govern funding for the Medi-Cal assisted living waiver benefit. A portion of the funding is reappropriated to 2002–03 through Item 4260-490. Therefore, this provision is no longer necessary.

Item 4260-001-0890—For support of Department of Health Services. I reduce this item from ~~$357,215,000~~ $358,240,000 to ~~$331,815,000~~ $332,840,000 .

I am reducing this item by $25,400,000 to conform to the action I have taken in Item 4260-001-0001.

Item 4260-101-0001—For local assistance, Department of Health Services. I reduce this item from $9,789,639,000 to $9,749,203,000 by reducing:

(1) 20.10.010-Eligibility (County Administration) from ~~$1,523,866,000~~ $1,506,695,000 to ~~$1,464,257,000~~ $1,447,086,000 ;

(3) 20.10.030-Benefits (Medical Care and Services) from ~~$23,172,770,000~~ $23,186,486,000 to ~~$23,156,945,000~~ $23,170,661,000 ;

(5) Amount payable from the Federal Trust Fund (Item 4260-101-0890) from –$14,951,031,000 to –$14,916,033,000;

and by deleting Provisions 12 and 15.

I am deleting Provision 12. Due to the delay of the budget, September 30, 2002 is no longer a meaningful date for a facility to apply for reimbursement through the Wage Adjustment Rate Program, as described in Section 14110.65 of the Welfare and Institutions Code. Nonetheless, a specific timeframe for when nursing homes can submit a plan is necessary. As such, I am directing the Department of Health Services to issue instructions that allow submittal of a rate adjustment request form up until 30 days after the effective date of the final regulations.

Partially restoring the rates paid to Medi-Cal providers is a priority of my Administration as well as the Legislature. In order to accomplish the intent of the Legislature, the Director of the Department of Health Services will be reducing the provider rates to the pre-August 2000 level, pursuant to AB 442. I am sustaining funding to allow exemptions, as prescribed in AB 442, from provider rate reductions for the following services: California Children's Services, non-emergency medical transportation, home health services, shift nursing, and family planning physician services. However, the Director can then use existing authority to develop regulations that would partially restore Medi-Cal provider rates by implementing my January 10 budget proposal and rescinding the May Revision rate reductions. The rescission of the May Revision provider rate reductions would take effect retroactively to the date of my signing AB 442, the omnibus health trailer bill. Any funding adjustments needed to effectuate these outcomes will be addressed in my revised 2002–03 budget submitted to the Legislature in January 2003.

I am sustaining $58,959,000 of the $87,959,000 legislative augmentation which restored the 20 percent reduction I proposed in Medi-Cal county administration funding. The total funding provided represents an approximate 6 percent reduction for counties to continue the work they perform on behalf of the State. This reduction is necessary in light of the State's fiscal constraints and is consistent with General Fund reductions being applied to State agencies and departments. In addition, I am sustaining the $58,959,000 of the $87,959,000 legislative augmentation to the Federal Trust Fund, Item 4260-101-0890, to conform to this action.

I am deleting the $5,997,000 legislative augmentation for implementation of the Medi-Cal expansion that on July 1, 2002, would link children's Medi-Cal eligibility with eligibility for the National School Lunch Program, pursuant to Chapter 894, Statutes of 2001 (AB 59). Although I am supportive of this program, it would not be

fiscally prudent to implement this program expansion given the current economic situation. I am deleting $5,998,000 from the Federal Trust Fund, Item 4260-101-0890 to conform to this action. I am also deleting Provision 15 to conform to this action.

I am deleting the $5,439,000 legislative augmentation that reflected the rejection of my proposal to implement a county share of cost associated with the Early and Periodic Screening, Diagnosis, and Treatment (EPSDT) program. The May Revision proposed to require counties to provide a 10 percent match to any new growth in the cost of the EPSDT Program. It is my intention to proceed administratively to implement this reform. This match will give counties an incentive to control costs for this program, which have recently been increasing by over 30 percent per year.

Item 4260-101-0890—For local assistance, Department of Health Services. I reduce this item from $14,951,031,000 to $14,916,033,000.

I am reducing this Item by $34,998,000 to conform to the action I have taken in Item 4260-101-0001.

Item 4260-111-0001—For local assistance, Department of Health Services. I reduce this item from $425,121,000 to $423,121,000 by reducing:

(2) 10.20.010-Environmental Management from $26,344,000 to ~~$944,000~~ $960,000 ;

(9) 20.40-Primary Care and Family Health from $1,502,101,430 to $1,498,101,430; and

(20) Amount payable from the Federal Trust Fund (Item 4260-111-0890) from ~~–$1,078,375,000~~ –$1,078,357,000 to ~~–$1,050,957,000~~ –$1,050,973,000 .

I am deleting the $2,000,000 legislative augmentation to update the Children's Health and Disability Prevention Program (CHDP) periodicity schedule. The Department of Health Services reviews the appropriateness of care provided in CHDP within programmatic and fiscal constraints. Due to fiscal constraints and limited General Fund resources, I cannot support an augmentation for this program expansion. In addition, the administration has proposed the CHDP Gateway to pre-enroll children into Medi-Cal or the Healthy Families Program so that they would receive comprehensive medical care in addition to health screening.

I am also deleting the $2,000,000 legislative augmentation from the Federal Trust Fund in Item 4260-111-0890 to conform to this action.

I am reducing the amount payable from the Federal Trust fund by ~~$25,400,000~~ $25,384,000 as a technical adjustment. This funding, intended to support the State's efforts to combat bioterrorism, has been included in a separate appropriation bill, SB 406. Therefore, inclusion in Budget Act totals is no longer necessary. I am also deleting ~~$25,400,000~~ $25,384,000 from the Federal Trust Fund in Item 4260-111-0890 to conform to this action.

Item 4260-111-0236—For local assistance, Department of Health Services. I revise this item by deleting Provision 1.

I am deleting Provision 1 which would redirect funding from the California Healthcare for Indigents Program to the Children's Treatment Program (CTP). Although I am very supportive of children's health care programs, this provision reduces the Administration's flexibility in providing funds to local health care providers. In addition, the new Child Health and Disability Prevention Gateway Program should greatly mitigate the need for CTP funding by placing large numbers of children in comprehensive health care in either the Medi-Cal or Healthy Families Program.

Item 4260-111-0890—For local assistance, Department of Health Services. I reduce this item from $1,078,357,000 to ~~$1,050,957,000~~ $1,050,973,000 .

I am reducing this item by ~~$27,400,000~~ $27,384,000 to conform to the action I have taken in Item 4260-111-0001.

Item 4260-113-0001—For local assistance, Department of Health Services. I reduce this item from $29,791,000 to $22,125,000 by reducing:

(1) 20.10.010-Eligibility (County Administration) from ~~$12,709,000~~ $11,853,000 to ~~$11,547,000~~ $10,691,000 ;

(3) 20.10.030-Benefits (Medical Care and Services) from ~~$80,620,000~~ $81,476,000 to ~~$59,722,000~~ $60,578,000 ; and

(4) Amount payable from the Federal Trust Fund (Item 4260-113-0890) from –$63,630,000 to –$49,236,000.

I am deleting the $7,666,000 legislative augmentation for the Medi-Cal to Healthy Families two-month bridge. I have already provided $13.6 million ($4.7 million General Fund) for a one-month coverage bridge for children. Although I am supportive of providing a coverage bridge for children transitioning from Medi-Cal to the Healthy Families Program, I cannot support extending this program for an additional month or expanding the program to include parents due to fiscal constraints and limited General Fund resources.

I am also deleting the $14,394,000 legislative augmentation from the Federal Trust Fund in Item 4280-113-0890 to conform to this action.

Item 4260-113-0890—For local assistance, Department of Health Services. I reduce this item from $63,630,000 to $49,236,000.

I am reducing this item by $14,394,000 to conform to the action I have taken in Item 4260-113-0001.

Item 4260-301-0001—For capital outlay, Department of Health Services. I delete this item to make a technical correction to the Budget Bill.

The May Revision proposed deletion of this item with which the Legislature concurred. However, the item was inadvertently left in the final version of the Budget Bill. This technical veto will conform the Budget Act to the May Revision.

Item 4260-490—Reappropriation, Department of Health Services. I revise this item by revising Provision 1.

In order to correct a technical error in the Budget Bill, I am amending Provision 1 by deleting the requirement that the amount of funding reappropriated for automation projects be consistent with the amount approved by the Department of Information Technology (DOIT) in a special project report or equivalent document. As statutory authority for the DOIT expired on June 30, 2002, this language is no longer applicable.

"1. It is the intent of this item to continue funding approved activities for the automation projects that, due to schedule changes, result in unexpended appropriations one year and the need for additional funding in the following year. Therefore, notwithstanding any other provision of law, the balance of the appropriations for these automation projects may, upon approval of the Department of Finance, be reappropriated for transfer to and in augmentation of the corresponding items in this act. The funds reappropriated by this provision shall be made available consistent with the amount approved by the Department of Finance ~~and the Department of Information Technology~~ based on an approved special project report or equivalent document not sooner than 30 days after providing notification in writing to the chairperson of the fiscal committee of each house of the Legislature and the Chairperson of the Joint Legislative Budget Committee."

Item 4280-101-0001—For local assistance, Managed Risk Medical Insurance Board. I reduce this item from $69,709,000 to $19,695,000 by reducing:

(2) 40-Healthy Families Program from $771,619,000 to $634,791,000; and

(4) Amount payable from the Federal Trust Fund (Item 4280-101-0890) from –$479,448,000 to –$392,634,000.

I am deleting the $50,014,000 legislative augmentation for the Healthy Families Program (HFP) Parent Expansion. Although I am supportive of expanding Healthy Families coverage to include parents, I cannot support this augmentation and program expansion due to fiscal constraints and limited General Fund resources. I am also deleting the $86,814,000 legislative augmentation from the Federal Trust Fund in Item 4280-101-0890 to conform to this action.

Item 4280-101-0890—For local assistance, Managed Risk Medical Insurance Board. I reduce this item from $479,448,000 to $392,634,000.

I am reducing this item by $86,814,000 to conform to the action I have taken in Item 4280-101-0001.

Item 4280-102-0001—For local assistance, Managed Risk Medical Insurance Board. I reduce this item from $4,009,000 to $1,593,000 by reducing:

(1) 40-Healthy Families Program from $48,292,000 to $41,788,000, and

(3) Amount payable from the Federal Trust Fund (Item 4280-102-0890) from –$32,869,000 to –$28,781,000.

I am deleting the $2,416,000 legislative augmentation for the Healthy Families Program Parent Expansion. Although I am supportive of expanding Healthy Families coverage to include parents, I cannot support this augmentation and program expansion at this time due to fiscal constraints and limited General Fund resources. I am also deleting the $4,088,000 legislative augmentation from the Federal Trust Fund in Item 4280-102-0890 to conform to this action.

Item 4280-102-0890—For local assistance, Managed Risk Medical Insurance Board. I reduce this item from $32,869,000 to $28,781,000.

I am reducing this item by $4,088,000 to conform to the action I have taken in Item 4280-102-0001.

Item 4300-101-0001—For local assistance, Department of Developmental Services. I reduce this item from $1,458,170,000 to $1,452,555,000 by reducing:

(2) 10.10.020-Purchase of Services from $1,780,703,000 to $1,775,088,000.

I am deleting the $5,615,000 legislative augmentation for Community Placement Plan activities. The Legislature provided an augmentation for one-time grants to develop community resources. In my January Budget, I proposed a total of $50,220,000 for Community Placement Plan activities, including an augmentation of $20,400,000. This reflected my ongoing commitment to provide community-based services to developmentally disabled consumers. With this base reduction, the funding level I proposed in my January Budget will be maintained to facilitate the movement of Developmental Center consumers into the community.

Item 4440-001-0001—For support of Department of Mental Health. I reduce this item from $28,442,000 to $28,172,000 by reducing:

(1) 10-Community Services from $33,679,000 to $33,409,000,

and by deleting Provision 2.

I am deleting $150,000 for county plans for children's mental health services pursuant to legislation (AB 2740) to be enacted during the 2001–02 regular session. The counties are already required to assess mental health needs and develop plans to meet those needs. Section 5772 of the Welfare and Institutions Code requires the local mental health boards at the county level to complete these responsibilities. Since these bodies already exist and have the responsibility for developing plans to meet mental health needs, additional systems and funding do not appear to be needed. Consequently, I cannot support this augmentation at this time.

I am also deleting $120,000 and Provision 2, which requires that $120,000 in General Fund savings achieved through the elimination of vacant positions be redirected for the Protection and Advocacy, Inc., contract. In my January Budget, I proposed to reduce the contract for patient rights advocacy from $800,000 to $680,000 to achieve General Fund savings. The reduction to the patients' rights contract will reduce administrative expenses and will not affect the availability of services to assist individuals with mental illness. However, the Legislature subsequently redirected $120,000 to restore the proposed reduction to the patients' rights contract. Although I am supportive of patient rights advocacy, I cannot support this legislative augmentation at this time due to fiscal constraints and limited General Fund resources.

Item 4440-101-0001—For local assistance, Department of Mental Health. I reduce this item from $106,128,000 to $80,328,000 by reducing:

(1) 10.25-Community Services—Other Treatment from $1,142,885,000 to $1,127,446,000;

(3) 10.47-Community Services—Children's Mental Health Services from $33,800,000 to $20,000,000; and

(6) Reimbursements from –$1,081,852,000 to –$1,076,413,000;

and by deleting:

(2) 10.40-Community Services—Adult System of Care ($2,000,000).

I am sustaining $20,000,000 of the $33,800,000 legislative augmentation provided for Children's System of Care (CSOC). I note with concern that this program has been unable to provide outcome data for all the children served by this program or documented cost savings in the same manner as the Integrated Services for Homeless Adults (ISHA) program. However, I remain supportive of children's mental health programs, and note that, this Administration provided sufficient funding to implement the CSOC statewide with a $15.5 million General Fund augmentation in 2000–01, bringing total funding to $41.9 million General Fund. I reduced the program by $2.1 million last year because of the State's economic situation. At that time, I noted that $13 million for mental health services for children in the Healthy Families Program was available to assist children who were not eligible for Medi-Cal. This year, the fiscal challenges facing the State are even greater. Finally, I am directing the Department of Mental Health to restructure the CSOC to provide better accountability and documented cost savings.

I am reducing $10,000,000 for ISHA. I note that this Administration launched this program in 1999–00 with $10 million, and subsequently provided significant augmentations: $45.6 million in 2000–01, and $10 million in 2001–02, for a total funding of $65.6 million. However, the State's current fiscal challenges necessitate this $10 million reduction. At my Homelessness Summit in April 2002, I signed the Housing and Emergency Shelter Trust Fund Act of 2002, which places a $2.1 billion housing bond on the November 5, 2002, general election ballot. If approved by the voters, this bond would provide $195 million for 2,380 to 2,530 of units of transitional housing and $195 million for emergency shelters to assist an estimated 31,160 homeless adults.

I am eliminating $2,000,000 for the Adult Systems of Care. I proposed this reduction as part of the May Revision, and the Legislature restored the funding. The Adult Systems of Care program is a categorical program, supplementing the realignment funding the counties receive. The counties will receive over $1.1 billion in Realignment funding for mental health services and have an incentive to continue this program as offsetting savings occur predominately at the local level.

I am reducing reimbursements by $5,439,000 to delete the legislative augmentation that reflected the rejection of my proposal to implement a county share in the costs associated with the Early and Periodic Screening, Diagnosis, and Treatment (EPSDT) program. The May Revision proposed to require counties to provide a 10 percent match to any new growth in the cost of the EPSDT Program. It is my intention to proceed administratively to implement this reform. This match will give counties an incentive to control costs for this program, which have recently been increasing by over 30 percent per year. This conforms to my action in Item 4260-101-0001. I am highly supportive of children's mental health programs and note that I am sustaining $20 million for the CSOC program.

Item 4440-101-0890—For local assistance, Department of Mental Health. I reduce this item from $59,629,000 to $57,629,000 by deleting:

(1.5) 10.47-Community Services—Children's Mental Health Services ($2,000,000).

I am reducing $2,000,000 for the Children's Mental Health Services to conform to my action for the Children's Systems of Care Program in Item 4440-101-0001.

Item 4700-101-0001—For local assistance, Department of Community Services and Development. I revise this item by reducing:

(2) 47-Naturalization Services from $8,476,000 to $7,601,000, and

(3) Reimbursements from –$5,875,000 to –$5,000,000.

I am deleting the $875,000 legislative augmentation in reimbursements from the Employment Development Department for the Naturalization Services Program (NSP) to conform to the actions taken in Item 5100-001-0869. With these actions, the Budget retains $7.9 million General Fund for the NSP.

Item 5100-001-0869—For support of state programs under the Workforce Investment Act, Employment Development Department. I revise this item by deleting Provisions 3, 4, and 5.

I am deleting Provision 3, which would require the Employment Development Department (EDD) to allocate $875,000 to the Department of Community Services and

Development for naturalization and citizenship services. Under the federal Workforce Investment Act (WIA), the Governor has the authority to allocate 25 percent of WIA dislocated workers funding for Rapid Response allocation to areas that experience disasters, mass layoffs or plant closings, or other events that precipitate substantial increases in unemployment. This provision would decrease the funding available to the Administration to quickly respond to such events.

I am also deleting Provision 4 because it places a limit of $4 million on the amount of funds available for the Faith-Based Initiative. Section 128 of the federal WIA allows the Governor to allocate 15 percent of the WIA funds allotted to California, for the purposes of statewide and employment training activities. Although this funding is subject to legislative appropriation, the language in Provision 4 impinges on the authority of this Administration to allocate funding for this critical program, which provides job services and training to many individuals not traditionally served by the current system of workforce development.

However, I have no concerns with the compromise language developed in Provision 4 that pertains to issues other than the funding limitation. I am directing the EDD to provide grants to community organizations, including faith-based and secular organizations that are not owned or operated as pervasively sectarian institutions, and that have been limited in their ability to take advantage of this funding due to limited resources and a lack of experience in dealing with the competitive contracting process and the allocation processes currently in place at the local level. No pervasively sectarian religious organization is eligible for funds under this item, but a separate nonprofit entity or affiliate that is a tax-exempt organization under the federal Internal Revenue Code, may apply for and receive grants under its own auspices. In awarding grants, the EDD shall use a competitive bidding process that includes provisions regarding existing constitutional protections. Grants or contracts awarded shall comply with the California Constitution, State and federal civil rights laws, and the United States Constitution with regard to pervasively sectarian organizations.

Of the amount allocated for the Faith-Based Initiative, it is my intent that the department may use up to $250,000 for administrative expenses, subject to approval by the Department of Finance.

I am also deleting Provision 5, which would require the EDD to allocate $300,000 to the Youthbuild program. I sustained General Fund augmentations for this program of $1 million in 2000–01 and $250,000 in 2001–02. However, this legislative augmentation is inappropriate. Specifically, Section 128 of the federal WIA authorizes the Governor to allocate 15 percent of the WIA funds allotted to California, for the purposes of statewide and employment training activities. This Provision would decrease the amount of funding available to the Administration to address critical workforce development needs.

Item 5100-001-0870—For support of Employment Development Department. I revise this item by reducing:

(1) 10-Employment and Employment Related Services from $206,768,000 to $204,749,000;

(2) 21-Tax Collections and Benefit Payments from $728,916,000 to $588,751,000; and

(14.5) Amount payable from the Unemployment Fund-Federal (Item 5100-001-0871) from –$177,120,000 to –$34,936,000.

I am revising this item to conform to the action I have taken in Item 5100-001-0871.

Item 5100-001-0871—For support of Employment Development Department. I reduce and revise this item from $177,120,000 to $34,936,000 and revise Provisions 2 and 3.

I am sustaining $500,000 of the $140,665,000 legislative augmentation from Reed Act funds for various information technology (IT) and infrastructure projects, so that $140,165,000 can remain in the Unemployment Insurance (UI) Trust Fund. Providing full funding for these projects at this time may increase UI taxes paid by employers in the future. After the IT project proposals have been subjected to the Feasibility Study Review and budget review processes, the projects could be considered for available Reed Act funding at that time. However, I am sustaining the expansion of the Tax

System Review, in order to include an analysis of enhanced data capability for Employment Development Department (EDD) information technology systems into an existing study of EDD Tax Branch business processes and automated systems. This analysis is scheduled to be completed in 2002–03.

I am revising this item and Provision 2 to conform to this action.

''5100-001-0871—For support of Employment Development Department, for payment to Item 5100-001-0870, payable from the Unemployment Fund Federal~~, to be available for expenditure until the end of the 2006–07 fiscal year, except that moneys subject to Provision 3 of this item are available for expenditure during the 2002–03 fiscal year~~.....~~$177,120,000~~ *$34,936,000*''

''2. The following amounts shall be used as follows:

~~(a) $20,000,000 for administrative costs to create an alternate base period, which would allow for expansion of the Unemployment Insurance (UI) program by using recent wages for the purpose of establishing benefit eligibility.~~

~~(b) $65,000 for administrative costs to create and implement a trigger mechanism for UI extended benefits.~~

(c) $500,000 for the review of the Employment Tax System through a contract with a qualified consulting firm to review business operations and automated systems of EDD's tax programs.

~~(d) $6,500,000 to upgrade the UI call centers to expand capacity and improve customer service.~~

~~(e) $5,100,000 to develop electronic UI claim filing over the Internet.~~

~~(f) $500,000 to fund a study with a qualified consultant for improving EDD's single client database system to enhance efficiency and effectiveness of claim filing and benefit payments, to improve program integrity, and to reduce fraud.~~

~~(g) $100,000,000 to upgrade EDD's single client database.~~

~~(h) $7,000,000 to redesign the UI benefit payment system to enable claimants to certify by using the telephone and Internet.~~

~~(i) $1,000,000 to redesign the UI adjudication process by the development of a computer-based application.~~

~~(j) $500,000 to be allocated via competitive process for support of physical and program access to one-stops. These are in addition to any Workforce Investment Act funds allocated for this purpose.~~''

I am also deleting the $1,519,000 augmentation in Reed Act funds to continue employment services for veterans, so that these funds can remain in the UI Trust Fund and possibly reduce UI taxes paid by employers in the future. In addition, veterans still receive high priority for employment services and benefits in the EDD Employment Services Program, and the EDD indicates that veterans will not lose any assistance as a result of this action. As a result, it is not necessary to appropriate Reed Act funds for this purpose.

I am revising Provision 3 to conform to this action.

''3. During the 2002–03 fiscal year only, $34,436,000 shall be used to support Employment and Employment Services and Tax Collection and Benefit Payment p*P*rograms ~~and $1,519,000 shall be used to support veteran's employment activities~~.''

Item 5100-011-0890—For support of Employment Development Department. I reduce this item from ($775,267,000) to ($633,083,000).

I am revising this item to conform to the action I have taken in Item 5100-001-0870.

Item 5120-001-0890—For support of the California Workforce Investment Board. I revise this item by deleting Provision 3.

Provision 3 would make the expenditure of $1,120,000 contingent upon the California Workforce Investment Board (CWIB) submitting a report to the Legislature on the role of the CWIB and the Employment Development Department in the California Labor and Workforce Development Agency with respect to the implementation of the Workforce Investment Act (WIA) and other specified information. I believe it would be premature to require the CWIB to define its role within the new agency, before the

Secretary for the new agency has a chance to formulate and communicate the agency's plans to simplify, strengthen, and improve the operation of the State's workforce development programs. In addition, the CWIB has indicated it has recently released reports to the Legislature demonstrating progress in implementing the WIA. However, I am directing the CWIB to update the Legislature on its progress in the development of certification protocols for local One-Stop Centers during legislative hearings on the 2003–04 Budget.

Item 5175-101-0001—For local assistance, Department of Child Support Services. I revise this item by reducing:

(1) 10-Child Support Services from $974,893,500 to $974,893,000,

and by deleting Provision 8.

In order to correct a technical error in the Budget Bill, I am reducing Schedule (1) by $500 and deleting Provision 8, which requires a county share of costs for any penalty imposed by the federal government for California's failure to implement an automated statewide child support collection system. This provision was inadvertently left in the final version of the Budget Bill.

Item 5175-101-0890—For local assistance, Department of Child Support Services. I reduce this item from $282,224,000 to $281,899,000.

In order to correct a technical error in the Budget Bill, I am reducing this item by $325,000. This technical veto will conform to the Legislature's intent, and is consistent with the legislative action taken in Item 5175-101-0001, which reduced the funding for the increase in postage costs.

Item 5175-495—Reversion, Department of Child Support Services. I revise this item from $25,215,000 to $10,935,000 as follows:

"As of June 30, 2002, ~~$25,215,000~~ *$10,935,000* of the unencumbered balance of the appropriation provided in the following citation shall revert to the fund from which the appropriation was made:

0001—General Fund

(1) Item 5175-101-0001, Budget Act of 2001 (Ch. 106, Stats. of 2001)

(a) 10.01-Child Support Administration.....$640,000

(b) 10.02-Child Support Incentive.....~~$24,575,000~~ *$10,295,000*."

On June 19, 2002, the California State Supreme Court denied the State's petition for hearing the Statewide Automated Child Support System (SACSS) case. This was the State's final opportunity to have the amount of the SACSS judgment reduced. The State is now obligated to pay Lockheed Martin the amount of an appellate court ruling, plus interest on the principal amount of the judgment. I am reducing the amount of this reversion by $14,280,000 to enable the Department of Child Support Services to use these funds towards payment of the judgment, to prevent additional interest charges to the State.

Item 5180-101-0001—For local assistance, Department of Social Services. I revise this item by deleting Provision 10:

I am deleting Provision 10, which allows counties to direct $100,000 from the Mental Health and Substance Abuse services allocation to develop a replicable outcome system for CalWORKs mental health and substance abuse treatment. This language could create a future fiscal pressure to exceed the available amount of federal Temporary Assistance for Needy Families Block Grant funds and maintenance-of-effort funding pursuant to funding outcome systems in other counties, or could force a decrease in CalWORKs spending in other areas because of budgetary constraints in 2003–04.

Item 5180-141-0001—For local assistance, Department of Social Services. I reduce this item from $421,675,000 to $414,875,000 by reducing:

(1) 16.80-County Administration from $717,951,000 to $701,437,000; and

(4) Amount payable from the Federal Trust Fund (Item 5180-141-0890) from –$537,945,000 to –$528,231,000.

I am reducing this item by $16,514,000 ($6,800,000 General Fund) to reduce funding for county administration of the Food Stamp Program. This action is necessary

due to the significant decline in General Fund revenue. I am sustaining $372.9 million ($157.5 million General Fund) for county administration of the Food Stamp Program.

Item 5180-141-0890—For local assistance, Department of Social Services. I reduce this item from $776,573,000 to $528,231,000.

I am reducing this item by $9,714,000 to conform to actions taken in Item 5180-141-0001.

I am also reducing this item by $238,628,000 to correct a technical error in the Budget Bill. This technical veto is consistent with the Legislature's intent and legislative actions taken in this item.

Item 5180-151-0001—For local assistance, Department of Social Services. I reduce this item from $782,148,000 to $745,606,000 by reducing:

(1) 25.25-Children's Services from $1,903,347,000 to $1,848,623,000;
  (a) 25.25.010-Child Welfare Services from $1,802,078,000 to $1,752,554,000;
  (b) 25.25.020-Adoptions from $81,286,000 to $76,086,000;
(4) Reimbursements from –$69,879,000 to –$68,817,000; and
(6) Amount payable from the Federal Trust Fund (Item 5180-151-0890) from –$1,195,571,000 to –$1,172,876,000.

I am deleting $17,150,000 General Fund and $9,974,000 Federal Trust Fund from the Child Welfare Services Program augmentations; and $10,817,000 General Fund, $10,521,000 Federal Trust Fund, and $1,062,000 reimbursements in order to suspend the cost-of-doing business adjustment for the Child Welfare Services Program. I am retaining $1.8 billion ($616.7 million General Fund) for the Child Welfare Services Program. As cost-of-living adjustments are not being granted for other social services programs, I am suspending the proposed 2002–03 cost-of-doing business adjustment due to the State's current fiscal situation.

For the last three years, this Administration has aggressively funded the Adoptions and Kinship Guardianship Assistance Payment programs. These two programs, among others, have significantly reduced the caseload for much of the Child Welfare Services (CWS) program. Notwithstanding this reduction in caseload, this Administration has provided funding for the CWS program in excess of that justified by current social worker caseload and workload standards, providing a total of $420.4 million ($237.9 million General Fund) more over the last three years to counties than caseload requires: $68.4 million ($40 million General Fund) in 1999–00, $125.9 million ($74.3 million General Fund) in 2000–01, and $226.1 million ($123.6 million General Fund) in 2001–02. In light of the State's current fiscal situation, these reductions are necessary to more closely align funding to current caseload standards.

Similarly, I am deleting $3,000,000 General Fund and $2,200,000 Federal Trust Fund for recent Adoptions Program cost-of-doing business augmentations due to fiscal constraints and limited resources in the General Fund. I am retaining funding of $76.1 million ($38.5 million General Fund) for the Adoptions Program.

I am reducing this Item by $5,575,000 to correct a technical error in the Budget Bill. This technical veto will conform to the Legislature's intent, and is consistent with the legislative action to reduce funding for the Adult Protective Services program by $5.6 million General Fund. This reduction was correctly reflected in schedule (2) (e) 25.35.050-County Services Block Grant; however, it was not included in the total for this item.

Item 5180-151-0890—For local assistance, Department of Social Services. I reduce this item from $1,195,571,000 to $1,172,876,000.

I am reducing this item by $22,695,000 to conform to the actions taken in Item 5180-151-0001.

Item 5180-491—Reappropriation, Department of Social Services. I revise this item by revising Provision 1.

In order to correct a technical error in the Budget Bill, I am amending Provision 1 by deleting the requirement that the amount of funding reappropriated for automation projects be consistent with the amount approved by the Department of Information Technology (DOIT) in a special project report or equivalent document. As statutory authority for the DOIT expired on June 30, 2002, this language is no longer applicable.

"1. It is the intent of this item to continue funding approved activities for the automation projects that, due to schedule changes, result in unexpended appropriations one year and the need for additional funding in the following year. Therefore, notwithstanding any other provision of law, the balance of the appropriations for these automation projects may, upon approval of the Department of Finance, be reappropriated for transfer to and in augmentation of the corresponding items in this act. The funds reappropriated by this provision shall be made available consistent with the amount approved by the Department of Finance ~~and the Department of Information Technology~~ based on an approved special project report or equivalent document not sooner than 30 days after providing notification in writing to the chairperson of the fiscal committee of each house of the Legislature and the Chairperson of the Joint Legislative Budget Committee."

Item 5460-485—Reappropriation (Proposition 98), Department of the Youth Authority. I delete this item.

I am deleting the $2,600,000 reappropriation from the Proposition 98 Reversion Account, provided on a one-time basis to the Department of the Youth Authority for the enrichment of educational services. The additional funding for educational services has not been justified. This action will maintain Proposition 98 funding consistent with the level of the current ward population.

Item 6110-001-0001—For support of Department of Education. I reduce this item from $45,131,000 to $45,081,000 by reducing:

(2) 20-Instructional Support from $74,829,840 to $74,779,840;

(3) 30-Special Programs from $43,401,280 to $43,291,280; and

(9) Amount Payable from Federal Trust Fund (Item 6110-001-0890) from –$126,105,000 to –$125,995,000.

I am reducing this item by $50,000 to reflect savings that will occur in this item as a result of sustaining a legislative augmentation of $53,000 as reflected in Provision 17 of Item 6110-001-0890, for monitoring and technical assistance for the California Youth Authority special education activities. That augmentation enables the Department to recover indirect costs that are billable to federal funds. Because the Department's costs for oversight of this activity will not significantly increase overall departmental indirect costs, funds in this General Fund item can be reduced with no effect on services to other programs.

I am reducing Schedules (3) and (9) by $110,000 to conform to the action taken in Item 6110-001-0890.

Item 6110-001-0890—For support of Department of Education. I reduce this item from $126,105,000 to $125,995,000.

I am reducing the $388,000 legislative augmentation for two additional staff for implementation of the 21st Century Community Learning Centers Program by $110,000. While I am sustaining the two additional positions and $278,000, the amount reduced reflects indirect costs which have not been adequately justified. Five positions and $523,000 remain available for the purposes of implementing the new federal program, which should be sufficient.

Item 6110-113-0001—For local assistance, Department of Education. I revise this item by reducing:

(4) 20.70.030.006-STAR Program from $15,827,000 to $15,027,000.

This reduction is a technical adjustment to reflect the correct amount in Schedule (4). While the item total reflects the intended funding level, Schedule (4) contains $800,000 more than intended.

Item 6110-123-0890—For local assistance, Department of Education. I delete Provision 2.

I am deleting Provision 2, which would require legislative notification prior to the adoption or amendment of any plan for disbursement of $39,131,000 in federal funds for innovative programs to local education agencies. This is inconsistent with federal law, which required California to submit its application for funding under the No Child

Left Behind Act prior to enactment of the budget. I understand this language was only intended to apply to new programs where allocation is subject to legislative direction. Consistent with this, I am deleting this provision because the reporting requirements for this existing program would needlessly delay the disbursement of these federal funds, which are disbursed based on a federally-mandated formula.

Item 6110-130-0001—For local assistance, Department of Education. I reduce this item from $12,300,000 to $10,300,000 by revising Provision 1.

I am deleting $2,000,000 of the legislative augmentation for provision of Advanced Placement teacher training or tutoring services pursuant to Section 52247 of the Education Code. These reductions are necessary to limit program expansions and provide for a prudent General Fund reserve in light of the State's current fiscal condition. With these reductions, $10,300,000 still remains to support the Advancement Via Individual Determination program.

I am revising Provision 1 to conform to this action.

"1. Of the funds appropriated, $1,300,000 is available for administration of the Advancement Via Individual Determination (AVID) centers and $6,000,000 is available for competitive outreach grants to local education agencies for the AVID program. Notwithstanding any other provision of law, the remaining ~~$5,000,000~~ *$3,000,000* shall be used solely for the provision of advanced placement teacher training or tutoring services, pursuant to Section 52247 of the Education Code."

Item 6110-136-0890—For local assistance, Department of Education. I revise this item by deleting Provision 8.

I am deleting Provision 8 of this item, which makes the receipt of $1,495,541,000 in Title I federal funds by school districts contingent upon the reporting of unspecified data that is necessary to meet the data reporting requirements of the federal No Child Left Behind Act of 2001. While it will likely be necessary for school districts to provide data to the State to meet these reporting requirements, federal law does not allow the State to condition the receipt of these funds on the provision of data. Thus, this language may constitute a state mandate requiring reimbursement from the General Fund. Item 6110-113-0890 contains $6,880,000 for federally required data collection.

Item 6110-137-0890—For local assistance, Department of Education. I revise this item by deleting Provision 1.

I am deleting Provision 1 of this item, which requires legislative notification prior to adopting or amending any plan for the expenditure of $2,426,000 in federal Rural and Low Income School Grant funds pursuant to the federal No Child Left Behind Act. This provision conflicts with federal law that required the State Board of Education to submit the State's consolidated application prior to enactment of the budget bill. These funds are provided on a formula basis and are intended to provide small school districts with general purpose discretionary funding. I believe the notification requirement would delay the allocation of the funds and also impede the intended flexibility.

Item 6110-156-0001—For local assistance, State Department of Education. I reduce this item from $605,038,000 to $582,038,000 by reducing:

(2) 10.50.010.008-Remedial education services for participants in the CalWORKs from $31,739,000 to $8,739,000,

and by revising Provision 2.

I am reducing the $23,000,000 augmentation for remedial education services for CalWORKs participants. This augmentation consisted of $10,000,000 for support services and $13,000,000 for additional instruction for CalWORKs recipients in adult education programs or regional occupation centers and programs (ROC/Ps). With this action, $9,900,000 in federal Temporary Assistance for Needy Families (TANF) funds remains in the Adult Education and ROC/P items to provide additional instruction for CalWORKs recipients in programs that are at or above their authorized average daily attendance cap. Support services are also provided through the federal Perkins Vocational and Technical Education Act, funded at $138,445,000 and required to target

CalWORKs participants in the welfare-to-work program. The funds reduced from this item are reserved for Proposition 98 contingencies in 2002–03. I am revising Provision 2 to conform to this action.

"2. The funds appropriated in Schedule (2) constitute the funding for both remedial education and job training services for participants in the CalWORKs program (Art. 3.2 (commencing with Section 11320) of Chapter 2 of Part 3 of Division 9 of the Welfare and Institutions Code). Funds shall be apportioned by the Superintendent of Public Instruction for direct instructional costs only to school districts and Regional Occupational Centers and Programs (ROC/Ps) that certify that they are unable to provide educational services to CalWORKs recipients within their adult education block entitlement or ROC/P block entitlement, or both. ~~However, of the funds appropriated in Schedule (2) of this item, an amount not to exceed $10,000,000, as negotiated through an interagency agreement between the State Department of Education and the State Department of Social Services, shall be provided for Adult Education Programs, and ROC/Ps for the purposes of providing instructional and training supportive services for CalWORKs eligible members. These services shall include any of the following:~~

~~(a) Career and educational guidance and counseling.~~

~~(b) Training-related assessment.~~

~~(c) Transportation to the classroom or worksite during training.~~

~~(d) Job readiness training and services.~~

~~(e) Job development and placement.~~

~~(f) Postemployment support and followup to ensure job retention.~~

~~(g) Coordination and referrals to other services provided through the State Department of Social Services, the Employment Development Department, the Local Workforce Investment Boards, community colleges, the Department of Rehabilitation, the Economic Development Agency, and other community resources.~~

~~(h) Curriculum and instruction development to provide short-term integrated programs leading to employment.~~

~~(i) Staff development costs resulting from policy development and training occurring between instructional staff and county welfare agencies in the coordination of the program.~~

~~(j) One-time excess program startup costs.~~

Allocations shall be distributed by the Superintendent of Public Instruction as equal statewide dollar amounts, based on the number of CalWORKs eligible family members served in the county ~~and subject to instructional and training support services needed annually by each agency as identified in the county CalWORKs Instruction and Job Training Plan required by Section 10200 of the Education Code~~."

Item 6110-161-0001—For local assistance, Department of Education (Proposition 98). I am revising this item by revising Provision 15.

I am revising Provision 15 of this item by $754,000 to conform to reductions required as a result of the Legislature's revision to the level of Education Revenue Augmentation Fund available in 2002–03, and as a result of technical changes required to conform to providing a 2.0 percent cost of living adjustment for special education.

"15. Of the amount provided in Schedule (1) of this item, ~~$8,943,000~~ *$8,189,000* shall be appropriated in the following priority sequence:

(a) The Superintendent of Public Instruction shall allocate any additional amount, if needed, to augment the amounts appropriated in Schedules (1) and (2) of this item to ensure full funding for the 2002–03 fiscal year.

(b) Once the Superintendent of Public Instruction has determined that none of the programs in Schedules (1) and (2) of this item require any additional funding pursuant to the statutory formulas contained in Chapter 854 of the Statutes of 1997 (AB 602), the remaining amount shall be allocated pursuant to Section 56836.158 of the Education Code."

Item 6110-161-0890—For local assistance, Department of Education. I reduce this item from $800,319,000 to $798,369,000 by reducing:

(4) 10.60.050.021-IDEA, Capacity Building, Special Education from $44,858,000 to $42,908,000,

and by revising Provisions 3 and 12.

I am deleting the $1,700,000 legislative augmentation provided to expand the existing Family Empowerment Centers on Disabilities. I share the desire to improve results for all children, especially those with disabilities, which is why I signed legislation last year establishing the Family Empowerment Centers funded in this item. However, given that my Budget already provides $2,372,000 for local assistance grants for Family Empowerment Centers on Disabilities, and given that the 12 centers funded through the existing resources have only recently been established, I believe funding to expand this program would not be prudent until results from existing efforts are reviewed.

I am deleting the $250,000 legislative augmentation to fund licensed children's institution growth. My Budget already provides $1,000,000 for local assistance grants for emergency impaction on Special Education Local Plan Areas as the result of licensed children's institution growth, and I have not been provided with adequate justification to warrant a program augmentation.

I am revising Provisions 3 and 12 to conform to these actions.

"3. Of the funds appropriated in Schedule (4) of this item, up to ~~$1,250,000~~ *$1,000,000* may be used to fund licensed children's institution growth pursuant to Section 56836.18 of the Education Code."

"12. Of the funds appropriated in Schedule (4) of this item, ~~$4,072,000~~ *$2,372,000* shall be used for the purposes of establishing Family Empowerment Centers on Disabilities pursuant to Chapter 690, Statutes of 2001."

Item 6110-194-0001—For local assistance, Department of Education. I reduce this item from $1,105,000 to $105,000 by deleting:

(1) 20.60.101.001-Administrator Training and Evaluation Program ($1,000,000),

and by ~~revising~~ deleting Provision 2.

I am reducing the legislative augmentation of $1,000,000 in support costs for the Administrator Training and Evaluation Program. This reduction is necessary to provide for a prudent General Fund reserve and eliminate the former Administrator Training and Evaluation Program. With this reduction, $14,336,000 still remains for Principal and Administrator Training and Evaluation Program training activities in programs established by this Administration.

Item 6110-194-0890—For local assistance, Department of Education. I reduce this item from $5,000,000 to $4,350,000, and delete Provisions 2, 3 and 4.

I am deleting $250,000 and Provision 2 which would be used for data collection and evaluation related to the effectiveness of professional development programs. While I recognize the importance of evaluating the effectiveness of programs, given many of these programs are relatively new and the scarcity of resources, I believe funds should be focused on providing training.

I am deleting $400,000 and Provisions 3 and 4 which would earmark these funds for an evaluation of cultural competency training for teachers and provide professional development to substitute teachers, respectively. Both of these programs could be established by pending legislation. I believe it is premature to set aside these funds before the policy merits of the respective related legislation have been decided. In addition, according to the legislation which would establish the substitute teacher training, funding would not be necessary until 2003–04.

Item 6110-195-0890—For local assistance, Department of Education. I reduce this item from $317,526,000 to $317,026,000 by reducing:

(1) 20.60.280-Improving Teacher Quality Local Grants from $315,472,000 to $314,972,000,

and by deleting Provision 1.

The reduction in Schedule (1) funding is a technical veto to account for this item over-appropriating the total amount of available federal funds by $500,000.

I am deleting Provision (1), which specifies the uses of these federal funds. I would have preferred language that would have directed these funds to be used on a priority basis to ensure that class size reduction programs are maintained and teachers receive standards-aligned training. As federal law requires, the State has submitted an application for these funds that specifies their uses; therefore this language is unnecessary.

Item 6110-197-0890—For local assistance, Department of Education. I revise this item by deleting Provisions 2(b), 2(c), 2(d), and 2(h), and revising Provision 2(i).

I am deleting Provision 2(b) because this language is unnecessarily restrictive. It would limit the availability of $3,500,000 to direct grants for programs serving middle and elementary school pupils to provide equitable access to and participation in programs. Analysis has not been performed to indicate the level of need for these types of grants. Furthermore, placing restrictions on these funds would limit the number of slots that could be created to serve additional children.

I am deleting Provision 2(c) because this language would restrict the availability of $1,000,000 to fund direct grants for family literacy services for families of students participating in the 21st Century Community Learning Programs. Although I support family literacy programs, this allocation duplicates existing efforts funded through federal Title 3 Literacy funds and other available federal and state funding sources to provide family literacy. Limiting the availability of these funds would restrict the creation of additional before and after school slots.

I am deleting Provision 2(d) because this language is unnecessarily restrictive. It would limit the availability of $2,500,000 to grants for high school programs. Denying accessibility to these funds to middle and elementary school programs, would restrict the creation of additional slots in an area where there is a known need. I am also deleting Provision 2(h) because the language would establish a program with reimbursement policies that conflict with those contained in existing statute, Article 22.5 (commencing with Section 8483.7) of Chapter 2 of Part 6 of Division 1 of the Education Code.

I am revising Provision 2(i) because this language conflicts with language contained in Provision 2(f) of this Item which requires programs to adhere to daily funding rates pursuant to Article 22.5 (commencing with Section 8482.5) of Chapter 2 of Part 6 of Division 1 of the Education Code.

"(i) Earned but unexpended funds may be carried forward to subsequent years consistent with federal requirements. ~~In year one, the full grant may be retained.~~"

As stated above, this language is unnecessarily restrictive and would result in higher costs per pupil. There is approximately $14 million in quality applications pending for the existing Before and After School Learning and Safe Neighborhoods Partnership Program. The overall state need, however, is much greater. Given the success of this program in showing consistent patterns of positive results on student achievement, attendance, behavior, and reductions in grade attendance, I would prefer that the 21st Century federal funds be used to expand the existing program rather than creating additional cost pressures.

Item 6110-200-0001—For local assistance, Department of Education. I reduce this item from $19,000,000 to $2,000,000.

I am reducing the legislative augmentation of $19,000,000 for Healthy Start Support Services by $17,000,000. This reduction is necessary to limit program expansions and provide for a prudent General Fund reserve in light of the State's current fiscal condition. The program level started with this augmentation would cause costs to multiply in future years. This action will have no effect on schools currently operating this program, as full funding for the multi-year grant period has been provided in past budgets.

The funds reduced from this item are reserved for Proposition 98 contingencies in 2002–03.

Item 6110-205-0001—For local assistance, Department of Education. I revise this item by deleting Provision 3.

I am deleting Provision 3 of this item, which authorizes the Department of Education to establish a pilot program for allocating this funding for the Elementary School Inten-

sive Reading Program as a block grant for up to 20 districts, rather than through hourly reimbursement for services rendered. This proposed pilot is a significant alteration in the program's current structure. The proposal does not contain any reasonable accountability to ensure that students receive necessary remedial services through this program, and may in fact reduce the total hours of service provided to students. Any program change of this magnitude should be considered in policy legislation, including review by legislative policy committees rather than solely through the budget process.

Item 6110-211-0001—For local assistance, Department of Education (Proposition 98). I reduce this item from $49,721,000 to $35,650,000.

I am reducing this Item for two reasons. First, technical reductions are necessary to reflect both the Legislature's action to shift the calculation methodology for the block grant to appropriations made in the final Budget Act as well as the adjustments made to final school district funding levels, including the deferrals and reductions to categorical programs included in the final version of the Budget, that have the effect of reducing this item's statutory growth calculation. Second, I am reducing the item to reflect my objection to the Legislature's intent to include the Instructional Materials Realignment Program (IMRP) in the block grant. I believe that allowing charter schools to use equivalent funding intended for IMRP purposes in any manner they choose would both undermine the Administration's objective to ensure availability of standards-aligned instructional materials for all students and unnecessarily increase state costs. Charter schools would still be eligible to receive their share of over $400,000,000 available for IMRP remaining in the Budget.

The funds reduced from this item are reserved for Proposition 98 contingencies in 2002–03.

Item 6110-223-0001—For local assistance, Department of Education. I delete this item and Provisions 1 and 2.

I am deleting the legislative augmentation of $36,000,000 for PERS offset mitigation because the May Revision already provided $97,000,000 to fund the state's share of PERS costs for school classified employees. As rates increase in the future, the state will fund the entire amount of the employer's share of this cost, and the offset will diminish.

I am also deleting the legislative augmentation of $42,000,000 for equalization adjustments for school district revenue limit apportionments. Given the subsequent $406,000,000 augmentation contained in AB 2781 to be provided commencing with 2003–04 for revenue limit equalization, this one-time appropriation should be set aside for Proposition 98 contingencies in light of the State's current fiscal conditions.

The funds reduced from this item are reserved for Proposition 98 contingencies in 2002–03.

Item 6110-241-0001—For local assistance, Department of Education. I delete this item and Provision 1.

I am deleting this item, which provides $150,000 for low-performing high schools, as it inadvertently made an appropriation for local assistance that was intended to provide state operations funding to support a new program to be created in pending legislation. This local assistance appropriation cannot be used for the intended purpose. In addition, I believe it is premature to earmark funding in the Budget until the policy merits of the legislation are decided.

The funds reduced from this item are reserved for Proposition 98 contingencies in 2002–03.

Item 6360-001-0407—For support of the Commission on Teacher Credentialing. I revise this item by deleting Provision 6.

I am deleting Provision 6, which would require the Commission to reduce processing times for first-time and new-type credential applications to 25 days. This is inconsistent with current statute that requires credentials to be processed in 60 days. The Teacher Credentialing Service Improvement Project will not be sufficiently complete to allow the Commission to realize significant savings in the staff time required to process credential renewal applications in 2002–03. Consequently, this

provision could force the Commission to redirect resources from the processing of credential renewal applications, thereby generating an unacceptable increase in the time required to process these applications. Alternatively, this language could result in the Commission requesting additional funding and positions to meet this timeframe.

Item 6610-001-0001—For support of California State University. I reduce this item from $2,617,173,000 to $2,616,983,000 by reducing:

(1) Support from $3,494,437,000 to $3,494,247,000,

and by deleting Provisions 18, 19, and 20.

I am deleting $190,000 legislative augmentation to conduct a California State University (CSU) Export Delivery Study ($140,000) and to fund the CSU Centers for Excellence ($50,000), pursuant to separate legislation. Notwithstanding the potential merits of the subject legislation, it is premature to include funding in the budget for these activities. I am willing to consider the legislation on its merits, and any funding necessary, once it is approved by the Legislature. I am deleting Provisions 18 and 19 to conform to these actions.

I am deleting Provision 20 because it requires the CSU to defer new expenditures for the CMS/Peoplesoft project, prohibits the University from entering into any new agreements needed to maintain the implementation schedule, and delays the completion of the project by one year. This language would increase project costs for the University and would delay the operational efficiencies the University believes will be achieved when the project is completed and delay staff training. I encourage the University to cooperate fully in the audit currently in progress of the project and expect continued adherence to all relevant information technology policies and bid procedures.

Item 6870-101-0001—For local assistance, Board of Governors of the California Community Colleges (Proposition 98). I reduce this item from $2,670,792,000 to $2,659,792,000 by reducing:

(12) 20.10.070-Matriculation from $64,307,000 to $54,307,000;

and by deleting:

(12.5) 20.20.015-Faculty and Staff Development ($1,000,000);

and by revising Provision 1.

I am reducing the legislative augmentation for Matriculation by $10,000,000, and I am also deleting the proposed augmentation of $1,000,000 to continue the Faculty and Staff Development program. With this action, $54,307,000 still remains to support Matriculation services. I also note that the general apportionment funding increase of over $192 million in this Budget is more than $43 million above the statutory requirement. Therefore, this Budget provides sufficient funds for colleges to sustain matriculation services if they are a priority. Further, funding for the Faculty and Staff Development program contains little meaningful accountability and represents only a fraction of the funds used by districts for training. I believe this is a significantly lower priority for state assistance than direct classroom instruction. Districts may use discretionary funds, as necessary, to fund these activities on a priority basis. I am revising Provision 1 to conform to this action.

"1. The funds appropriated in Schedules (1), (2), (3), (4), (5), (6), (8), (10), (11), (12), ~~(12.5)~~ (14), (15), (16), (17), (18), (22), and (25) are for transfer by the Controller during the 2002–03 fiscal year to Section B of the State School Fund."

The funds reduced from this item are reserved for Proposition 98 contingencies in 2002–03.

Item 6870-485—Reappropriation, (Proposition 98) California Community Colleges. I revise this item from $53,189,000 to $34,497,000 by deleting Schedule (3).

In order to correct a technical error in the Budget Bill, I am reducing this item by $9,692,000. I am also deleting the legislative augmentation of $9,000,000 for Special Services for CalWORKs Recipients. I am supportive of this program as indicated by the $20,000,000 General Fund restoration I provided for this program in the May Revision, for which local districts will provide an additional $20,000,000. With this reduction, a total of $63,000,000, will remain to support CalWORKs recipients attending community colleges.

Item 6870-486—Reappropriation, (Proposition 98) California Community Colleges. I delete this item.

I am deleting Item 6870-486, which would provide authority for the Chancellor to reappropriate for specified purposes up to $20 million in prior year savings from categorical programs in Item 6870-101-0001. Such authority would limit the flexibility of the Administration and Legislature to allocate Proposition 98 Reversion Account funds for future high priority K–14 demands.

Item 7980-001-0001—For support of Student Aid Commission. I revise this item by reducing:

(1) 15-Financial Aid Grants Program from $12,342,000 to $12,244,000, and

(5) Reimbursements from –$3,195,000 to –$3,097,000.

I am revising this Item to delete a $98,000 legislative augmentation for reimbursements from the Student Loan Operating Fund to cover administrative costs for the Assumption Program of Loans for Education related to 1,000 additional awards added as part of an action to suspend the Governor's Teaching Fellowships for one year. The 2001 Budget Act included $253,000 for three additional positions to administer this program, conduct a study to assess the administrative process for this and other Specialized Programs, and make recommendations for efficiency measures. The need for additional resources for this purpose has not been justified. In addition, it would be premature to provide additional funding until those recommendations have been made and considered.

Item 8100-101-0001—For local assistance, Office of Criminal Justice Planning. I reduce this item from $45,856,000 to $45,687,000 by reducing:

(6) 50.20.352-Youth Emergency Telephone Referral from $338,000 to $169,000.

This reduction is necessary to provide for a prudent General Fund reserve for economic uncertainties. With this action, $169,000 remains to support the Youth Emergency Telephone Referral program. I am revising Provision 3 to make two technical changes to this provision.

"3. Of the amount appropriated in this item, $800,000 appropriated in Schedule (20.5) shall be available for competitive grants for the California Innocence Protection Program. The OCJP shall make the funds available for the purpose of assisting convicted persons who are attempting to establish their actual innocence through the use of postconviction DNA testing. Grants shall only be used to represent indigent inmates convicted of a crime in a California court. Applications for funding provided pursuant to this item shall only be received from qualified nonprofit organizations meeting guidelines established by the American Bar Association for operating legal clinics using law students. It is the intent of the Legislature that funds provided to qualifying nonprofit organizations shall be made *available* as soon as possible in the interest of justice and shall be disbursed within 60 days of receipt of an application for funding. For qualified nonprofit organizations receiving funding under this program, at least 25 percent of their total budget for these purposes must come from other sources, which may include in-kind contributions.

Funding for this program shall not be expended for the purpose of court-approved DNA forensic testing under Section 1405 of the Penal Code.

Entities receiving funding under this program shall report to the OCJP the number of the requests received and the number of cases in which any of the following have occurred: (1) a preliminary investigation was conducted, (2) a full investigation was conducted and DNA testing was sought, (3) the appellant was represented in court proceedings or an attempt was made to vacate a conviction, and (4) an appellant's conviction was vacated or overturned as a direct result of the representation by the entity ~~or attorney~~. The entities shall also provide detailed expenditure reports semiannually and annually on the use of funds provided under this program. These semiannual and annual reports shall also list all staff positions supported by this funding and their compensation. The OCJP shall prepare and submit a report to the Joint Legislative Budget

Committee on or before February 1, 2003, on the foregoing information for each entity receiving funding under this program."

Item 8100-112-0001—For transfer by the Controller to the High Technology Theft Apprehension and Prosecution Program Trust Fund. I reduce this item from $13,518,000 to $13,300,000.

I am reducing the amount available for transfer to the High Technology Theft Apprehension and Prosecution Program Trust Fund by $218,000. This is a technical correction to this General Fund transfer item. The amount shown here reflects the total local assistance program funding, including federal funds, rather than the General Fund transfer portion that is appropriately scheduled in this item.

Item 8350-001-0001—For support of Department of Industrial Relations. I reduce this item from $141,031,000 to $136,815,000 by reducing:

(3) 30-Workers' Compensation Administration from ~~$99,405,000~~ $98,653,000 to ~~$94,805,000~~ $94,053,000 ;

(5) 36-Commission on Health & Safety and Workers' Compensation from $2,666,000 to $1,408,000; and

(20) Amount payable from the Workers' Compensation Administration Revolving Fund (Item 8350-001-0223) from –$20,992,000 to –$19,938,000;

and by deleting:

(38) Amount payable from the Workers' Occupational Safety and Health Education Fund (Item 8350-001-3030) (–$588,000).

I am deleting the legislative augmentations provided to the Department of Industrial Relations for AB 749-related activities for training grants, workers' compensation studies, and workload in the Division of Workers' Compensation. Although I agree that AB 749 will increase the responsibilities of the department, these augmentations have not been fully justified. AB 749 does not take effect until January 1, 2003, and in light of the state's current fiscal condition, I have instructed the department to absorb the associated workload during the first six months of implementation for these purposes. To the extent that a comprehensive justification based on actual workload needs is available in the future, I would consider funding at that time. I am, however, retaining the $1 million augmentation included in this item for fraud prevention activities.

Item 8350-001-0223—For support of Department of Industrial Relations. I reduce this item from $20,992,000 to $19,938,000 to conform to my action in Item 8350-001-0001.

Item 8350-001-3030—For support of Department of Industrial Relations. I delete this item.

I am deleting this item to conform to my previous action in Item 8350-001-0001.

SEC. 9.40—Proposition 40 Administration Cost Limits. I delete this Control Section.

I am deleting this control section which would restrict administrative expenditures for Proposition 40 bond funds to five percent of budget appropriations for all grant programs and property acquisitions made in the budget year. This is inconsistent with the provisions of Proposition 40, which require all program delivery and administrative costs be paid through the Bond Act. I have submitted an expenditure plan for Proposition 40 that meets current environmental acquisition priorities and is fiscally responsible. This plan sets aside adequate funds to deliver these necessary projects in a timely manner, in accordance with the intent of the electorate. I am directing all affected agencies and departments to provide for effective program delivery while controlling their administrative costs.

With the above deletions, revisions, and reductions, I hereby approve Assembly Bill 425.

GRAY DAVIS

LEGISLATIVE COUNSEL'S DIGEST

AB 425, Oropeza. 2002–03 Budget Act.

This bill would make appropriations for support of state government for the 2002–03 fiscal year.

This bill would declare that it is to take effect immediately as an urgency statute.

Appropriation: yes.

The people of the State of California do enact as follows:

SECTION 1.00. This act shall be known and may be cited as the "Budget Act of 2002."

SEC. 1.50. (a) In accordance with Section 13338 of the Government Code, as added by Chapter 1284, Statutes of 1978, and as amended by Chapter 1286, Statutes of 1984, it is the intent of the Legislature that this act utilize a coding scheme compatible with the Governor's Budget and the records of the State Controller, and provide for the appropriation of federal funds received by the state and deposited in the State Treasury.

(b) Essentially, the format and style are as follows:

(1) Appropriation item numbers have a code which is common to all the state's fiscal systems. The meaning of this common coded item number is as follows:

2720—Organization Code (this code represents the California Highway Patrol)

001—Reference Code (first appropriation for a particular fund for support of each department)

0044—Fund Code (Motor Vehicle Account, State Transportation Fund)

(2) Appropriation items are organized in organization code order as reflected in the Governor's Budget.

(3) All the appropriation items, reappropriation items, and reversion items, if any, for each department or entity are adjacent to one another.

(4) Federal funds received by the state and deposited in the State Treasury are appropriated in separate items.

(c) The Department of Finance may authorize revisions to the codes used in this act in order to provide compatibility between the codes used in this act and those used in the Governor's Budget and in the records of the State Controller.

(d) Notwithstanding any other provision of this act, the Department of Finance may revise the schedule of any appropriation made in this act where the revision is of a technical nature and is consistent with legislative intent. These revisions may include, but shall not be limited to, the substitution of category for program or program for category limitations, the proper categorization of allocated administration costs and

cost recoveries, the distribution of any unallocated amounts within an appropriation and the adjustment of schedules to facilitate departmental accounting operations, including the elimination of categories providing for amounts payable from other items or other appropriations and the distribution of unscheduled amounts to programs or categories. These revisions shall include a certification that the revisions comply with the intent and limitation of expenditures as appropriated by the Legislature.

(e) Notwithstanding any other provision of this act, when the Department of Finance, pursuant to subdivision (d), approves the schedule or revision of any appropriation relating to the elimination of amounts payable, the language authorizing the transfer shall also be eliminated.

SEC. 2.00. (a) The following sums of money and those appropriated by any other sections of this act, or so much thereof as may be necessary unless otherwise provided herein, are hereby appropriated for the use and support of the State of California for the 2002–03 fiscal year beginning July 1, 2002, and ending June 30, 2003. All of these appropriations, unless otherwise provided herein, shall be paid out of the General Fund in the State Treasury.

(b) Appropriations and reappropriations for capital outlay, unless otherwise provided herein, shall be available for expenditure during the 2002–03, 2003–04 and 2004–05 fiscal years, except that appropriations and reappropriations for studies, preliminary plans, working drawings, or minor capital outlay, except as provided herein, shall be available for expenditure only during the 2002–03 fiscal year. In addition, the balance of every appropriation or reappropriation made in this act that contains funding for construction that has not been allocated, through fund transfer or approval to proceed to bid, by the Department of Finance on or before June 30, 2003, except as provided herein, shall revert as of that date to the fund from which the appropriation was made.

(c) Whenever by constitutional or statutory provision the revenues or receipts of any institution, department, board, bureau, commission, officer, employee, or other agency, or any moneys in any special fund created by law therefor, are to be used for salaries, support or any proper purpose, expenditures shall be made therefrom for any such purpose only to the extent of the amount therein appropriated, unless otherwise stated herein, or authorized pursuant to Section 11006 of the Government Code.

(d) Appropriations for purposes not otherwise provided for herein that have been heretofore made by any existing constitutional or statutory provision shall continue to be governed thereby.

LEGISLATIVE/JUDICIAL/EXECUTIVE

Legislative

Item		Amount
0110-001-0001—For support of Senate		84,105,000
Schedule:		
(1) 101001-Salaries of Senators	4,800,000	
(2) 317295-Mileage	10,000	
(3) 317292-Expenses	1,316,000	
(4) 500004-Operating Expenses	77,055,000	
(5) 317296-Automotive Expenses	924,000	

Provisions:

1. The funds appropriated in Schedule (4) are for operating expenses of the Senate, including personal services for officers, clerks, and all other employees, and legislative committees thereof composed in whole or in part of Members of the Senate, and for support of joint expenses of the Legislature, to be transferred by the Controller to the Senate Operating Fund.
2. The funds appropriated in Schedule (5) are for operating expenses of the Senate relating to the purchase, maintenance, repair, insurance, and other costs of operating automobiles for the use of Members of the Senate, to be transferred by the Controller to the Senate Operating Fund.
3. The funds appropriated in Schedules (1), (2), (3), and (5) may be transferred to or from the Senate Operating Fund.

0120-011-0001—For support of Assembly		114,130,000
Schedule:		
(1) 101001-Salaries of Assembly Members	9,324,000	
(2) 317295-Mileage	8,000	
(3) 317292-Expenses	2,392,000	
(4) 500004-Operating Expenses	101,778,000	
(5) 317296-Automotive Expenses	628,000	

Provisions:

1. The funds appropriated in Schedule (4) are for operating expenses of the Assembly, including personal services for officers, clerks, and all other employees, and legislative committees thereof composed in whole or in part of Members of the Assembly, and for support of joint expenses of the Legislature, to be transferred by the Controller to the Assembly Operating Fund.

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2. The funds appropriated in Schedule (5) are for operating expenses of the Assembly relating to the lease, maintenance, repair, insurance, and other costs of operating automobiles for the use of Members of the Assembly, to be transferred by the Controller to the Assembly Operating Fund.
3. The funds appropriated by Schedules (1), (2), (3), and (5) may be transferred to or from the Assembly Operating Fund.

0130-021-0001—For support of Office of the Legislative Analyst..... 0

Schedule:

(1) Expenses of the Office of the Legislative Analyst 5,466,000
(2) Transferred from Item 0110-001-0001 ..... –2,733,000
(3) Transferred from Item 0120-011-0001 ..... –2,733,000

Provisions:

1. The funds appropriated in Schedule (1) are for the expenses of the Office of the Legislative Analyst and of the Joint Legislative Budget Committee for any charges, expenses, or claims either may incur, available without regard to fiscal years, to be paid on certification of the Chairperson of the Joint Legislative Budget Committee.
2. Funds identified in Schedules (2) and (3) may be transferred from the Senate Operating Fund, by the Senate Committee on Rules, and the Assembly Operating Fund, by the Assembly Committee on Rules.

0160-001-0001—For support of Legislative Counsel Bureau..... 77,765,000

Schedule:

(1) Support..... 75,896,000
(1.5) Costs related to litigation..... 2,000,000
(2) Reimbursements..... –131,000

Provisions:

1. The funds appropriated in Schedule (1.5) may only be used for costs related to litigation, including, but not limited to, attorney's fees, court costs, and expert witness fees. Any funds remaining on June 30, 2003, shall revert to the General Fund.

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Judicial

0250-001-0001—For support of Judiciary 278,350,000

Schedule:

(1) 10-Supreme Court 37,504,000
(2) 20-Courts of Appeal 168,928,000
(3) 30-Judicial Council 73,930,000
(4) 50-Habeas Corpus Resource Center 10,084,000
(5) 97.20.001-Unallocated Reduction... –6,714,000
(6) Reimbursements ..... –2,755,000
(7) Amount payable from the Motor Vehicle Account, State Transportation Fund (Item 0250-001-0044)... –132,000
(8) Amount payable from the Court Interpreters' Fund (Item 0250-001-0327)..... –84,000
(9) Amount payable from the Federal Trust Fund (Item 0250-001-0890). –2,411,000

Provisions:

1. Notwithstanding Section 26.00 of this act, the funds appropriated or scheduled in this item may be allocated or reallocated among categories by order of the Judicial Council.
2. Of the funds appropriated in this item, $200,000 is available for reimbursement to the Attorney General, or for hiring outside counsel, for prelitigation and litigation fees and costs, including any judgment, stipulated judgment, offer of judgment or settlement. This amount is for use in connection with 1) matters arising from the actions of appellate courts, appellate court bench officers, or appellate court employees; 2) matters arising from the actions of the Judicial Council, council members or council employees or agents; 3) matters arising from the actions of the Administrative Office of the Courts or its employees; or 4) employment litigation arising from the actions of trial courts, trial court bench officers, or trial court employees. Either the state or the Judicial Council must be named as a defendant or alleged to be the responsible party. Any funds not used for this purpose shall revert to the General Fund.
3. Notwithstanding any other provision of law, up to $5,000,000 appropriated in this item may be transferred to Item 0250-101-0001 by the Controller at the request of the Administrative Office of the Courts, to cover any short-term cashflow is-

Item Amount

sues that occur. Any funds transferred shall be repaid to this item from Item 0250-101-0001. The Judicial Council shall notify the Department of Finance and the Joint Legislative Budget Committee when any transfer is made pursuant to this provision, and upon repayment of the transfer.

4. The funds appropriated by Schedule (4) shall be available for costs associated directly or indirectly with the California Habeas Corpus Resource Center (CHCRC). The CHCRC shall report to the Legislature and the Department of Finance on September 1, 2002, and April 1, 2003, on expenditures, specifically detailing personal services expenditures, and operating expenses and equipment expenditures.

0250-001-0044—For support of Judiciary, for payment to Item 0250-001-0001, payable from the Motor Vehicle Account, State Transportation Fund..... 132,000

0250-001-0327—For support of Judiciary, for payment to Item 0250-001-0001, payable from the Court Interpreters' Fund 84,000

0250-001-0890—For support of Judiciary, for payment to Item 0250-001-0001, payable from the Federal Trust Fund..... 2,411,000

0250-003-0001—For support of Judiciary for rental payments on lease revenue bonds..... 196,000

Schedule:

(1) Base Rental and Fees 1,031,000
(2) Insurance 11,000
(3) Reimbursements..... −846,000

Provisions:

1. The funds appropriated in this item shall be made available for costs associated with rental payments on lease revenue bonds for the Courts of Appeal, 4th District, Division 2, in Riverside, California.
2. The Controller shall transfer funds appropriated in this item according to a schedule to be provided the State Public Works Board. The schedule shall be provided on a monthly basis or as otherwise might be needed to ensure debt requirements are met.

0250-101-0001—For local assistance, Judiciary 13,556,000

Schedule:

(1) 30.10-Child Support Commissioner Program (AB 1058) 42,824,000

Item	Amount
(2) 30.20-California Drug Court Projects	2,858,000
(3) 30.30-Federal Child Access and Visitation Grant Program	800,000
(4) 30.50-Federal Court Improvement Grant Program	700,000
(5) 30.60-Court Appointed Special Advocate (CASA) Program	1,924,000
(6) 30.65-Model Self-Help Program	832,000
(8) 30.80-Federal Grants—Other	775,000
(9) 30.90-Equal Access Fund	9,500,000
(10) 30.95-Family Law Information Centers	300,000
(11) Reimbursements	–44,682,000
(12) Amount payable from Federal Trust Fund (Item 0250-101-0890).	–2,275,000

Provisions:

1. Notwithstanding any other provision of law, up to $5,000,000 appropriated in Item 0250-001-0001 may be transferred to Item 0250-101-0001 by the Controller at the request of the Administrative Office of the Courts, to cover any short-term cash-flow issues that occur. Any funds transferred shall be repaid from this item to Item 0250-001-0001. The Judicial Council shall notify the Department of Finance and the Joint Legislative Budget Committee when any transfer is made pursuant to this provision, and upon repayment of the transfer.
2. In order to improve equal access and the fair administration of justice, the funds appropriated in Schedule (9) are to be distributed by the Judicial Council through the Legal Services Trust Fund Commission to qualified legal services projects and support centers as defined in Sections 6213 through 6215 of the Business and Professions Code, to be used for legal services in civil matters for indigent persons. This distribution is subject to rules being amended to provide that one-third of the appointments to the commission to oversee this fund shall be made by the Chair of the Judicial Council, pursuant to Judicial Council appointment procedures, consistent with current geographical requirements and current requirements as to the ratio of public and bar members. Also, the chair shall appoint three nonvoting judges, one of whom shall be an appellate justice. The Judicial Council shall approve awards made

Item Amount

by the commission if the council determines that the awards comply with statutory and other relevant guidelines. Ten percent of the funds in Schedule (9) shall be for joint projects of courts and legal services programs to make legal assistance available to proper litigants and 90 percent of the funds in Schedule (9) shall be distributed consistent with Sections 6216 through 6223 of the Business and Professions Code. The Judicial Council may establish additional reporting or quality control requirements consistent with Sections 6213 through 6223 of the Business and Professions Code.

0250-101-0890—For local assistance of Judiciary, for payment to Item 0250-101-0001, payable from the Federal Trust Fund 2,275,000

0250-301-0660—For capital outlay, Judicial Council, payable from the Public Buildings Construction Fund 31,909,000

Schedule:

(1) 90.20.401-Court of Appeal, Fourth Appellate District Santa Ana: New Courthouse—Working drawings and construction..... 14,350,000

(2) 90.20.501-Court of Appeal, Fifth Appellate District Fresno: New Courthouse—Working drawings and construction..... 17,559,000

Provisions:

1. The State Public Works Board may issue lease-revenue bonds, notes, or bond anticipation notes pursuant to Chapter 5 (commencing with Section 15830) of Part 10b of Division 3 of Title 2 of the Government Code to finance the construction of the project authorized in this item.
2. The State Public Works Board and the Judicial Council may obtain interim financing for the project costs authorized in this item from any appropriate source including, but not limited to, the Pooled Money Investment Account pursuant to Sections 16312 and 16313 of the Government Code.
3. The State Public Works Board may authorize the augmentation of the cost of construction of the project scheduled in this item pursuant to the board's authority under Section 13332.11 of the Government Code. In addition, the State Public

Item	Amount
Works Board may authorize any additional amount necessary to establish a reasonable construction reserve and to pay the cost of financing including the payment of interest during construction of the project, the costs of financing a debt service fund, and the cost of issuance of permanent financing for the project. This additional amount may include interest payable on any interim financing obtained.	
4. This department is authorized and directed to execute and deliver any and all leases, contracts, agreements or other documents necessary or advisable to consummate the sale of bonds or otherwise effectuate the financing of the scheduled projects.	
5. The State Public Works Board shall not itself be deemed a lead or responsible agency for purposes of the California Environmental Quality Act (commencing with Section 21000 of the Public Resources Code) for any activities under the State Building Construction Act of 1955 (commencing with Section 15800 of the Government Code). This section does not exempt this department from the requirements of the California Environmental Quality Act. This section is intended to be declarative of existing law.	
0280-001-0001—For support of the Commission on Judicial Performance, Program 10	4,055,000
0390-001-0001—For transfer by the Controller to the Judges' Retirement Fund, for Supreme Court and Appellate Court Justices	1,150,000
Provisions:	
1. Upon order of the Department of Finance, the Controller shall transfer such funds as are necessary between Item 0390-001-0001 and Item 0390-101-0001.	
0390-101-0001—For transfer by the Controller to the Judges' Retirement Fund for Superior Court and Municipal Court Judges	85,779,000
Provisions:	
1. Upon order of the Department of Finance, the Controller shall transfer such funds as are necessary between Item 0390-001-0001 and Item 0390-101-0001.	
0450-101-0932—For local assistance, State Trial Court Funding, payable from Trial Court Trust Fund....	~~2,069,477,000~~ *2,068,677,000*

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Schedule:

(1) 10-Support for operation of the Trial Courts..... ~~1,872,495,000~~ *1,871,695,000*

(2) 25-Compensation of Superior Court Judges 214,576,000

(3) 35-Assigned Judges..... 19,767,000

(4) 45-Court Interpreters 59,674,000

(5) 97.20.001-Unallocated Reduction...–97,035,000

Provisions:

1. Notwithstanding Section 26.00 of this act, the funds appropriated or scheduled in this item may be allocated or reallocated among categories by the Judicial Council.
2. The amount appropriated in Schedule (3) shall be made available for all judicial assignments. Schedule (3) expenditures for necessary chamber staff may not exceed the staffing level that is necessary to support the equivalent of three judicial officers sitting on assignments at the appellate court level.
3. The funds appropriated in Schedule (2) shall be made available for the payment of workers' compensation claims for trial court judges.
4. The funds appropriated in Schedule (4) shall be for payments for services of contractual court interpreters, and certified and registered court interpreters employed by the courts, and the following court interpreter coordinators: one each in counties of the 1st through the 15th classes, 0.5 each in counties of the 16th through the 31st classes, and 0.25 each in counties of the 32nd through 58th classes. Courts in counties with a population of 500,000 or less are encouraged, but not required, to coordinate interpreter services on a regional basis. For the purposes of this provision, ''court interpreter coordinators'' may be full- or part-time court employees, or those contracted by the court to perform these services.

   The Judicial Council shall set statewide or regional rates and policies for payment of court interpreters, not to exceed the rate paid to certified interpreters in the federal court system. The Judicial Council shall adopt appropriate rules and procedures for the administration of these funds. The Judicial Council shall report to the Legislature

Item Amount

and Director of the Department of Finance annually regarding expenditures from this schedule.

5. Of the amount appropriated in this item, $44,000,000 shall not be available for allocation to the trial courts except to the extent that civil fee revenues above the $152,000,000 that is currently projected for 2002–03 are deposited in the Trial Court Trust Fund.
6. Notwithstanding any other provision of law, the distribution of fines, fees, forfeitures, and penalties reported by the County of San Bernardino for the 1993–94, 1994–95, and 1995–96 fiscal years shall be deemed to be correct and no further reductions or increases shall be made to the distribution for those fiscal years, except for those amounts owed to other local agencies.
7. The funds appropriated in Schedule (1) include an augmentation of $1,175,000 for Court Operations related to Chapter 561 of the Statutes of 1999. It is the intent of the Legislature that these funds only be used for the processing of elder abuse protective orders. Any funds not used for this purpose shall revert to the General Fund.
8. In addition to funding approved and appropriated through the program budget process, on an annual basis, it is the intent of the Legislature that the state shall provide, upon the order of the Director of Finance, to the Judicial Council an amount of discretionary funding that is deemed to be fair, reasonable, and fiscally responsible and meets specific criteria established and agreed upon by the Director of the Department of Personnel Administration, Director of Finance, and the Administration Director of the Courts. The level of funding shall be based on factors such as workload, population growth, agreed-upon policy goals, changes in local geographical circumstances and other agreed-upon criteria, which shall include the average percentage salary and benefit increases provided to state employees.

   The Judicial Council shall allocate these funds to meet the various needs of the trial courts. This includes the need to negotiate local memoranda of understanding with recognized bargaining agents and to meet other salary and benefit needs of the trial courts.

Item	Amount
0450-111-0001—For transfer by the Controller to the Trial Court Trust Fund	~~1,108,568,000~~ *1,079,568,000*
Provisions:	
1. To the extent that an amount of discretionary funding is provided to the Judicial Council pursuant to Item 0450-101-0932, Provision 8, upon the order of the Director of Finance, the appropriation in this item may be increased by the corresponding General Fund amount.	
0450-111-0159—For transfer by the Controller, upon order of the Director of Finance, from the Trial Court Improvement Fund, to the General Fund	(43,110,000)
0450-112-0001—For transfer by the Controller to the Judicial Administration Efficiency and Modernization Fund	26,122,000
0450-112-0556—For local assistance, State Trial Court Funding, payable from the Judicial Administration Efficiency and Modernization Fund	34,122,000

Executive

0500-001-0001—For support of Governor and of Governor's office		5,812,000
Schedule:		
(1) Support	5,737,000	
(2) Governor's Residence (Support)	35,000	
(3) Special Contingent Expenses	40,000	
Provisions:		
1. The funds appropriated in Schedules (2) and (3) of this item are exempt from the provisions of Sections 925.6, 12410, and 13320 of the Government Code.		
0510-001-0001—For support of Secretary of State and Consumer Services		742,000
Schedule:		
(1) Support	1,267,000	
(2) Reimbursements	−525,000	
0520-001-0044—For support of Secretary for Business, Transportation and Housing, payable from the Motor Vehicle Account, State Transportation Fund		972,000
Schedule:		
(1) 10-Administration of Business, Transportation and Housing Agency	2,254,000	
(2) 30-Agency Audits Office	401,000	
(3) Reimbursements	−1,683,000	

Item		Amount
0530-001-0001—For support of Secretary for California Health and Human Services		1,173,000
Schedule:		
(1) 10-Secretary for California Health and Human Services Agency	2,246,000	
(2) Reimbursements	−1,073,000	
0530-017-0001—For support of Secretary for California Health and Human Services Agency		2,045,000
Schedule:		
(1) 21-Office of HIPAA Implementation	2,624,000	
(2) Reimbursements	−579,000	
Provisions:		
1. The funding appropriated in this item is limited to the amount specified in Control Section 17.00. These funds are to be used in support of compliance activities related to the federal Health Insurance Portability and Accountability Act (HIPAA) of 1996.		
0530-495—Reversion, Secretary for California Health and Human Services Agency. As of June 30, 2002, $215,000 of the appropriation provided in the following citation shall revert to the fund balance of the fund from which the appropriation was made.		
0001—General Fund		
(1) Item 0530-001-0001, Budget Act of 2001 (Ch. 106, Stats. 2001)		
0540-001-0001—For support of Secretary for Resources		1,481,000
Schedule:		
(1) 10-Administration of Resources Agency	18,083,000	
(2) Reimbursements	−514,000	
(3) Amount payable from the Safe Neighborhood Parks, Clean Water, Clean Air, and Coastal Protection Bond Fund (Item 0540-001-0005).	−2,071,000	
(4) Amount payable from the California Environmental License Plate Fund (Item 0540-001-0140)	−2,560,000	
(5) Amount payable from the Environmental Enhancement and Mitigation Demonstration Program Fund (Item 0540-001-0183)	−124,000	
(6) Amount payable from the Federal Trust Fund (Item 0540-001-0890).	−10,014,000	

Item		Amount
(7) Amount payable from the River Protection Subaccount (Item 0540-001-6015)	−16,000	
(8) Amount payable from the California Clean Water, Clean Air, Safe Neighborhood Parks, and Coastal Protection Fund (Item 0540-001-6029)	−1,303,000	
0540-001-0005—For support of Secretary for Resources, for payment to Item 0540-001-0001, payable from the Safe Neighborhood Parks, Clean Water, Clean Air, and Coastal Protection Bond Fund		2,071,000
Provisions:		
1. The funds appropriated in this item for the Folsom Powerhouse State Park shall be available for encumbrance through fiscal year 2004–05 for purposes of support, local assistance, or capital outlay.		
2. The funds received by other state agencies from this item are exempt from the reporting requirements of Section 28.50 of the Budget Act.		
0540-001-0140—For support of Secretary for Resources, for payment to Item 0540-001-0001, payable from the California Environmental License Plate Fund		2,560,000
0540-001-0183—For support of Secretary for Resources, for payment to Item 0540-001-0001, payable from the Environmental Enhancement and Mitigation Demonstration Program Fund		124,000
0540-001-0546—For support of Secretary for Resources, Program 10-Administration of Resources Agency, payable from the Bay-Delta Ecosystem Restoration Account		153,533,000
Provisions:		
1. The funds appropriated in this item may be allocated for expenditure by the Resources Agency for projects consistent with Section 78684 of the Water Code.		
2. The funds received by other state agencies from this item are exempt from the reporting requirements of Section 28.50 of the Budget Act.		
3. The funds appropriated in this item are available for encumbrance for the purposes of support, local assistance or capital outlay through fiscal year 2003–04.		
0540-001-0890—For support of Secretary for Resources, for payment to Item 0540-001-0001, payable from the Federal Trust Fund		10,014,000

Item	Amount
Provisions:	
1. The funds appropriated in this item for the Coastal Impact Assistance Program shall be available for purposes of support, local assistance, or capital outlay.	
2. The funds received by other state agencies from this item for the Coastal Impact Assistance Program are exempt from the reporting requirements of Section 28.50 of the Budget Act.	
0540-001-6015—For support of Secretary for Resources, for payment to Item 0540-001-0001, payable from the River Protection Subaccount	16,000
0540-001-6029—For support of Secretary for Resources, for payment to Item 0540-001-0001, payable from the California Clean Water, Clean Air, Safe Neighborhood Parks, and Coastal Protection Fund.....	1,303,000
0540-101-6015—For local assistance, Secretary for Resources, payable from the River Protection Subaccount.....	8,050,000
Schedule:	
(1) San Diego River 2,000,000	
(2) Tuolumne River 625,000	
(3) San Gabriel River 3,000,000	
(4) San Dieguito River..... 2,000,000	
(5) Coyote Creek Valley Trail 425,000	
Provisions:	
1. The funds appropriated in this item are available for encumbrance until June 30, 2005, for purposes of support, local assistance, or capital outlay.	
2. The funds received by other state agencies from this item are exempt from the reporting requirements of Section 28.50 of this act.	
0540-101-6029—For local assistance, Secretary for Resources, payable from the California Clean Water, Clean Air, Safe Neighborhood Parks, and Coastal Protection Fund	56,200,000
Schedule:	
(1) Mill Creek 1,000,000	
(2) Big River..... 1,000,000	
(3) Sierra Cascades..... 5,000,000	
(4) American River..... 2,500,000	
(5) Yuba River..... 4,000,000	
(6) Central Coast Rivers 9,600,000	
(7) Santa Ana River..... 10,000,000	
(8) Ballona Creek 1,500,000	
(9) Tuolumne River 2,000,000	
(10) San Diego River..... 10,000,000	

Item Amount

(11) Otay River Parkway 1,000,000
(12) Opportunity Grants..... 8,600,000

Provisions:

1. The funds appropriated in this item shall be available for encumbrance through fiscal year 2004–05 for purposes of support, local assistance or capital outlay.
2. The funds received by other state agencies from this item are exempt from the reporting requirements of Section 28.50 of the Budget Act.
3. Notwithstanding Section 26.00 of this act, funds may be transferred between items shown in this schedule or may be allocated to another project. The Director of Finance shall notify in writing the chairperson of the committee in each house that considers appropriations and the Chairperson of the Joint Legislative Budget Committee of the transfer.

0540-490—Reappropriation, Resources Agency. Notwithstanding any other provision of law, the balance of the appropriation provided in the following citation is reappropriated for the purposes provided for in that appropriation and shall be available for encumbrance and expenditure until June 30, 2005.

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

(1) Item 0540-101-0005, Budget Act of 2000 (Ch. 52, Stats. 2000)

0540-491—Reappropriation, Resources Agency. Notwithstanding any other provision of law, the balance of the appropriation provided in the following citation is reappropriated for the purposes provided for in that appropriation and shall be available for encumbrance and expenditure until June 30, 2005.

6015—River Protection Subaccount

(1) Item 0540-101-6015, Budget Act of 2001 (Ch. 106, Stats. 2001)

0540-492—Extension of liquidation period, Resources Agency. Notwithstanding any other provision of law, funds appropriated in the following citations shall be available for liquidation until June 30, 2003:

0001—General Fund

(1) Item 0540-101-0001, Budget Act of 1997 (Ch. 282, Stats. 1997)
(2) Item 0540-101-0001, Budget Act of 1998 (Ch. 324, Stats. 1998)

Item			Amount
(3) Item 0540-101-0001, Budget Act of 1999 (Ch. 50, Stats. 1999)			
(4) Item 0540-102-0001, Budget Act of 1999 (Ch. 50, Stats. 1999)			
6015—River Protection Subaccount			
(1) Item 0540-101-6015, Budget Act of 2000 (Ch. 52, Stats. 2000)			
0550-001-0001—For support of Secretary for Youth and Adult Correctional Agency			969,000
Schedule:			
(1) 10-Secretary for Youth and Adult Correctional Agency		1,227,000	
(2) Reimbursements		–258,000	
0552-001-0001—For support of Office of the Inspector General, Program 10			8,985,000
0553-001-0001—For support of the Office of the Inspector General for Veterans Affairs			441,000
Schedule:			
(1) 10-Inspector General for Veterans Affairs		531,000	
(2) Amount payable from the Veterans' Farm and Home Building Fund of 1943 (Item 0553-001-0592)		–90,000	
0553-001-0592—For support of the Office of the Inspector General for Veterans Affairs, for payment to Item 0553-001-0001, payable from the Veterans' Farm and Home Building Fund of 1943			90,000
0555-001-0001—For support of Secretary for Environmental Protection, for payment to Item 0555-001-0044			1,695,000
0555-001-0014—For support of Secretary for Environmental Protection, for payment to Item 0555-001-0044, payable from the Hazardous Waste Control Account			355,000
0555-001-0028—For support of Secretary for Environmental Protection, for payment to Item 0555-001-0044, payable from the Unified Program Account			823,000
0555-001-0044—For support of Secretary for Environmental Protection, payable from the Motor Vehicle Account, State Transportation Fund			605,000
Schedule:			
(1) 10-Environmental Protection Programs		5,107,000	
(2) 20-Special Environmental Programs		(2,114,000)	
(a) 20.10-Permit Assistance Centers	479,000		

Item		Amount
(b) 20.15-Scientific Peer Review	651,000	
(c) 20.20-Circuit Prosecutor Project	455,000	
(d) 20.30-Environmental Enforcement	529,000	
(3) Reimbursements		−1,784,000
(4) Amount payable from the General Fund (Item 0555-001-0001)		−1,695,000
(5) Amount payable from the Hazardous Waste Control Account (Item 0555-001-0014)		−355,000
(6) Amount payable from the Unified Program Account (Item 0555-001-0028)		−823,000
(7) Amount payable from the California Used Oil Recycling Fund (Item 0555-001-0100)		−31,000
(8) Amount payable from the Pesticide Regulation Fund (Item 0555-001-0106)		−219,000
(9) Amount payable from the Recycling Market Development Revolving Loan Account (Item 0555-001-0281)		−161,000
(10) Amount payable from the Integrated Waste Management Account, Integrated Waste Management Fund (Item 0555-001-0387)		−457,000
(11) Amount payable from the Underground Storage Tank Cleanup Fund (Item 0555-001-0439)		−57,000
(12) Amount payable from the State Water Quality Control Fund (Item 0555-001-0679)		−134,000
(13) Amount payable from the Rural CUPA Reimbursement Account (Item 0555-001-1006)		−900,000

Provisions:

1. Notwithstanding subdivision (b) of Section 48653 of the Public Resources Code, funds appropriated in this item shall be available for purposes of administration.

0555-001-0100—For support of Secretary for Environmental Protection, for payment to Item 0555-001-0044, payable from the California Used Oil Recycling Fund 31,000

Item	Amount
0555-001-0106—For support of Secretary for Environmental Protection, for payment to Item 0555-001-0044, payable from the Department of Pesticide Regulation Fund	219,000
0555-001-0281—For support of Secretary for Environmental Protection, for payment to Item 0555-001-0044, payable from the Recycling Market Development Revolving Loan Account, Integrated Waste Management Fund	161,000
0555-001-0387—For support of Secretary for Environmental Protection, for payment to Item 0555-001-0044, payable from the Integrated Waste Management Account, Integrated Waste Management Fund	457,000
0555-001-0439—For support of Secretary for Environmental Protection, for payment to Item 0555-001-0044, payable from the Underground Storage Tank Cleanup Fund	57,000
0555-001-0679—For support of Secretary for Environmental Protection, for payment to Item 0555-001-0044, payable from the State Water Quality Control Fund	134,000
0555-001-1006—For support of Secretary for Environmental Protection, for payment to Item 0555-001-0044, payable from the Rural CUPA Reimbursement Account	900,000
0555-011-0001—For transfer by the State Controller to the Rural CUPA Reimbursement Account	900,000
0558-001-0001—For support of the Office of the Secretary for Education	1,142,000

Schedule:

(1) Secretary for Education 1,142,000

Provisions:

1. The amount appropriated in this item is intended for support of the Education Agency. The appropriation is an estimate of the funding needs from January 1, 2003, to June 30, 2003, inclusive. Legislation establishing the agency will be introduced and, if enacted, would be effective on or before January 1, 2003. In the event that legislation creating the agency is not effective on or before January 1, 2003, or the funds are needed prior to January 1, 2003, the unexpended balance of the funds appropriated by this item shall be available for expenditure pursuant to Item 0650-011-0001, as authorized by the Director of Finance.

Item		Amount
0559-001-0001—For support of the California Labor and Workforce Development Agency		244,000
Schedule:		
(1) 10-Office of the Secretary for Labor and Workforce Development	1,779,000	
(2) Amount payable from the Federal Trust Fund (Item 0559-001-0890).	−104,000	
(3) Reimbursements	−1,431,000	
Provisions:		
1. Funds appropriated in this item shall be available for expenditure upon the chaptering of legislation outlining the roles and responsibilities of the Labor and Workforce Development Agency.		
0559-001-0890—For support of the California Labor and Workforce Development Agency for payment to Item 0559-001-0001, payable from the Federal Trust Fund		104,000
0650-001-0001—For support of Office of Planning and Research		4,118,000
Schedule:		
(1) 11-State Planning and Policy Development	5,587,000	
(2) 21-Governor's Office on Service and Volunteerism	2,896,000	
(2.5) 97.20.001—Unallocated Reduction	−372,000	
(3) Reimbursements	−971,000	
(4) Amount payable from the Property Acquisition Law Money Account (Item 0650-001-0002)	−490,000	
(5) Amount payable from the Federal Trust Fund (Item 0650-001-0890)	−2,532,000	
0650-001-0002—For support of Office of Planning and Research, for payment to Item 0650-001-0001, payable from the Property Acquisition Law Money Account		490,000
0650-001-0890—For support of Office of Planning and Research, for payment to Item 0650-001-0001, payable from the Federal Trust Fund		2,532,000
0650-011-0001—For support of Office of Planning and Research		1,142,000
Schedule:		
(1) Office of the Secretary for Education	1,152,000	
(2) Reimbursements	−10,000	

Item Amount

Provisions:

1. The funds appropriated in this item are intended for support of the Education Agency. The appropriation is an estimate of the funding needs from July 1, 2002, to December 31, 2002, inclusive. Legislation establishing the agency will be introduced and, if enacted, would be effective on or before January 1, 2003. After the effective date of such legislation, and upon the determination that all obligations of the agency in the Office of Planning and Research have been met, the unexpended balance of the funds appropriated by this item shall be available for expenditure pursuant to Item 0558-001-0001, as authorized by the Director of Finance.

0650-101-0890—For local assistance, Office of Planning and Research, Program 21-Governor's Office on Service and Volunteerism, payable from the Federal Trust Fund..... 45,800,000

Provisions:

1. The funds appropriated in this item are for local assistance allocations approved by the Governor's Office on Service and Volunteerism.

0650-111-0001—For local assistance, Office of Planning and Research for the Office of the Secretary for Education (Proposition 98)..... 5,700,000

Provisions:

1. Of the funds appropriated in this item, $5,700,000 shall be allocated by the Office of the Secretary for Education for the Academic Volunteer and Mentor Service Program.

0650-114-0001—For local assistance, Office of Planning and Research for the Office of the Secretary for Education, for purposes of funding School-to-Career Partnerships, pursuant to Chapter 17 (commencing with Section 53080) of Part 28 of the Education Code (Proposition 98)..... 2,000,000

Provisions:

1. For purposes of the local school-to-career partnership grants, local educational agencies may elect to contract with nonprofit or private entities for providing service delivery. Funds appropriated in this item shall be used as matching funds to cash or in-kind contributions raised by local educational agencies, or nonprofit or private entities contracted by local educational agencies, for

Item	Amount
School-to-Career Partnerships. No funds shall be disbursed from this appropriation until the requesting local educational agency, and or contracting nonprofit entity or private entity has demonstrated to the Interagency Partnership for School-to-Career Programs that it has raised matching funds from nonprofit and private entities equal to or exceeding the state contribution.	
0690-001-0001—For support of Office of Emergency Services	32,539,000
Schedule:	
(1) 15-Mutual Aid Response	15,358,000
(2) 35-Plans and Preparedness	16,716,000
(3) 45-Disaster Assistance	23,260,000
(4) 55.01-Administration and Executive	5,880,000
(5) 55.02-Distributed Administration and Executive	–4,985,000
(6) Reimbursements	–2,113,000
(7) Amount payable from the Unified Program Account (Item 0690-001-0028)	–613,000
(8) Amount payable from the Nuclear Planning Assessment Special Account (Item 0690-001-0029)	–890,000
(9) Amount payable from the Federal Trust Fund (Item 0690-001-0890)	–20,074,000
Provisions:	
1. Funds appropriated in this item may be reduced by the Director of Finance, after giving notice to the Chairperson of the Joint Legislative Budget Committee, by the amount of federal funds made available for the purposes of this item in excess of the federal funds scheduled in Item 0690-001-0890.	
2. The Office of Emergency Services shall charge tuition for all training offered through the California Specialized Training Institute.	
3. Upon the approval by the Department of Finance, the Controller shall transfer such funds as are necessary between this item and Item 0690-101-0890.	
0690-001-0028—For support of Office of Emergency Services, for payment to Item 0690-001-0001, payable from the Unified Program Account	613,000

Item	Amount
0690-001-0029—For support of Office of Emergency Services, for payment to Item 0690-001-0001, payable from the Nuclear Planning Assessment Special Account	890,000
0690-001-0890—For support of Office of Emergency Services, for payment to Item 0690-001-0001, payable from the Federal Trust Fund	20,074,000

Provisions:

1. Any funds that may become available, in addition to the funds appropriated in this item, for disaster response and recovery may be allocated by the Department of Finance subject to the conditions of Section 28.00 of this act, except that, notwithstanding subdivision (d) of that section, the allocations may be made 30 days or less after notification of the Legislature.
2. Notwithstanding any other provision of law, the funds appropriated in this item may be expended without regard to the fiscal year in which the application for reimbursement was submitted to the Federal Emergency Management Agency.

0690-101-0029—For local assistance, Office of Emergency Services, Program 35—Plans and Preparedness, payable from the Nuclear Planning Assessment Special Account	2,134,000
0690-101-0890—For local assistance, Office of Emergency Services, payable from the Federal Trust Fund	555,365,000

Schedule:

(1) 35-Plans and Preparedness..... 17,249,000
(2) 45-Disaster Assistance.....538,116,000

Provisions:

1. Any federal funds that may become available in addition to the funds appropriated in this item for Program 45—Disaster Assistance are exempt from Section 28.00 of this act.

0690-112-0001—For local assistance, Office of Emergency Services, for disaster recovery costs	25,473,000

Provisions:

1. The funds appropriated in this item are for the state's share of response and recovery costs for disasters.

0690-295-0001—For local assistance, Office of Emergency Services, for reimbursement, in accordance with the provision of Section 6 of Article XIII B of the California Constitution or Section 17561 of the

Item		Amount
Government Code, of the costs of any new program or increased level of service of an existing program mandated by statute or executive order, for disbursement by the State Controller		0
Schedule:		
(1) 98.01.103.280-Deaf Teletype Equipment (Ch. 1032, Stats. 1980)	0	
(2) 98.01.133.487-CPR Pocket Masks (Ch. 1334, Stats. 1987)	0	
Provisions:		
1. Pursuant to Section 17581 of the Government Code, the mandate identified in the appropriation schedule of this item with an appropriation of $0 and included in the language of this provision is specifically identified by the Legislature for suspension during the 2002–03 fiscal year:		
(1) Deaf Teletype Equipment (Ch. 1032, Stats. 1980).		
(2) CPR Pocket Masks (Ch. 1334, Stats. 1987).		
0750-001-0001—For support of Office of the Lieutenant Governor		2,461,000
0820-001-0001—For support of Department of Justice		289,607,000
Schedule:		
(1) 11.01-Directorate-Administration	25,037,000	
(2) 11.02-Distributed Directorate-Administration	–23,955,000	
(3) 12.01-Legal Support and Technology	41,095,000	
(4) 12.02-Distributed Legal Support and Technology	–41,095,000	
(5) 25-Executive Programs	15,222,000	
(6) 30-Civil Law	103,990,000	
(7) 40-Criminal Law	90,980,000	
(8) 45-Public Rights	55,980,000	
(9) 50-Law Enforcement	160,588,000	
(10) 60-Criminal Justice Information Services	152,353,000	
(11) 65-Gambling Control	14,282,000	
(12) 70-Firearms	10,995,000	
(12.5) 97.20.001- Unallocated Reduction	–10,000,000	
(13) Reimbursements	–140,184,000	
(14) Amount payable from the Attorney General Antitrust Account (Item 0820-001-0012)	–1,103,000	

Item	Amount
(15) Amount payable from Hazardous Waste Control Account (Item 0820-001-0014)	–1,642,000
(16) Amount payable from Firearms Safety Training Fund Special Account (Item 0820-001-0015)	–235,000
(17) Amount payable from the Fingerprint Fees Account (Item 0820-001-0017)	–56,036,000
(18) Amount payable from Firearms Safety Account (Item 0820-001-0032)	–324,000
(19) Amount payable from the Motor Vehicle Account, State Transportation Fund (Item 0820-001-0044)	–19,532,000
(20) Amount payable from the Department of Justice Sexual Habitual Offender Fund (Item 0820-001-0142)	–2,440,000
(21) Amount payable from the Travel Seller Fund (Item 0820-001-0158)	–961,000
(22) Amount payable from Conservatorship Registry Fund (Item 0820-001-0195)	–48,000
(23) Amount payable from the Restitution Fund (Item 0820-001-0214)	–54,000
(24) Amount payable from the Sexual Predator Public Information Account (Item 0820-001-0256)	–53,000
(24.5) Amount payable from the Indian Gaming Special Distribution Fund (Item 0820-001-0367)	–9,872,000
(25) Amount payable from the False Claims Act Fund (Item 0820-001-0378)	–10,752,000
(26) Amount payable from the Dealers' Record of Sale Special Account (Item 0820-001-0460)	–8,222,000
(27) Amount payable from the Toxic Substances Control Account (Item 0820-001-0557)	–1,966,000
(28) Amount payable from the Department of Justice Child Abuse Fund (Item 0820-001-0566)	–344,000

Item	Amount
(29) Amount payable from the Gambling Control Fund (Item 0820-001-0567)	–5,178,000
(30) Amount payable from the Gambling Control Fines and Penalties Account (Item 0820-001-0569)	–296,000
(31) Amount payable from the Federal Trust Fund (Item 0820-001-0890)	–28,018,000
(32) Amount payable from the Federal Asset Forfeiture Account, Special Deposit Fund (Item 0820-001-0942)	–4,490,000
(33) Amount payable from the State Asset Forfeiture Account, Special Deposit Fund (Item 0820-011-0942)	–466,000
(34) Amount payable from the Firearms Safety and Enforcement Special Fund (Item 0820-001-1008)	–2,630,000
(35) Amount payable from the Special Telephone Solicitors Fund (Item 0820-001-1009)	–8,200,000
(36) Amount payable from the Missing Persons DNA Database Fund (Item 0820-001-3016)	–2,819,000

Provisions:

1. The Attorney General shall submit to the Legislature, the Department of Finance, and the Governor the quarterly and annual reports that he or she submits to the federal government on the activities of the Medi-Cal Fraud Unit.
2. Notwithstanding any other provision of law, the Department of Justice may purchase or lease vehicles of any type or class that, in the judgment of the Attorney General or his or her designee, are necessary to the performance of the investigatory and enforcement responsibilities of the Department of Justice, from the funds appropriated for that purpose in this item.
3. Notwithstanding Section 28.50 of this act, the Attorney General may augment the reimbursement authority provided in this item by up to an aggregate of 10 percent above the amount approved in this act for the Civil Law Division and the Public Rights Division in cases where the legal represen-

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tation needs of client agencies are secured by an interagency agreement or letter of commitment and the corresponding expenditure authority has not been provided in this item. The Attorney General shall notify the chairpersons of the budget committees, the Joint Legislative Budget Committee and the Department of Finance within 15 days after the augmentation is made as to the amount and justification of the augmentation, and the program that has been augmented.

~~4. Of the amount appropriated in Schedule (10) of this item, $2,990,000 is not available unless the department receives approval from the Department of Finance and the Department of Information Technology to proceed with the proposed equipment expansion to meet workload growth.~~

0820-001-0012—For support of Department of Justice, for payment to Item 0820-001-0001, payable from the Attorney General Antitrust Account 1,103,000

0820-001-0014—For support of Department of Justice, for payment to Item 0820-001-0001, payable from the Hazardous Waste Control Account..... 1,642,000

0820-001-0015—For support of Department of Justice, for payment to Item 0820-001-0001, payable from the Firearms Safety Training Fund Special Account..... 235,000

0820-001-0017—For support of Department of Justice, for payment to Item 0820-001-0001, payable from the Fingerprint Fees Account, pursuant to subdivision (e) of Section 11105 of the Penal Code..... 56,036,000

0820-001-0032—For support of Department of Justice, for payment to Item 0820-001-0001, payable from the Firearms Safety Account 324,000

0820-001-0044—For support of Department of Justice, for payment to Item 0820-001-0001, payable from the Motor Vehicle Account, State Transportation Fund 19,532,000

0820-001-0142—For support of Department of Justice, for payment to Item 0820-001-0001, payable from the Department of Justice Sexual Habitual Offender Fund 2,440,000

Provisions:

1. The amount appropriated in this item includes revenues derived from the assessment of fines and penalties imposed as specified in Section 13332.18 of the Government Code.

Item	Amount
0820-001-0158—For support of Department of Justice, for payment to Item 0820-001-0001, payable from the Travel Seller Fund	961,000
0820-001-0195—For support of Department of Justice, for payment to Item 0820-001-0001, payable from the Conservatorship Registry Fund	48,000
0820-001-0214—For support of Department of Justice, for payment to Item 0820-001-0001, payable from Restitution Fund	54,000
0820-001-0256—For support of Department of Justice, for payment to Item 0820-001-0001, payable from the Sexual Predator Public Information Account	53,000
0820-001-0367—For support of Department of Justice, for payment to Item 0820-001-0001, payable from the Indian Gaming Special Distribution Fund	9,872,000

Provisions:

1. Of the amount appropriated in this item, $1,052,000 is for the License 2000 Database System which will only be available for expenditure upon execution of an interagency agreement between the California Gambling Control Commission and the Department of Justice. The interagency agreement shall provide for joint administration of the system by the commission and the department such that each agency shall have full access to system control for accomplishment of the agency's respective functions. The interagency agreement between the commission and the department shall further define related roles, responsibilities, and working arrangements as they are related to the License 2000 Database System. A copy of the executed interagency agreement shall be submitted to the Department of Finance before any funds may be encumbered for development or implementation of the License 2000 Database System.

0820-001-0378—For support of Department of Justice, for payment to Item 0820-001-0001, payable from the False Claims Act Fund	10,752,000
0820-001-0460—For support of Department of Justice, for payment to Item 0820-001-0001, payable from the Dealers' Record of Sale Special Account	8,222,000

Provisions:

1. Dealers' Record of Sale fees collected pursuant to the state law for the registration of assault weapons shall not exceed $20 per registrant.

Item	Amount
0820-001-0557—For support of Department of Justice, for payment to Item 0820-001-0001, payable from the Toxics Substances Control Account	1,966,000
0820-001-0566—For support of Department of Justice, for payment to Item 0820-001-0001, payable from Department of Justice Child Abuse Fund	344,000
0820-001-0567—For support of Department of Justice, for payment to Item 0820-001-0001, payable from Gambling Control Fund	5,178,000
0820-001-0569—For support of Department of Justice, for payment to Item 0820-001-0001, payable from Gambling Control Fines and Penalties Account	296,000
Provisions:	
1. Of the amount appropriated in this item, $263,000 is for the License 2000 Database System which will only be available for expenditure upon execution of an interagency agreement between the California Gambling Control Commission and the Department of Justice. The interagency agreement shall provide for joint administration of the system by the commission and the department such that each agency shall have full access to system control for accomplishment of the agency's respective functions. The interagency agreement between the commission and the department shall further define related roles, responsibilities, and working arrangements as they are related to the License 2000 Database System. A copy of the executed interagency agreement shall be submitted to the Department of Finance before any funds may be encumbered for development or implementation of the License 2000 Database System.	
0820-001-0890—For support of Department of Justice, for payment to Item 0820-001-0001, payable from the Federal Trust Fund	28,018,000
0820-001-0942—For support of Department of Justice, for payment to Item 0820-001-0006, payable from the Federal Asset Forfeiture Account, Special Deposit Fund	4,490,000
0820-001-1008—For support of Department of Justice, for payment to Item 0820-001-0001, payable from the Firearms Safety and Enforcement Special Fund.	2,630,000
0820-001-1009—For support of Department of Justice, for payment to Item 0820-001-0001, payable from the Special Telephone Solicitor Fund	8,200,000

Item	Amount
0820-001-3016—For support of Department of Justice, for payment to Item 0820-001-3016 payable from the Missing Persons DNA Database Fund	2,819,000
0820-003-0001—For support of Department of Justice for rental payments on lease revenue bonds.....	2,228,000
Schedule:	
(1) Base Rental and Fees 2,217,000	
(2) Insurance 11,000	
Provisions:	
1. The Controller shall transfer funds appropriated in this item according to a schedule to be provided by the State Public Works Board. The schedule shall be provided on a monthly basis or as otherwise might be needed to ensure debt requirements are met.	
0820-011-0017—For transfer by the Controller, upon order of the Director of Finance, from the Fingerprint Fees Account, to the General Fund	(2,000,000)
0820-011-0378—For transfer by the Controller, upon order of the Director of Finance, from the False Claims Act Fund, to the General Fund.....	(2,000,000)
0820-011-0942—For support of Department of Justice, for payment to Item 0820-001-0001, payable from the State Asset Forfeiture Account, Special Deposit Fund	466,000
0820-012-0001—For transfer by the Controller to the Special Telephone Solicitor Fund	(1,000,000)
Provisions:	
1. The amount transferred in this item is a loan to the Special Telephone Solicitor Fund. The Department of Justice shall expend these funds to conduct activities pursuant to the duties specified by Chapter 695 of the Statutes of 2001. This loan shall be repaid with interest calculated at the rate earned by the Pooled Money Investment Account at the time of the transfer. Principal and interest on the loan shall be repaid in full no later than June 30, 2004.	
0820-101-0001—For local assistance, Department of Justice.	4,464,000
Schedule:	
(1) 25-Executive Programs..... 1,783,000	
(2) 40-Criminal Law..... 3,045,000	
(3) Reimbursements..... –364,000	
Provisions:	
1. Of the funds appropriated in Schedule (1), $1,419,000 shall be allocated to community-	

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based violence prevention activities related to the California Gang, Crime and Violence Prevention Partnership Program, pursuant to Chapter 885 of the Statutes of 1997.

2. The funds appropriated in Schedule (2) shall be allocated to district attorneys for vertical prosecution activities related to implementation of the Battered Women Protection Act of 1994, pursuant to Chapter 140 of the Statutes of 1994.

0820-101-0214—For local assistance, Department of Justice, payable from the Restitution Fund 2,946,000

Schedule:

(1) 50-Law Enforcement..... 2,946,000

Provisions:

1. The funds appropriated in Schedule (1) are for allocation in support of the California Witness Protection Program, pursuant to Chapter 507 of the Statutes of 1997. Any funds not expended for this specific purpose shall revert to the Restitution Fund.
2. Of the amount appropriated in this item and the amount appropriated in Item 0820-001-0214, the department may expend up to $150,000 for the administration of the California Witness Protection Program, including the review of appropriate policies and procedures for the submittal and review of claims.

0820-101-0460—For local assistance, Department of Justice payable from Dealers' Record of Sale Special Account 123,000

Schedule:

(1) 60-Criminal Justice Information Services..... 35,000

(2) 70-Firearms..... 88,000

0820-101-0641—For local assistance, Department of Justice, payable from the Domestic Violence Restraining Order Reimbursement Fund 1,918,000

Provisions:

1. The funds appropriated in this item shall be expended to reimburse local law enforcement or other criminal justice agencies pursuant to Chapter 707 of the Statutes of 1998.

0820-111-0001—For transfer by the Controller to the Department of Justice DNA Testing Fund..... 225,000

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Provisions:

1. The amount transferred in this item shall be expended to reimburse counties pursuant to Chapter 696 of the Statutes of 1998.

0820-111-0255—For local assistance, Department of Justice, payable from the Department of Justice DNA Testing Fund..... 225,000

Provisions:

1. The funds appropriated in this item shall be expended to reimburse counties pursuant to Chapter 696 of the Statutes of 1998.

0820-295-0001—For local assistance, Department of Justice, for reimbursement, in accordance with the provisions of Section 6 of Article XIII B of the California Constitution or Section 17561 of the Government Code, of the costs of any new program or increased level of service of an existing program mandated by statute or executive order, for disbursement by the State Controller 3,000

Schedule:

(1) 98.01.139.976-Custody of Minors (Ch. 1399, Stats. 1976)	1,000
(2) 98.01.033.790-Stolen Vehicle Notification (Ch. 337, Stats. 1990).....	1,000
(3) 98.01.110.592-Misdemeanors: Booking/Fingerprinting (Ch. 1105, Stats. 1992)	1,000

Provisions:

1. Except as provided in Provision 2, allocations of funds provided in this item to the appropriate local entities shall be made by the State Controller in accordance with the provisions of each statute or executive order that mandates the reimbursement of the costs, and shall be audited to verify the actual amount of the mandated costs in accordance with subdivision (d) of Section 17561 of the Government Code. Audit adjustments to prior year claims may be paid from this item. Funds appropriated in this item may be used to provide reimbursement pursuant to Article 5 (commencing with Section 17615) of Chapter 4 of Part 7 of Division 4 of Title 2 of the Government Code.
2. If any of the scheduled amounts are insufficient to provide full reimbursement of costs, the State Controller may, upon notifying the Director of Finance in writing, augment those deficient amounts from the unencumbered balance of any

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other scheduled amounts therein. No order may be issued pursuant to this provision unless written notification of the necessity therefor is provided to the chairperson of the committee in each house which considers appropriation and the Chairperson of the Joint Legislative Budget Committee or his or her designee.

0820-301-0660—For capital outlay, Department of Justice payable from the Public Buildings Construction Fund 5,518,000

Schedule:

(1) 85.60.010-Santa Barbara Replacement Laboratory—Construction 5,518,000

Provisions:

1. The State Public Works Board may issue lease-revenue bonds, notes, or bond anticipation notes pursuant to Chapter 5 (commencing with Section 15830) of Part 10b of Division 3 of Title 2 of the Government Code to finance the construction of the project authorized by this item.
2. The State Public Works Board and the Department of Justice may obtain interim financing for the project costs authorized in this item from any appropriate source including, but not limited to, Section 15849.1 of the Government Code and the Pooled Money Investment Account pursuant to Sections 16312 and 16313 of the Government Code.
3. The State Public Works Board may authorize the augmentation of the cost of construction of the project scheduled in this item pursuant to the board's authority under Section 13332.11 of the Government Code. In addition, the State Public Works Board may authorize any additional amount necessary to establish a reasonable construction reserve and to pay the cost of financing, including the payment of interest during construction of the project, the costs of financing a debt service fund, and the cost of issuance of permanent financing for the project. This additional amount may include interest payable on any interim financing obtained.
4. Each participating agency or department is authorized and directed to execute and deliver any and all leases, contracts, agreements or other documents necessary or advisable to consummate the

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sale of bonds or otherwise effectuate the financing of the scheduled projects.	
5. The State Public Works Board shall not itself be deemed a lead or responsible agency for purposes of the California Environmental Quality Act (commencing with Section 21000 of the Public Resources Code) for any activities under the State Building Construction Act of 1955 (commencing with Section 15800 of the Government Code). This section does not exempt any participating agency or department from the requirements of the California Environmental Quality Act. This section is intended to be declarative of existing law.	
0840-001-0001—For support of State Controller.....	65,970,000
Schedule:	
(1) 100000-Personal Services..... 66,185,000	
(2) 300000-Operating Expenses and Equipment..... 36,560,000	
(3) Less funding provided by State Controller's Statewide Information Technology Projects (Item 0841-001-0001(1))..... –1,338,000	
(4) Reimbursements.....–27,542,000	
(5) Amount payable from the Motor Vehicle Fuel Account, Transportation Tax Fund (Item 0840-001-0061)..... –3,082,000	
(6) Amount payable from the Highway Users Tax Account, Transportation Tax Fund (Item 0840-001-0062)... –855,000	
(7) Amount payable from the Local Revenue Fund (Item 0840-001-0330)..... –413,000	
(8) Amount payable from the State School Building Lease-Purchase Fund (Item 0840-001-0344)..... –744,000	
(9) Amount payable from the Federal Trust Fund (Item 0840-001-0890). –1,359,000	
(10) Amount payable from the State Penalty Fund (Item 0840-001-0903)..... –992,000	
(11) Amount payable from various other unallocated nongovernmental cost funds (Retail Sales Tax Fund) (Item 0840-001-0988)..... –192,000	

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(12) Amount payable from various other unallocated special funds (Item 0840-011-0494)	–42,000
(13) Amount payable from unallocated bond funds (Item 0840-011-0797).	–175,000
(14) Amount payable from various other unallocated nongovernmental cost funds (Item 0840-011-0988).....	–41,000

Provisions:

1. The appropriation made in this item shall be in lieu of the appropriation in Section 1564 of the Code of Civil Procedure for all costs, expenses, or obligations connected with the administration of the Unclaimed Property Law, with the exception of payment of owners' or holders' claims pursuant to Section 1540, 1542, 1560, or 1561 of the Code of Civil Procedure, or of payment of the costs of compensating contractors for locating and recovering unclaimed property due the state.
2. Of the claims received for reimbursement of court-ordered or voluntary desegregation programs pursuant to Sections 42243.6, 42247, and 42249 of the Education Code, the Controller shall pay only those claims that have been subjected to audit by school districts in accordance with the Controller's procedures manual for conducting audits of education desegregation claims. Furthermore, the Controller shall pay only those past-year actual claims for desegregation program costs that are accompanied by all reports issued by the auditing entity, unless the auditing entity was the Controller.
3. No less than 0.9 personnel-year in the Audits Division shall be used to audit education desegregation claims.
4. The Controller may, with the concurrence of the Director of Finance and the Chairperson of the Joint Legislative Budget Committee, bill affected state departments for activities required by Section 20050 of the State Administrative Manual, relating to the administration of federal pass-through funds.

   No billing may be sent to affected departments sooner than 30 days after the Chairperson of the Joint Legislative Budget Committee has been no-

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tified by the Director of Finance that he or she concurs with the amounts specified in the billings.

5. (a) Notwithstanding subdivision (b) of Section 1531 of the Code of Civil Procedure, the Controller may publish notice in any manner that the Controller determines reasonable, provided that (1) none of the moneys used for this purpose is redirected from funding for the Controller's audit activities, (2) no photograph is used in the publication of notice, and (3) no elected official's name is used in the publication of notice.

   (b) No funds appropriated in this act may be expended by the Controller to provide general information to the public, other than holders (as defined in subdivision (e) of Section 1501 of the Code of Civil Procedure) of unclaimed property, concerning the unclaimed property program or possible existence of unclaimed property held by the Controller's office, except for informational announcements to the news media, through the exchange of information on electronic bulletin boards, or no more than $15,000 per year to inform the public about this program in activities already organized by the Controller for other purposes. This restriction does not apply to sending individual notices to property owners (as required in subdivision (d) of Section 1531 of the Code of Civil Procedure).

6. The Controller's office shall, through audits of Medi-Cal program and providers, enhance the General Fund resources or reduce the General Fund expenditures through identification of overpayments, cost avoidance, and other appropriate measures.

7. Of the moneys appropriated to the Controller in this act, the Controller shall not expend more than $500,000 to conduct posteligibility fraud audits of the Supplemental Security Income/State Supplementary Payment Program.

8. The Commission on State Mandates shall provide, in applicable parameters and guidelines, as follows:

   (a) If a local agency or school district contracts with an independent contractor for the preparation and submission of reimbursement

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claims, the costs reimbursable by the state for that purpose shall not exceed the lesser of (1) 10 percent of the amount of the claims prepared and submitted by the independent contractor, or (2) the actual costs that would necessarily have been incurred for that purpose if performed by employees of the local agency or school district.

(b) The maximum amount of reimbursement provided in subdivision (a) may be exceeded only if the local agency or school district establishes, by appropriate documentation, that the preparation and submission of these claims could not have been accomplished without incurring the additional costs claimed by the local agency or school district.

9. The funds appropriated to the Controller in this act may not be expended for any performance review or performance audit except pursuant to specific statutory authority. It is the intent of the Legislature that audits conducted by the Controller, or under the direction of the Controller, shall be fiscal audits that focus on claims and disbursements, as provided for in Section 12410 of the Government Code. Any report, audit, analysis, or evaluation issued by the Controller for the 2002–03 fiscal year shall cite the specific statutory or constitutional provision authorizing the preparation and release of the report, audit, analysis, or evaluation.

10. The Controller shall deliver his or her monthly report on General Fund cash receipts and disbursements within 10 days after the close of each month to the Joint Legislative Budget Committee, the fiscal committees of the Legislature, the Department of Finance, the Treasurer's office, and the Office of the Legislative Analyst.

11. For purposes of the review and payment of any claim for reimbursement by local government submitted pursuant to Section 54954.4 of the Government Code, the Controller shall use the procedures that were in effect at the time the claim was submitted.

12. Pursuant to Section 1564 (c) of the Code of Civil Procedure, the State Controller shall transfer all money in the Abandoned Property Account in

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excess of fifty thousand dollars ($50,000) to the General Fund no less frequently than at the end of each month. This transfer shall include unclaimed Proposition 103 insurance rebate moneys pursuant to Section 1861.01 of the Insurance Code and Section 1523 of the Code of Civil Procedure.	
0840-001-0061—For support of State Controller, for payment to Item 0840-001-0001, payable from the Motor Vehicle Fuel Account, Transportation Tax Fund	3,082,000
0840-001-0062—For support of State Controller, for payment to Item 0840-001-0001, payable from the Highway Users Tax Account, Transportation Tax Fund	855,000
0840-001-0330—For support of State Controller, for payment to Item 0840-001-0001, payable from the Local Revenue Fund.....	413,000
0840-001-0344—For support of State Controller, for payment to Item 0840-001-0001, payable from the State School Building Lease-Purchase Fund	744,000
0840-001-0890—For support of State Controller, for payment to Item 0840-001-0001, payable from the Federal Trust Fund	1,359,000
0840-001-0903—For support of State Controller, for payment to Item 0840-001-0001, payable from the State Penalty Fund.....	992,000
0840-001-0988—For support of State Controller, for payment to Item 0840-001-0001, payable from various other unallocated nongovernmental cost funds (Retail Sales Tax Fund)	192,000
0840-011-0494—For support of State Controller, for payment to Item 0840-001-0001, payable from various other unallocated special funds	42,000

Provisions:

1. Notwithstanding any other provision of law, the Director of Finance may authorize expenditures in excess of the amount appropriated in this item not sooner than 30 days after notification in writing of the necessity therefor is provided to the chairpersons of the fiscal committees and the Chairperson of the Joint Legislative Budget Committee, or not sooner than whatever lesser time the chairperson of the committee, or his or her designee, may in each instance determine.

Item	Amount
0840-011-0797—For support of State Controller, for payment to Item 0840-001-0001, payable from unallocated bond funds.....	175,000
Provisions:	
1. Notwithstanding any other provision of law, the Director of the Department of Finance may authorize expenditures in excess of the amount appropriated in this item not sooner than 30 days after notification in writing of the necessity therefor is provided to the chairpersons of the fiscal committees and the Chairperson of the Joint Legislative Budget Committee, or not sooner than whatever lesser time the chairperson of the committee, or his or her designee, may in each instance determine.	
0840-011-0988—For support of State Controller, for payment to Item 0840-001-0001, payable from various other unallocated nongovernmental cost funds..	41,000
Provisions:	
1. Notwithstanding any other provision of law, the Director of the Department of Finance may authorize expenditures in excess of the amount appropriated in this item not sooner than 30 days after notification in writing of the necessity therefor is provided to the chairpersons of the fiscal committees and the Chairperson of the Joint Legislative Budget Committee, or not sooner than whatever lesser time the chairperson of the committee, or his or her designee, may in each instance determine.	
0840-101-0979—For allocation by the Controller from the California Firefighters' Memorial Fund.....	500,000
Provisions:	
1. The funds appropriated in this item are to be allocated as follows:	
(a) To the Franchise Tax Board and Controller for reimbursement of costs incurred in connection with duties under Article 9 (commencing with Section 18801) of Chapter 3 of Part 10.2 of Division 2 of the Revenue and Taxation Code.	
(b) To the California Fire Foundation the balance in the fund for the construction of a memorial as authorized in that article.	
0841-001-0001—For support of State Controller's Statewide Information Technology Projects, for payment to Item 0840-001-0001	0

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Schedule:

(1) 10-Human Resource Management System and Automated Statewide Travel Expense Reimbursement System 1,338,000

(a) 10.02-Automated Statewide Travel Expense Reimbursement System ..(1,338,000)

(2) Reimbursements ..... –1,338,000

Provisions:

1. The State Controller's Office shall pay to Item 0840-001-0001, Schedules (1) Personal Services and (2) Operating Expenses and Equipment from the funds appropriated in Item 0841-001-0001, Schedule (1) at a level not to exceed the amounts budgeted in Schedules (1) and (2) of Item 0840-001-0001 for the Automated Statewide Travel Expense Reimbursement System.

0845-001-0217—For support of Department of Insurance, payable from the Insurance Fund 132,318,000

Schedule:

(1) 10-Regulation of Insurance Companies and Insurance Producers 56,044,000

(2) 12-Consumer Protection 41,877,000

(3) 20-Fraud Control..... 32,880,000

(3.5) 30-Tax Collection and Audit..... 1,767,000

(4) 50.01-Administration..... 23,139,000

(5) 50.02-Distributed Administration ...–23,139,000

(6) Reimbursements ..... –250,000

Provisions:

1. Of the funds appropriated in this item, the Controller shall transfer $3,089,000 as of July 1, 2002, to the Department of Aging for support of the Health Insurance Counseling and Advocacy Program.
2. Of the funds appropriated in this item, the Controller shall transfer $511,000 as of July 1, 2002, to the State and Consumer Services Agency for support of the Office of Insurance Advisor, to provide assistance to the Governor on insurance-related matters. The unencumbered balance, as determined by the State and Consumer Services Agency for the 2002–03 fiscal year, shall revert to the Insurance Fund.
3. Of the funds appropriated in this item, an amount not to exceed $600,000 shall be used solely to

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cover intervenor compensation costs allowable under subdivision (b) of Section 1861.10 of the Insurance Code.

4. Notwithstanding any other provision of law, the Insurance Commissioner may publish notices relating to Holocaust era insurance claim activities in a manner that the commissioner determines reasonable, provided that (a) none of the moneys for this purpose may be redirected from other budgeted activities, (b), no photograph is used in the publication of the notice, and (c) no elected official's name is used in the publication of notice unless otherwise required by law.

5. Notwithstanding any other provision of law, the Department of Finance, after providing 30 days' written notice to the chairpersons of the budget committee in each house and to the Chairperson of the Joint Legislative Budget Committee, may augment this item by an amount not to exceed $4,917,000 to provide funding for personal services as the Department of Insurance is able to demonstrate progress in reducing the vacancy rate.

0845-011-0217—For transfer by the Controller upon order of the Director of Finance from the Insurance Fund to the General Fund ..... (10,000,000)

Provisions:

1. The loan appropriated in this item shall be fully repaid to the Insurance Fund by October 1, 2004. This loan shall be repaid with interest calculated at the rate earned by the Pooled Money Investment Account at the time of the transfer. The Controller shall, within 15 working days of receipt of written notification from the Department of Finance, transfer from the General Fund to the Insurance Fund the full amount of the loan or increments thereof as requested by the Department of Finance. The Department of Finance shall, within 30 days of receipt of written notification documenting the need of the loan repayment from the Department of Insurance, provide written notification to the Controller notifying the State Controller of the amount to be transferred from the General Fund to the Insurance Fund. The Department of Insurance may request through the Department of Finance an incremental repayment of the loan prior to October 1, 2004. A fee or assess-

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ment may not be increased by the Department of Insurance as a result of the loan.

0845-101-0217—For local assistance, Department of Insurance, Program 20-Fraud Control, payable from the Insurance Fund 33,746,000

0850-001-0562—For support of the California State Lottery Commission, for payment of expenses of the lottery, including all costs incurred in the operation and administration of the lottery, payable from the State Lottery Fund..... (382,375,000)

Provisions:

2. Notwithstanding any other provision of law, the California State Lottery Commission shall submit to the Department of Finance, the Joint Legislative Budget Committee, and the budget committees of the Legislature, all of the following:
   (a) In conjunction with submission of the commission's quarterly financial statements, a report comparing estimated administrative costs to budgeted administrative costs for the 2002–03 fiscal year. The report shall be in sufficient detail that they may be used for legislative review purposes and for sustaining a thorough ongoing review of the expenditures of the California State Lottery Commission. These reports shall include a reporting of the lottery sales revenues and shall detail any administrative funding that is used to supplement the prize pool of any lottery game.
   (b) No later than January 10, 2002, a copy of the proposed administrative budget for the California State Lottery Commission for the 2002–03 fiscal year that is included in the Governor's Budget.
   (c) No later than June 1, 2002, a copy of the proposed administrative budget and expected sales revenue for the California State Lottery Commission for the 2002–03 fiscal year that is submitted to the California State Lottery Commission's Budget Committee. This report shall detail any administrative funding that is proposed to be used to supplement the prize pool of any lottery game.
   (d) No later than June 30, 2002, the final 2002–03 budget and revenue projections approved by the California State Lottery Commission. The report shall include any ap-

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proved revision, and supporting documentation, to the June 1, 2002, proposed budget. The report shall detail any administrative funding that is proposed to be used to supplement the prize pool of any lottery game.

0855-001-0367—For support of California Gambling Control Commission, payable from the Indian Gaming Special Distribution Fund..... 2,941,000

Schedule:

(1) 10-California Gambling Control Commission..... 2,941,000

Provisions:

1. Of the amount appropriated in this item, $58,000 is for the License 2000 Database System which will only be available for expenditure upon execution of an interagency agreement between the California Gambling Control Commission and the Department of Justice. The interagency agreement shall provide for joint administration of the system by the commission and the department such that each agency shall have full access to system control for accomplishment of the agency's respective functions. The interagency agreement between the commission and the department shall further define related roles, responsibilities, and working arrangements as they are related to the License 2000 Database System. A copy of the executed interagency agreement shall be submitted to the Department of Finance before any funds may be encumbered for development or implementation of the License 2000 Database System.

0855-001-0567—For support of California Gambling Control Commission, payable from the Gambling Control Fund..... 2,017,000

Schedule:

(1) 10-California Gambling Control Commission..... 2,017,000

Provisions:

1. Of the amount appropriated in this item, $15,000 is for the License 2000 Database System which will only be available for expenditure upon execution of an interagency agreement between the California Gambling Control Commission and the Department of Justice. The interagency agreement shall provide for joint administration of the system by the commission and the department such that each agency shall have full access to

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system control for accomplishment of the agency's respective functions. The interagency agreement between the commission and the department shall further define related roles, responsibilities, and working arrangements as they are related to the License 2000 Database System. A copy of the executed interagency agreement shall be submitted to the Department of Finance before any funds may be encumbered for development or implementation of the License 2000 Database System.

0855-101-0366—For local assistance, California Gambling Control Commission, payable from the Indian Gaming Revenue Sharing Trust Fund..... 46,000,000

Provisions:

1. The funds appropriated in this item are for distribution to noncompact tribes.
2. Notwithstanding any other provision of law, the Director of Finance may authorize expenditures for purposes of this item in excess of the amount appropriated in this item. The Director of Finance may not approve any expenditure unless the approval is made in writing and filed with the Chairperson of the Joint Legislative Budget Committee and the chairperson of the committee in each house that considers appropriations not later than 30 days prior to the effective date of approval, or prior to whatever lesser time the chairperson of the joint committee, or his or her designee, may determine.
3. As part of any request to augment this item, the California Gambling Control Commission shall provide the Chairperson of the Joint Legislative Budget Committee and the chairperson of the committee in each house that considers appropriations a report identifying (1) the methodology for determining a noncompact tribe; (2) a list of the noncompact tribes identified based on the commission's methodology; (3) a trust fund condition report including the amount of revenue received from each compact tribe; and (4) the amount of funds to be distributed to each noncompact tribe. Upon receiving additional expenditure authority for distributing funds under the trust fund, the commission shall submit that information to the chairpersons of the committees on a quarterly basis concurrent with the distribution of the funds to the noncompact tribes.

Item		Amount
0860-001-0001—For support of State Board of Equalization		193,480,000
Schedule:		
(1) 100000-Personal Services	227,669,000	
(2) 300000-Operating Expenses and Equipment	84,225,000	
(3) Reimbursements	–86,890,000	
(4) Amount payable from the Breast Cancer Fund (Item 0860-001-0004)	–124,000	
(5) Amount payable from the State Emergency Telephone Number Account (Item 0860-001-0022)	–755,000	
(6) Amount payable from the Motor Vehicle Fuel Account, Transportation Tax Fund (Item 0860-001-0061)	–20,439,000	
(7) Amount payable from the Occupational Lead Poisoning Prevention Account (Item 0860-001-0070)	–592,000	
(8) Amount payable from the Childhood Lead Poisoning Prevention Fund (Item 0860-001-0080)	–432,000	
(9) Amount payable from the Cigarette and Tobacco Products Surtax Fund (Item 0860-001-0230)	–1,901,000	
(10) Amount payable from the Oil Spill Prevention and Administration Fund (Item 0860-001-0320)	–267,000	
(11) Amount payable from the Integrated Waste Management Account, Integrated Waste Management Fund (Item 0860-001-0387)	–392,000	
(12) Amount payable from the Underground Storage Tank Cleanup Fund (Item 0860-001-0439)	–1,986,000	
(13) Amount payable from the Energy Resources Programs Account (Item 0860-001-0465)	–239,000	
(14) Amount payable from the California Children and Families First Trust Fund (Item 0860-001-0623)	–1,670,000	
(15) Amount payable from the Federal Trust Fund (Item 0860-001-0890)	–103,000	
(16) Amount payable from the Timber Tax Fund (Item 0860-001-0965)	–2,593,000	

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(17) Amount payable from the Gas Consumption Surcharge Fund (Item 0860-001-3015) ..... –31,000

Provisions:

1. It is the intent of the Legislature that all funds appropriated to the Board of Equalization for processing tax returns, auditing, and collecting owed tax amounts, shall be used in a manner consistent with its authorized budget and the documents that were presented to the Legislature for its review in support of that budget. The Board of Equalization shall not reduce expenditures or redirect either funding or personnel resources away from direct auditing or collection activities without prior approval of the Director of Finance. The director shall not approve any such reduction or redirection sooner than 30 days after providing notification to the Joint Legislative Budget Committee. No such position may be transferred from the organizational unit to which it was assigned in the 2002–03 Governor's Budget and the Salaries and Wages Supplement as revised by legislative actions without the approval of the Department of Finance. Furthermore, the board shall expeditiously fill budgeted positions consistent with the funding provided in this act.

0860-001-0004—For support of State Board of Equalization, for payment to Item 0860-001-0001, payable from the Breast Cancer Fund 124,000

Provisions:

1. Notwithstanding Section 30461.6 of the Revenue and Taxation Code, or any other provision of law, sufficient funds to cover the costs of the State Board of Equalization for the collection and enforcement of fees to be deposited in the Breast Cancer Fund shall be retained in the fund, and be available to be appropriated to the board.

0860-001-0022—For support of State Board of Equalization, for payment to Item 0860-001-0001, payable from the State Emergency Telephone Number Account..... 755,000

0860-001-0061—For support of State Board of Equalization, for payment to Item 0860-001-0001, payable from the Motor Vehicle Fuel Account, Transportation Tax Fund..... 20,439,000

Item	Amount
0860-001-0070—For support of State Board of Equalization, for payment to Item 0860-001-0001, payable from the Occupational Lead Poisoning Prevention Account	592,000
Provisions:	
1. The amount appropriated in this item includes revenues derived from the assessment of fines and penalties imposed as specified by Section 13332.18 of the Government Code.	
0860-001-0080—For support of State Board of Equalization, for payment to Item 0860-001-0001, payable from the Childhood Lead Poisoning Prevention Fund	432,000
Provisions:	
1. The amount appropriated in this item includes revenues derived from the assessment of fines and penalties imposed as specified by Section 13332.18 of the Government Code.	
0860-001-0230—For support of State Board of Equalization, for payment to Item 0860-001-0001, payable from the Cigarette and Tobacco Products Surtax Fund	1,901,000
0860-001-0320—For support of State Board of Equalization, for payment to Item 0860-001-0001, payable from the Oil Spill Prevention and Administration Fund	267,000
0860-001-0387—For support of State Board of Equalization, for payment to Item 0860-001-0001, payable from the Integrated Waste Management Account, Integrated Waste Management Fund	392,000
Provisions:	
1. The amount appropriated in this item includes revenues derived from the assessment of fines and penalties imposed as specified by Section 13332.18 of the Government Code.	
0860-001-0439—For support of State Board of Equalization, for payment to Item 0860-001-0001, payable from the Underground Storage Tank Cleanup Fund	1,986,000
Provisions:	
1. The amount appropriated in this item includes revenues derived from the assessment of fines and penalties imposed as specified in Section 13332.18 of the Government Code.	
0860-001-0465—For support of State Board of Equalization, for payment to Item 0860-001-0001, payable from the Energy Resources Programs Account	239,000

Item	Amount
0860-001-0623—For support of State Board of Equalization, for payment to Item 0860-001-0001, payable from the California Children and Families First Trust Fund	1,670,000
0860-001-0890—For support of State Board of Equalization, for payment to Item 0860-001-0001, payable from the Federal Trust Fund	103,000
0860-001-0965—For support of State Board of Equalization, for payment to Item 0860-001-0001, payable from the Timber Tax Fund	2,593,000
0860-001-3015—For support of the State Board of Equalization, for payment to Item 0860-001-0001, payable from the Gas Consumption Surcharge Fund	31,000

0860-490—Reappropriation, Board of Equalization. Notwithstanding any other provision of law, as of June 30, 2002, the unencumbered balance of the appropriation, not to exceed ~~$639,000~~ *$339,000* , provided in the following citations are reappropriated until June 30, 2003, upon review and approval of the Department of Finance for (1) preliminary plans, working drawings, or construction of any project for the alteration of a state or leased facility to facilitate the transition of new Board of Equalization members; and (2) the upgrade of one of the two CEA 1 allocations to the CEA 2 level in each of the elected Board Member offices to recognize the increased level of duties and responsibilities required.

0001—General Fund

(1) Item 0860-001-0001, 100000 ~~00~~ -Personal Services, Budget Act of 2001 (Ch. 106, Stats. 2001)

(2) Item 0860-001-0001, 300000 ~~00~~ -Operating Expenses and Equipment, Budget Act of 2001 (Ch. 106, Stats. 2001)

0860-495—Reversion, Board of Equalization. As of June 30, 2002, the amounts specified in the following citations shall revert to the fund balance of the fund from which the appropriation was made.

0001—General Fund

$627,000 from Item 0860-001-0001, Budget Act of 2001 (Ch. 106, Stats. 2001)

0061—Motor Vehicle Fuel Account, Transportation Tax Fund

$290,000 from Item 0860-001-0061, Budget Act of 2001 (Ch. 106, Stats. 2001)

0890-001-0001—For support of Secretary of State	18,993,000

Item	Amount
Schedule:	
(1) 100000-Personal Services 24,676,000	
(2) 300000-Operating Expenses and Equipment 20,333,000	
(3) Special Item of Expense-Election Related Costs 8,958,000	
(4) Reimbursements ..... –7,325,000	
(5) Amount payable from the Secretary of State's Business Fees Fund (Item 0890-001-0228) .....–27,649,000	
Provisions:	
1. The Secretary of State may not expend any special handling fees authorized by Chapter 999 of the Statutes of 1999 that are collected in excess of the cost of administering those special handling fees unless specifically authorized by the Legislature.	
0890-001-0228—For support of Secretary of State, for payment to Item 0890-001-0001, payable from the Secretary of State's Business Fees Fund	27,649,000
0890-003-0001—For support of Secretary of State for rental payments on lease-revenue bonds	9,402,000
Schedule:	
(1) Base Rental and Fees 9,451,000	
(2) Structural Insurance..... 99,000	
(3) Reimbursements ..... –148,000	
Provisions:	
1. The Controller shall transfer funds appropriated in this item according to a schedule to be provided by the State Public Works Board. The schedule shall be provided on a monthly basis or as otherwise might be needed to ensure debt requirements are met.	
0890-003-0228—For support of Secretary of State for rental payments on lease revenue bonds, payable from the Secretary of State's Business Fees Fund...	2,970,000
Schedule:	
(1) Base Rental and Fees 2,984,000	
(2) Structural Insurance..... 32,000	
(3) Reimbursements ..... –46,000	
Provisions:	
1. The Controller shall transfer funds appropriated in this item according to a schedule to be provided by the State Public Works Board. The schedule shall be provided on a monthly basis or as otherwise might be needed to ensure debt requirements are met.	

Item	Amount
0890-011-0228—For transfer by the Controller, upon order of the Director of Finance, from the Secretary of State's Business Fees Fund, to the General Fund....	(1,000,000)
0890-011-0274—For transfer by the Controller from the Business Reinvestment Fund to the General Fund ..	(3,056,000)
0890-295-0001—For local assistance, Secretary of State, for reimbursement, in accordance with the provisions of Section 6 of Article XIII B of the California Constitution or Section 17561 of the Government Code, of the costs of any new program or increased level of service of an existing program mandated by statute or executive order, for disbursement by the State Controller	4,000

Schedule:

(1) 98.01.007.778-Absentee ballots (Ch. 77, Stats. 78).....	1,000
(2) 98.01.039.188-Brendon Maguire Act (Ch. 391, Stats. 88)	1,000
(3) 98.01.049.479-Handicapped voter access (Ch. 494, Stats. 79)	0
(4) 98.01.070.475-Voter registration procedures (Ch. 704, Stats. 75).....	1,000
(5) 98.01.101.381-Local elections (Ch. 1013, Stats. 81)	0
(6) 98.01.104.285-Election materials (Ch. 1042, Stats. 85)	0
(7) 98.01.140.176-Voter registration roll purge (Ch. 1401, Stats. 76)....	0
(8) 98.01.142.282-Permanent absent voters (Ch. 1422, Stats. 82)	1,000
(9) 98.01.160.382-Democratic presidential delegates (Ch. 1603, Stats. 82)	0

Provisions:

1. Except as provided in Provision 2 of this item, allocations of funds provided in this item to the appropriate local entities shall be made by the State Controller in accordance with the provisions of each statute or executive order that mandates the reimbursement of the costs, and shall be audited to verify the actual amount of the mandated costs in accordance with subdivision (d) of Section 17561 of the Government Code. Audit adjustments to prior year claims may be paid from this item. Funds appropriated in this item may be used to provide reimbursement pursuant to Article 5

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(commencing with Section 17615) of Chapter 4 of Part 7 of Division 4 of Title 2 of the Government Code.

2. If any of the scheduled amounts are insufficient to provide full reimbursement of costs, the State Controller may, upon notifying the Director of Finance in writing, augment those deficient amounts from the unencumbered balance of any other scheduled amounts therein. No order may be issued pursuant to this provision unless written notification of the necessity therefore is provided to the chairperson of the committee in each house which considers appropriations and the Chairperson of the Joint Legislative Budget Committee or his or her designee.
3. Pursuant to Section 17581 of the Government Code, mandates identified in the appropriation schedule of this item with an appropriation of $0 and included in the language of this provision are specifically identified by the Legislature for suspension during the 2002–03 fiscal year:
   (3) Handicapped voter access (Ch. 494, Stats. 1979).
   (5) Local elections (Ch. 1013, Stats. 1981).
   (6) Election materials (Ch. 1042, Stats. 1985).
   (7) Voter registration roll purge (Ch. 1401, Stats. 1976).
   (9) Democratic presidential delegates (Ch. 1603, Stats. 1982, and Ch. 8, Stats. 1988).

0950-001-0001—For support of State Treasurer 8,772,000

Schedule:

(1) 100000-Personal Services 14,782,000
(2) 300000-Operating Expenses and Equipment 8,037,000
(3) ~~555000~~ Unallocated Reduction ..... –200,000
(4) Reimbursements .....–13,847,000

Provisions:

1. The State Treasurer shall seek to increase the reimbursement rates charged to those departments or programs that receive services from the State Treasurer's Office's Item Processing System by an amount sufficient to recover from those departments or programs, over a five-year period, beginning not later than fiscal year 1999–00, their fair share of the $3.78 million cost of upgrading the system to be Year 2000 compliant. Those departments or programs include, but are not limited

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to, the Department of Health Services' Women, Infant and Children Program, and the Employment Development Department's Unemployment and Disability Insurance Program.

0950-295-0001—For local assistance, State Treasurer, for reimbursement, in accordance with the provisions of Section 6 of Article XIII B of the California Constitution or of Section 17561 of the Government Code, of the costs of any new program or increased level of service of an existing program mandated by statute or executive order, for disbursement by the State Controller 1,000

Schedule:

(1) 98.01.078.395-Investment Reports—Cities and Counties (Ch. 783/95).. ~~3,521,000~~ 1,000

Provisions:

1. Except as provided in Provision 2 of this item, allocations of funds provided in this item to the appropriate local entities shall be made by the State Controller in accordance with the provisions of each statute or executive order that mandates the reimbursement of the costs, and shall be audited to verify the actual amount of the mandated costs in accordance with subdivision (d) of Section 17561 of the Government Code. Audit adjustments to prior year claims may be paid from this item. Funds appropriated by this item may be used to provide reimbursement pursuant to Article 5 (commencing with Section 17615) of Chapter 4 of Part 7 of Division 4 of Title 2 of the Government Code.
2. If any of the scheduled amounts are insufficient to provide full reimbursement of costs, the State Controller may, upon notifying the Director of Finance in writing, augment those deficient amounts from the unencumbered balance of any other scheduled amounts therein. No order may be issued pursuant to this provision unless written notification of the necessity therefor is provided to the chairperson of the committee in each house that considers appropriations and the Chairperson of the Joint Legislative Budget Committee or his or her designee.

0954-001-0001—For support of the Scholarshare Investment Board 1,271,000

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Schedule:

(1) 20-Governor's Scholarship Programs 1,271,000

Provisions:

1. Funds appropriated in this item are for the purpose of administering the Governor's Scholars Program and the Governor's Math and Science Scholars Program, established pursuant to Article 20 (commencing with Section 69995) of Chapter 2 of Part 42 of the Education Code.

0954-001-0564—For support of the Scholarshare Investment Board, payable from the Scholarshare Administrative Fund 957,000

Schedule:

(1) 10-Golden State Scholarshare Trust Program..... 957,000

Provisions:

1. Notwithstanding any other provision of law, the Director of Finance may authorize expenditures for the Scholarshare Investment Board in excess of the amount appropriated not sooner than 30 days after notification in writing of the necessity therefor is provided to the chairpersons of the fiscal committees and the Chairperson of the Joint Legislative Budget Committee, or not sooner than whatever lesser time the chairperson of the committee, or his or her designee, may in each instance determine.

0954-101-0001—For local assistance, Scholarshare Investment Board, for the purposes of the Governor's Scholarship Programs, pursuant to Article 20 (commencing with Section 69995) of Chapter 2 of Part 42 of the Education Code 28,000,000

Provisions:

1. Notwithstanding any other provision of law, the Director of Finance may authorize the augmentation, from the Special Fund for Economic Uncertanties established pursuant to Section 16418 of the Government Code, of the annual amount appropriated for the purpose of making scholarship awards pursuant to Article 20 (commencing with Section 69995) of Chapter 2 of Part 42 of the Education Code, as necessary to fully fund the number of awards authorized by that article. No augmentation may be authorized sooner than 30 days after notification in writing of the Chairperson of the Joint Legislative Budget Committee and the

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chairperson of the committee in each house that considers appropriations, ~~nor~~ not sooner than whatever lesser time those persons, or their designees, may in each instance determine.

~~2. It is the intent of the Legislature to achieve General Fund savings by delaying payments for 5th and 10th grade awards of the Governor's Scholars Program by one year.~~

0954-495—Reversion, Scholarshare Investment Board. As of June 30, 2002, the unencumbered balance of the appropriation provided in Item 0954-101-0001, Budget Act of 2001 (Chapter 106, Stats. 2001), shall revert to the General Fund.

0956-001-0171—For support of California Debt and Investment Advisory Commission, payable from the California Debt and Investment Advisory Commission Fund 1,734,000

Schedule:

(1) 10-California Debt and Investment Advisory Commission 1,834,000

(2) Reimbursements ..... −100,000

Provisions:

1. Notwithstanding any other provision of law, the Director of Finance may authorize expenditures for the California Debt and Investment Advisory Commission in excess of the amount appropriated not sooner than 30 days after notification in writing of the necessity therefor is provided to the chairpersons of the fiscal committees and the Chairperson of the Joint Legislative Budget Committee, or not sooner than whatever lesser time the chairperson of the committee, or his or her designee, may in each instance determine.

0959-001-0169—For support of California Debt Limit Allocation Committee, payable from the California Debt Limit Allocation Committee Fund..... 984,000

Schedule:

(1) 10-Debt Limit Allocation Committee 984,000

Provisions:

1. Notwithstanding any other provision of law, the Director of Finance may authorize expenditures for the California Debt Limit Allocation Committee in excess of the amount appropriated not sooner than 30 days after notification in writing of the necessity therefor is provided to the chairpersons of the fiscal committees and the Chairperson

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of the Joint Legislative Budget Committee, or not sooner than whatever lesser time the chairperson of the committee, or his or her designee, may in each instance determine.

0959-011-0169—For transfer by the Controller, upon order of the Director of Finance, from the California Debt Limit Allocation Committee Fund to the General Fund..... (2,000,000)

Provisions:

1. The transfer made by this item is a loan to the General Fund and shall be fully repaid by October 1, 2004. This loan shall be repaid with interest calculated at the rate earned by the Pooled Money Investment Account at the time of the transfer. The Controller shall, within 15 working days of receipt of written notification from the Department of Finance, transfer from the General Fund to the California Debt Limit Allocation Committee Fund the full amount of the loan or increments thereof as requested by the Department of Finance. It is the intent of the Legislature that repayment be made so as to ensure that current and newly authorized programs supported by this fund are fully and timely implemented as approved by the three-member California Debt Limit Allocation Committee. It is also the intent of the Legislature that repayment be made to ensure compliance with federal and state statutes or requirements. Accordingly, the Department of Finance shall, within 30 days of receipt of written notification documenting the need of the loan repayment from the California Debt Limit Allocation Committee, provide written notification to the Controller notifying the Controller of the amount to be transferred from the General Fund to the California Debt Limit Allocation Committee Fund.

~~(2)~~

2. It is the intent of the Legislature that repayment be made so as to ensure that the programs supported by this fund are not adversely affected by the loan through reduction in service or through increase in fees.

0965-001-0215—For support of California Industrial Development Financing Advisory Commission, payable from the Industrial Development Fund..... 400,000

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Schedule:

(1) 10-Industrial Development Financing Advisory Commission 475,000

(2) Reimbursements ..... –75,000

Provisions:

1. Notwithstanding any other provision of law, the Director of Finance may authorize expenditures for the California Industrial Development Financing Advisory Commission in excess of the amount appropriated not sooner than 30 days after notification in writing of the necessity therefor is provided to the chairpersons of the fiscal committees and the Chairperson of the Joint Legislative Budget Committee, or not sooner than whatever lesser time the chairperson of the committee, or his or her designee, may in each instance determine.

0968-001-0448—For support of California Tax Credit Allocation Committee, payable from the Occupancy Compliance Monitoring Account, Tax Credit Allocation Fee Account 994,000

Schedule:

(1) 10-California Tax Credit Allocation Committee 1,009,000

(2) Reimbursements ..... –15,000

Provisions:

1. Notwithstanding any other provision of law, the Director of Finance may authorize expenditures for the California Tax Credit Allocation Committee in excess of the amount appropriated not sooner than 30 days after notification in writing of the necessity therefor is provided to the chairpersons of the fiscal committees and the Chairperson of the Joint Legislative Budget Committee, or not sooner than whatever lesser time the chairperson of the committee, or his or her designee, may in each instance determine.

0968-001-0457—For support of California Tax Credit Allocation Committee, payable from the Tax Credit Allocation Fee Account 1,315,000

Schedule:

(1) 10-California Tax Credit Allocation Committee 1,330,000

(2) Reimbursements ..... –15,000

Provisions:

1. Notwithstanding any other provision of law, the Director of Finance may authorize expenditures

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for the California Tax Credit Allocation Committee in excess of the amount appropriated not sooner than 30 days after notification in writing of the necessity therefor is provided to the chairpersons of the fiscal committees and the Chairperson of the Joint Legislative Budget Committee, or not sooner than whatever lesser time the chairperson of the committee, or his or her designee, may in each instance determine.

0968-011-0448—For transfer by the Controller, upon order of the Director of Finance, from the Occupancy Compliance Monitoring Account to the General Fund ..... (35,000,000)

Provisions:

1. The transfer made by this item is a loan to the General Fund that shall be fully repaid by October 1, 2004. This loan shall be repaid with interest calculated at the rate earned by the Pooled Money Investment Account at the time of the transfer. The State Controller shall, within 15 working days of receipt of written notification from the Department of Finance, transfer from the General Fund to the Occupancy Compliance Monitoring Account the full amount of the loan or increments thereof as requested by the Department of Finance. It is the intent of the Legislature that repayment is made so as to ensure that current and newly authorized programs supported by this fund are fully and timely implemented as approved by the voting members of the California Tax Credit Allocation Committee. It is also the intent of the Legislature that repayment is made to ensure compliance with federal and state statutes or requirements. Accordingly, the Department of Finance shall, within 30 days of receipt of written notification documenting the need of the loan repayment from the California Tax Credit Allocation Committee, provide written notification to the State Controller notifying the State Controller of the amount to be transferred from the General Fund to the Occupancy Compliance Monitoring Account.

0968-011-0457—For transfer by the Controller, upon order of the Director of Finance, from the Tax Credit Allocation Fee Account to the General Fund ..... (27,000,000)

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Provisions:

1. The transfer made by this item is a loan to the General Fund that shall be fully repaid by October 1, 2004. This loan shall be repaid with interest calculated at the rate earned by the Pooled Money Investment Account at the time of the transfer. The State Controller shall, within 15 working days of receipt of written notification from the Department of Finance, transfer from the General Fund to the Tax Credit Allocation Fee Account the full amount of the loan or increments thereof as requested by the Department of Finance. It is the intent of the Legislature that repayment is made so as to ensure that current and newly authorized programs supported by this fund are fully and timely implemented as approved by the voting members of the California Tax Credit Allocation Committee. It is also the intent of the Legislature that repayment is made to ensure compliance with federal and state statutes or requirements. Accordingly, the Department of Finance shall, within 30 days of receipt of written notification documenting the need of the loan repayment from the California Tax Credit Allocation Committee, provide written notification to the State Controller notifying the State Controller of the amount to be transferred from the General Fund to the Tax Credit Allocation Fee Account.

0971-001-0528—For support of California Alternative Energy and Advanced Transportation Financing Authority, payable from the California Alternative Energy Authority Fund 169,000

Schedule:

(1) 10-California Alternative Energy and Advanced Transportation Financing Authority 169,000

Provisions:

1. Notwithstanding any other provision of law, the Director of Finance may authorize expenditures for the California Alternative Energy and Advanced Transportation Financing Authority in excess of the amount appropriated not sooner than 30 days after notification in writing of the necessity therefor is provided to the chairpersons of the fiscal committees and the Chairperson of the Joint Legislative Budget Committee, or not sooner than whatever lesser time the chairperson of the joint

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committee, or his or her designee, may in each instance determine.

0974-011-0930—For transfer by the Controller, upon order of the Director of Finance, from the Pollution Control Financing Authority Fund to the General Fund ..... (25,000,000)

Provisions:

1. The transfer made by this item is a loan to the General Fund that shall be fully repaid by October 1, 2004. This loan shall be repaid with interest calculated at the rate earned by the Pooled Money Investment Account at the time of the transfer. The State Controller shall, within 15 working days of receipt of written notification from the Department of Finance, transfer from the General Fund to the Pollution Control Financing Authority Fund the full amount of the loan or increments thereof as requested by the Department of Finance. It is the intent of the Legislature that repayment is made so as to ensure that current and newly authorized programs supported by this fund are fully and timely implemented as approved by the three-member California Pollution Control Financing Authority. It is also the intent of the Legislature that repayment is made to ensure compliance with federal and state statutes or requirements. Accordingly, the Department of Finance shall, within 30 days of receipt of written notification documenting the need of the loan repayment from the California Pollution Control Financing Authority, provide written notification to the State Controller notifying the State Controller of the amount to be transferred from the General Fund to the Pollution Control Financing Authority Fund.

STATE AND CONSUMER SERVICES

1100-001-0001—For support of California Science Center 10,196,000

Schedule:

(1) 10-Education.....	8,203,000
(2) 20-Exposition Park Management ...	3,219,000
(3) 30-California African-American Museum	3,307,000
(4) 40.01-Administration.....	1,176,000
(5) 40.02-Distributed Administration ...	−1,176,000
(6) Reimbursements-Education.....	−274,000

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(7) Reimbursements-Exposition Park Management ..... –350,000
(8) Reimbursements-California African-American Museum ..... –1,040,000
(9) Amount payable from the Exposition Park Improvement Fund (Item 1100-001-0267)..... –2,869,000

Provisions:

1. The Director of General Services shall not approve a contract, permit, or lease agreement by the museum (excluding those for museum exhibits) that reduces state revenues or increases state costs by $25,000 or more unless, not sooner than 30 days prior to giving his or her approval, the director submits in writing to the Chairperson of the Joint Legislative Budget Committee notification of the director's intent to approve that contract, permit, or lease, or not sooner than such lesser time as the chairperson may in each instance determine. This provision shall have no effect as to those contracts that the legislative fiscal committees have examined as part of the budget process or otherwise.

1100-001-0267—For support of California Science Center for payment to Item 1100-001-0001, payable from the Exposition Park Improvement Fund 2,869,000

1100-003-0001—For support of the California Science Center for rental payments on lease-revenue bonds 2,769,000

Schedule:

(1) Base Rental and Fees 2,717,000
(2) Insurance 52,000
~~(3) Reimbursement ..... 0~~

Provisions:

1. The Controller shall transfer funds appropriated in this item according to a schedule to be provided by the State Public Works Board. The schedule shall be provided on a monthly basis or as otherwise might be needed to ensure debt requirements are met.

1100-301-0660—For capital outlay, California Science Center, payable from the Public Buildings Construction Fund 19,137,000

Schedule:

(1) 11.01-Science Center Phase II—Construction 96,891,000
(2) Reimbursements.....–77,754,000

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Provisions:

1. This department is authorized and directed to execute and deliver any and all leases, contracts, agreements or other documents necessary or advisable to consummate the sale of bonds or otherwise effectuate the financing of the scheduled projects.
2. The State Public Works Board shall not itself be deemed a lead or responsible agency for purposes of the California Environmental Quality Act (commencing with Section 21000 of the Public Resources Code) for any activities under the State Building Construction Act of 1955 (commencing with Section 15800 of the Government Code). This section does not exempt this department from the requirements of the California Environmental Quality Act. This section is intended to be declarative of existing law.
3. The State Public Works Board may issue lease-revenue bonds, notes, or bond anticipation notes pursuant to Chapter 5 (commencing with Section 15830) of Part 10b of Division 3 of Title 2 of the Government Code to finance the construction of the project authorized in this item.
4. The State Public Works Board and the California Science Center may obtain interim financing for the project costs authorized in this item from any appropriate source including, but not limited to, the Pooled Money Investment Account pursuant to Sections 16312 and 16313 of the Government Code.
5. The State Public Works Board may authorize the augmentation of the cost of construction of the project scheduled in this item pursuant to the board's authority under Section 13332.11 of the Government Code. In addition, the State Public Works Board may authorize any additional amount necessary to establish a reasonable construction reserve and to pay the cost of financing including the payment of interest during construction of the project, the costs of financing a debt service fund, and the cost of issuance of permanent financing for the project. This additional amount may include interest payable on any interim financing obtained.

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6. Notwithstanding any provision of the Public Contract Code or any other provision of law, the Department of General Services shall establish a competitive prequalification process for subcontractors for live plant and animal life support, mechanical, plumbing, electrical, and habitat construction services. The Department of General Services shall prequalify all subcontractors who meet the minimum standard set for the prequalification. The Department of General Services may require those subcontractors to provide evidence that they have successfully completed, or to demonstrate the ability to successfully complete, projects of similar size, scope, and complexity. Those subcontractors shall also provide a listing of proposed key personnel who have sufficient experience and training to manage their respective aspect of the project for the construction of facilities that will house and support live plants and animals.

1111-002-0001—For support of the Department of Consumer Affairs for payment to Item 1111-002-0702.. 372,000

1111-002-0069—For support of the Bureau of Barbering and Cosmetology, Department of Consumer Affairs, payable from the State Board of Barbering and Cosmetology Fund 11,617,000

Schedule:

(1) 22-Bureau of Barbering and Cosmetology 11,674,000

(2) Reimbursements ..... –57,000

Provisions:

1. The amount appropriated in this item may include revenues derived from the assessment of fines and penalties imposed as specified in Section 13332.18 of the Government Code.

1111-002-0166—For support of the Arbitration Certification Program, Department of Consumer Affairs, payable from the Consumer Affairs-Certification Account..... 877,000

Schedule:

(1) 23-Arbitration Certification Program..... 877,000

Provisions:

1. The amount appropriated in this item may include revenues derived from the assessment of fines and

Item		Amount
penalties imposed as specified in Section 13332.18 of the Government Code.		
1111-002-0208—For support of the Hearing Aid Dispensers Bureau, Department of Consumer Affairs, payable from the Hearing Aid Dispensers Fund.....		584,000
Schedule:		
(1) 24-Hearing Aid Dispensers Bureau.	593,000	
(2) Reimbursements.....	–9,000	
Provisions:		
1. The amount appropriated in this item may include revenues derived from the assessment of fines and penalties imposed as specified in Section 13332.18 of the Government Code.		
1111-002-0239—For support of the Bureau of Security and Investigative Services, Department of Consumer Affairs, payable from the Private Security Services Fund		6,179,000
Schedule:		
(1) 25.10.010-Bureau of Security and Investigative Services, Private Security Services Program	8,633,000	
(2) 25.10.020-Distributed Private Security Services.....	–104,000	
(3) Reimbursements.....	–2,350,000	
Provisions:		
1. The amount appropriated in this item may include revenues derived from the assessment of fines and penalties imposed as specified in Section 13332.18 of the Government Code.		
1111-002-0305—For support of the Bureau for Private Postsecondary and Vocational Education, Department of Consumer Affairs, payable from the Private Postsecondary Education Administration Fund.....		5,651,000
Schedule:		
(1) 27.10.010-Bureau for Private Postsecondary and Vocational Education.....	5,841,000	
(2) 27.10.020-Distributed Private Postsecondary and Vocational Education.....	–110,000	
(3) Reimbursements.....	–80,000	
Provisions:		
1. The amount appropriated in this item may include revenues derived from the assessment of fines and penalties imposed as specified in Section 13332.18 of the Government Code.		

Item		Amount
1111-002-0325—For support of the Bureau for Electronic and Appliance Repair, Department of Consumer Affairs, payable from the Electronic and Appliance Repair Fund		1,636,000
Schedule:		
(1) 28-Bureau of Electronic and Appliance Repair	1,649,000	
(2) Reimbursements	−13,000	
Provisions:		
1. The amount appropriated in this item may include revenues derived from the assessment of fines and penalties imposed as specified in Section 13332.18 of the Government Code.		
1111-002-0421—For support of the Bureau of Automotive Repair, Department of Consumer Affairs, payable from the Vehicle Inspection and Repair Fund		95,207,000
Schedule:		
(1) 31.10.016-Automotive Repair and Smog Check Programs	74,664,000	
(2) 31.10.026-Consumer Relations and Outreach	8,015,000	
(3) 31.10.036-Communications and Education	585,000	
(4) 31.10.046-Administrative and Information Services	12,132,000	
(5) 31.10.090-Distributed Automotive Repair and Smog Check Programs	−71,000	
(6) Reimbursements	−118,000	
Provisions:		
1. The amount appropriated in this item may include revenues derived from the assessment of fines and penalties imposed as specified in Section 13332.18 of the Government Code.		
2. Notwithstanding Section 26.00 of this act, the Department of Finance may authorize transfers among and between Schedules (1), (2), (3), and (4) of this item not to exceed 35 percent of the schedule from which funds are transferred. Transfers made by this provision may be authorized not sooner than 30 days after notification in writing of the necessity therefore is provided to the chairperson of the committee in each house of the Legislature that considers appropriations and the Chairperson of the Joint Legislative Budget Committee.		

Item		Amount
1111-002-0459—For support of the Telephone Medical Advice Services Program, Department of Consumer Affairs, payable from the Telephone Medical Advice Services Fund		140,000
Schedule:		
(1) 37-Telephone Medical Advice Services Program	140,000	
Provisions:		
1. The amount appropriated in this item may include revenues derived from the assessment of fines and penalties imposed as specified in Section 13332.18 of the Government Code.		
1111-002-0582—For support of the Bureau of Automotive Repair, Department of Consumer Affairs, payable from the High Polluter Repair or Removal Account		21,032,000
Schedule:		
(1) 31.20.016-Vehicle Repair Assistance	12,000,000	
(2) 31.20.030-Vehicle Retirement	4,525,000	
(3) 31.20.040-Program Administration	4,507,000	
Provisions:		
1. The amount appropriated in this item may include revenues derived from the assessment of fines and penalties imposed as specified in Section 13332.18 of the Government Code.		
2. Notwithstanding Section 26.00 of this act, the Department of Finance may authorize transfers among and between Schedules (1) and (2) of this item. Transfers made by this provision may be authorized not sooner than 30 days after notification in writing of the necessity therefor is provided to the chairperson of the committee in each house of the Legislature that considers appropriations and the Chairperson of the Joint Legislative Budget Committee.		
1111-002-0702—For support of Department of Consumer Affairs, payable from the Consumer Affairs Fund, Professions and Vocations Fund		0
Schedule:		
(1) 35.10.010-Administrative and Information Services Division	37,522,000	
(2) 35.10.015-Communications and Education Division	1,347,000	
(3) 35.10.020-Consumer Relations and Outreach Division	9,387,000	
(4) 35.10.025-Division of Investigation	6,518,000	

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(5) 35.20.010-Distributed Administrative and Information Services Division ..... –36,947,000
(6) 35.20.015-Distributed Communications and Education Division..... –1,291,000
(7) 35.20.020-Distributed Consumer Relations and Outreach Division .. –9,015,000
(8) 35.20.025-Distributed Division of Investigation ..... –6,136,000
(9) Reimbursements ..... –1,013,000
(10) Amount payable from General Fund (Item 1111-002-0001)..... –372,000

Provisions:

1. The amount appropriated in this item may include revenues derived from the assessment of fines and penalties imposed as specified in Section 13332.18 of the Government Code.

1111-002-0717—For support of the Cemetery and Funeral Bureau, Department of Consumer Affairs, payable from the Cemetery Fund, Professions and Vocations Fund..... 1,249,000

Schedule:

(.5) 38.10.005-Cemetery Program..... 1,483,000
~~(1) 38.10-Cemetery Program.....~~ ~~0~~
(2) 38.10.010-Distributed Cemetery Program..... –115,000
(3) Reimbursements ..... –119,000

Provisions:

1. The amount appropriated in this item may include revenues derived from the assessment of fines and penalties imposed as specified in Section 13332.18 of the Government Code.

1111-002-0750—For support of the Cemetery and Funeral Bureau, Department of Consumer Affairs, payable from the State Funeral Directors and Embalmers Fund, Professions and Vocations Fund 1,394,000

Schedule:

(1) 38.20-Funeral Directors and Embalmers Program..... 1,406,000
(2) Reimbursements ..... –12,000

Provisions:

1. The amount appropriated in this item may include revenues derived from the assessment of fines and penalties imposed as specified in Section 13332.18 of the Government Code.

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1111-002-0752—For support of the Bureau of Home Furnishings and Thermal Insulation, Department of Consumer Affairs, payable from the Bureau of Home Furnishings and Thermal Insulation Fund 3,522,000

Schedule:

(1) 34-Bureau of Home Furnishings and Thermal Insulation 3,527,000

(2) Reimbursements ..... –5,000

Provisions:

1. The amount appropriated in this item may include revenues derived from the assessment of fines and penalties imposed as specified in Section 13332.18 of the Government Code.

1111-002-0769—For support of the Bureau of Security and Investigative Services, Department of Consumer Affairs, payable from the Private Investigator Fund 987,000

Schedule:

(1) 25.20-Private Investigators Program..... 1,097,000

(2) Reimbursements ..... –110,000

Provisions:

1. The amount appropriated in this item may include revenues derived from the assessment of fines and penalties imposed as specified in Section 13332.18 of the Government Code.

1111-002-0890—For support of the Bureau for Private Postsecondary and Vocational Education, Department of Consumer Affairs, payable from the Federal Trust Fund..... 1,130,000

Schedule:

(1) 27.20-Federal Trust Program 1,130,000

Provisions:

1. Notwithstanding any other provision of law, the Federal Trust Fund Account of the Bureau for Private Postsecondary and Vocational Education may borrow from the Private Postsecondary and Vocational Education Administration Fund an amount not to exceed a cumulative total of $500,000 for the purpose of meeting cashflow needs for the purposes funded in this item due to delays in collecting federal funds. Any loan made pursuant to this provision shall be made only upon approval of the Department of Finance, and only if the bureau demonstrates and certifies that a sufficient surplus exists in the Private Postsecondary and Vocational Education Administration Fund to

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support the amount of the loan, and that funds will be available from the federal government to repay the loan. All money transferred shall be repaid to the fund as soon as possible, but not later than one year from the date of the loan.

1111-002-0960—For support of the Bureau for Private Postsecondary and Vocational Education, Department of Consumer Affairs, payable from the Student Tuition Recovery Fund 81,000

Schedule:

(1) 27.30-Student Tuition Recovery Program..... 81,000

Provisions:

1. The amount appropriated in this item may include revenues derived from the assessment of fines and penalties imposed as specified in Section 13332.18 of the Government Code.

1111-003-0001—For support of the Office of Privacy Protection, Department of Consumer Affairs 1,046,000

Schedule:

(1) 40-Office of Privacy Protection 1,046,000

1111-011-0069—For transfer by the Controller, upon order of the Director of Finance, from the State Board of Barbering and Cosmetology Fund to the General Fund ..... (9,000,000)

Provisions:

1. The transfer made by this item is a loan to the General Fund. This loan shall be repaid with interest calculated at the rate earned by the Pooled Money Investment Account at the time of the transfer. It is the intent of the Legislature that repayment be made so as to ensure that the programs supported by this fund are not adversely affected by the loan through a reduction in service or an increase in fees.

1111-011-0421—For transfer by the Controller, upon order of the Director of Finance, from the Vehicle Inspection and Repair Fund to the General Fund ... (100,000,000)

Provisions:

1. The transfer made by this item is a loan to the General Fund. This loan shall be repaid with interest calculated at the rate earned by the Pooled Money Investment Account at the time of the transfer. It is the intent of the Legislature that repayment be made so as to ensure that the programs supported by this fund are not adversely af-

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fected by the loan through reduction in service or through increased fees.

1120-001-0704—For support of California Board of Accountancy, payable from the Accountancy Fund, Professions and Vocations Fund 10,928,000

Schedule:

(1) 3-California Board of Accountancy. 11,132,000

(2) Reimbursements ..... –204,000

Provisions:

1. The amount appropriated in this item may include revenues derived from the assessment of fines and penalties imposed as specified in Section 13332.18 of the Government Code.

1120-011-0704—For transfer by the Controller, upon order of the Director of Finance, from the Accountancy Fund to the General Fund ..... (6,000,000)

Provisions:

1. The transfer made in this item is a loan to the General Fund. This loan shall be repaid with interest calculated at the rate earned by the Pooled Money Investment Account at the time of the transfer. It is the intent of the Legislature that repayment be made so as to ensure that the programs supported by this fund are not adversely affected by the loan through reduction in service or through increased fees.

1130-001-0706—For support of California Board of Architectural Examiners, payable from the California Board of Architectural Examiners Fund..... 2,798,000

Schedule:

(1) 06.10-California Board of Architectural Examiners..... 2,803,000

(2) Reimbursements ..... –5,000

Provisions:

1. The amount appropriated in this item may include revenues derived from the assessment of fines and penalties imposed as specified in Section 13332.18 of the Government Code.

1130-001-0757—For support of California Board of Architectural Examiners, Landscape Architect Technical Committee, Program 06.20, payable from California Board of Architectural Examiners-Landscape Architects Fund 662,000

Provisions:

1. The amount appropriated in this item may include revenues derived from the assessment of fines and

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penalties imposed as specified in Section 13332.18 of the Government Code.	
1140-001-0001—For support of State Athletic Commission	661,000
Schedule:	
(1) 9-State Athletic Commission..... 852,000	
(2) Amount payable from the Boxer's Pension Fund (Item 1140-002-9250)..... −89,000	
(3) Amount payable from the Boxer's Neurological Examinations Account (Item 1140-001-0492)..... −102,000	
Provisions:	
1. The amount appropriated in this item may include revenues derived from the assessment of fines and penalties imposed as specified in Section 13332.18 of the Government Code.	
1140-001-0492—For support of State Athletic Commission, for payment to Item 1140-001-0001, payable from the Boxer's Neurological Examination Account	102,000
Provisions:	
1. The amount appropriated in this item may include revenues derived from the assessment of fines and penalties imposed as specified in Section 13332.18 of the Government Code.	
1140-002-9250—For support of State Athletic Commission, for payment to Item 1140-001-0001, payable from the Boxer's Pension Fund	89,000
Provisions:	
1. The amount appropriated in this item may include revenues derived from the assessment of fines and penalties imposed as specified in Section 13332.18 of the Government Code.	
1170-001-0773—For support of Board of Behavioral Science, payable from the Behavioral Science Examiners Fund, Professions and Vocations Fund	4,981,000
Schedule:	
(1) 18-Board of Behavioral Science 5,157,000	
(2) Reimbursements..... −176,000	
Provisions:	
1. The amount appropriated in this item may include revenues derived from the assessment of fines and penalties imposed as specified in Section 13332.18 of the Government Code.	

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1170-011-0773—For transfer by the Controller, upon order of the Director of Finance, from the Behavioral Science Examiners Fund to the General Fund..... (6,000,000)

Provisions:

1. The transfer made in this item is a loan to the General Fund. This loan shall be repaid with interest calculated at the rate earned by the Pooled Money Investment Account at the time of the transfer. It is the intent of the Legislature that repayment be made so as to ensure that the programs supported by this fund are not adversely affected by the loan through reduction in service or through increased fees.

1230-001-0093—For support of Contractors' State License Board, for payment to Item 1230-001-0735, payable from the Construction Management Education Account..... 16,000

Provisions:

1. The amount appropriated in this item may include revenues derived from the assessment of fines and penalties imposed as specified in Section 13332.18 of the Government Code.

1230-001-0735—For support of Contractors' State License Board, payable from the Contractors' License Fund 48,898,000

Schedule:

(1) 30-Contractors' State License Board	49,267,000
(2) Reimbursements.....	–353,000
(3) Amount payable from the Construction Management Education Account (Item 1230-001-0093).....	–16,000

Provisions:

1. The amount appropriated in this item may include revenues derived from the assessment of fines and penalties imposed as specified in Section 13332.18 of the Government Code.

1230-011-0735—For transfer by the Controller, upon order of the Director of Finance, from the Contractors' State License Fund to the General Fund..... (11,000,000)

Provisions:

1. The transfer made by this item is a loan to the General Fund. This loan shall be repaid by September 1, 2003, with interest calculated at the rate earned by the Pooled Money Investment Account at the time of the transfer. It is the intent of the Legislature that repayment be made so as to en-

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sure that the programs supported by this fund are not adversely affected by the loan.

1250-001-0380—For support of the Committee on Dental Auxiliaries, Board of Dentistry, payable from the State Dental Auxiliary Fund..... 1,521,000

Schedule:

(1) 36.20-Committee on Dental Auxiliaries..... 1,743,000

(2) Reimbursements..... −222,000

Provisions:

1. The amount appropriated in this item may include revenues derived from the assessment of fines and penalties imposed as specified in Section 13332.18 of the Government Code.

1250-001-0741—For support of Dental Board of California, Board of Dentistry, payable from the State Dentistry Fund..... 7,006,000

Schedule:

(1) 36.10-Dental Board of California... 7,176,000

(2) Reimbursements..... −170,000

Provisions:

1. The amount appropriated in this item may include revenues derived from the assessment of fines and penalties imposed as specified in Section 13332.18 of the Government Code.

1250-011-0741—For transfer by the Controller, upon order of the Director of Finance, from the State Dentistry Fund to the General Fund ..... (5,000,000)

Provisions:

1. The transfer made by this item is a loan to the General Fund. This loan shall be repaid with interest calculated at the rate earned by the Pooled Money Investment Account at the time of the transfer. It is the intent of the Legislature that repayment be made so as to ensure that the programs supported by this fund are not adversely affected by the loan through reduction in services or increased fees.

1340-001-0205—For support of Board for Geologists and Geophysicists, Program 51, payable from the Geology and Geophysics Fund..... 1,106,000

Provisions:

1. The amount appropriated in this item may include revenues derived from the assessment of fines and penalties imposed as specified in Section 13332.18 of the Government Code.

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1350-001-0024—For support of State Board of Guide Dogs for the Blind, Program 54, payable from the State Board of Guide Dogs for the Blind Fund.....		136,000
Provisions:		
1. The amount appropriated in this item may include revenues derived from the assessment of fines and penalties imposed as specified in Section 13332.18 of the Government Code.		
1390-001-0175—For support of Medical Board of California, Registered Dispensing Opticians, for payment to Item 1390-001-0758, payable from the Dispensing Opticians Fund		289,000
Provisions:		
1. The amount appropriated in this item may include revenues derived from the assessment of fines and penalties imposed as specified in Section 13332.18 of the Government Code.		
1390-001-0210—For support of Medical Board of California, Outpatient Settings, for payment to Item 1390-001-0758, payable from the Outpatient Setting Fund of the Medical Board of California.....		24,000
Provisions:		
1. The amount appropriated in this item may include revenues derived from the assessment of fines and penalties imposed as specified in Section 13332.18 of the Government Code.		
1390-001-0758—For support of Medical Board of California, payable from the Contingent Fund of the Medical Board of California		38,432,000
Schedule:		
(1) 63.10.010-Medical Board of California	39,536,000	
(2) 63.15-Registered Dispensing Opticians.....	289,000	
(3) 63.17-Outpatient Setting.....	24,000	
(4) 63.10.020-Distributed Medical Board of California	–797,000	
(5) Reimbursements.....	–307,000	
(6) Amount payable from the Dispensing Opticians Fund (Item 1390-001-0175).....	–289,000	
(7) Amount payable from the Outpatient Setting Fund of the Medical Board of California (Item 1390-001-0210).....	–24,000	

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Provisions:

1. The amount appropriated in this item may include revenues derived from the assessment of fines and penalties imposed as specified in Section 13332.18 of the Government Code.
2. The Medical Board of California shall designate a staff liaison to assist international medical graduates through the appropriate programs to facilitate their licensure and reentry into their profession.

1400-001-0108—For support of Acupuncture Board, payable from the Acupuncture Fund 1,959,000

Schedule:

(1) 63.20-Acupuncture Board 1,982,000

(2) Reimbursements ..... –23,000

Provisions:

1. The amount appropriated in this item may include revenues derived from the assessment of fines and penalties imposed as specified in Section 13332.18 of the Government Code.

1420-001-0759—For support of Physical Therapy Board of California, payable from the Physical Therapy Fund 2,481,000

Schedule:

(1) 63.40-Physical Therapy Board of California 2,580,000

(2) Reimbursements ..... –99,000

Provisions:

1. The amount appropriated in this item may include revenues derived from the assessment of fines and penalties imposed as specified in Section 13332.18 of the Government Code.

1430-001-0280—For support of Physician Assistant Committee, payable from the Physician Assistant Fund 902,000

Schedule:

(1) 63.50-Physician Assistant Committee 927,000

(2) Reimbursements ..... –25,000

Provisions:

1. The amount appropriated in this item may include revenues derived from the assessment of fines and penalties imposed as specified in Section 13332.18 of the Government Code.

1440-001-0295—For support of California Board of Podiatric Medicine, payable from the Board of Podiatric Medicine Fund 1,081,000

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Schedule:

(1) 63.60-California Board of Podiatric Medicine 1,085,000

(2) Reimbursements ..... –4,000

Provisions:

1. The amount appropriated in this item may include revenues derived from the assessment of fines and penalties imposed as specified in Section 13332.18 of the Government Code.

1450-001-0310—For support of Board of Psychology, payable from the Psychology Fund 3,186,000

Schedule:

(1) 63.70-Board of Psychology 3,237,000

(2) Reimbursements ..... –51,000

Provisions:

1. The amount appropriated in this item may include revenues derived from the assessment of fines and penalties imposed as specified in Section 13332.18 of the Government Code.

1450-011-0310—For transfer by the Controller, upon order of the Director of Finance, from the Psychology Fund to the General Fund ..... (5,000,000)

Provisions:

1. The transfer made in this item is a loan to the General Fund. This loan shall be repaid with interest calculated at the rate earned by the Pooled Money Investment Account at the time of the transfer. It is the intent of the Legislature that repayment be made so as to ensure that the programs supported by this fund are not adversely affected by the loan through reduction in service or through increased fees.

1455-001-0319—For support of Respiratory Care Board of California, payable from the Respiratory Care Fund 2,749,000

Schedule:

(1) 63.75-Respiratory Care Board of California 2,815,000

(2) Reimbursements ..... –66,000

Provisions:

1. The amount appropriated in this item may include revenues derived from the assessment of fines and penalties imposed as specified in Section 13332.18 of the Government Code.

1460-001-0376—For support of the Speech-Language Pathology and Audiology Board, payable from the Speech-Language and Audiology Fund 515,000

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Schedule:

(1) 63.80-Speech-Language Pathology and Audiology Board 539,000

(2) Reimbursements ..... –24,000

Provisions:

1. The amount appropriated in this item may include revenues derived from the assessment of fines and penalties imposed as specified in Section 13332.18 of the Government Code.

1475-001-3017—For support of California Board of Occupational Therapy, payable from the Occupational Therapy Fund 642,000

Schedule:

(1) 67-California Board of Occupational Therapy 999,000

(2) Reimbursements ..... –357,000

Provisions:

1. The amount appropriated in this item may include revenues derived from the assessment of fines and penalties imposed as specified in Section 13332.18 of the Government Code.

1480-001-0763—For support of State Board of Optometry, payable from the State Optometry Fund, Professions and Vocations Fund 1,148,000

Schedule:

(1) 69-State Board of Optometry..... 1,154,000

(2) Reimbursements ..... –6,000

Provisions:

1. The amount appropriated in this item may include revenues derived from the assessment of fines and penalties imposed as specified in Section 13332.18 of the Government Code.

1485-001-0264—For support of Osteopathic Medical Board of California, payable from the Osteopathic Medical Board of California Contingent Fund 965,000

Schedule:

(1) 70-Osteopathic Medical Board of California..... 1,015,000

(2) Reimbursements ..... –50,000

Provisions:

1. The amount appropriated in this item may include revenues derived from the assessment of fines and penalties imposed as specified in Government Code Section 13332.18.

1485-011-0264—For transfer by the Controller, upon order of the Director of Finance, from the Osteopathic Contingent Fund to the General Fund..... (2,700,000)

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Provisions:

1. The transfer made in this item is a loan to the General Fund. This loan shall be repaid with interest calculated at the rate earned by the Pooled Money Investment Account at the time of the transfer. It is the intent of the Legislature that repayment be made so as to ensure that the programs supported by this fund are not adversely affected by the loan through reduction in service or through increased fees.

1490-001-0767—For support of California State Board of Pharmacy, payable from the Pharmacy Board Contingent Fund, Professions and Vocations Fund .. 7,481,000

Schedule:

(1) 72-California State Board of Pharmacy 7,732,000

(2) Reimbursements ..... –251,000

Provisions:

1. The amount appropriated in this item may include revenues derived from the assessment of fines and penalties imposed as specified in Section 13332.18 of the Government Code.

1490-011-0767—For transfer by the Controller, upon order of the Director of Finance, from the Pharmacy Board Contingent Fund to the General Fund ..... (6,000,000)

Provisions:

1. The transfer made in this item is a loan to the General Fund. This loan shall be repaid with interest calculated at the rate earned by the Pooled Money Investment Account at the time of the transfer. It is the intent of the Legislature that repayment be made so as to ensure that the programs supported by this fund are not adversely affected by the loan through reduction in service or through increased fees.

1500-001-0770—For support of Board for Professional Engineers and Land Surveyors, payable from the Professional Engineer and Land Surveyor Fund..... 7,474,000

Schedule:

(1) 75-Board for Professional Engineers and Land Surveyors 7,490,000

(2) Reimbursements ..... –16,000

Provisions:

1. The amount appropriated in this item may include revenues derived from the assessment of fines and penalties imposed as specified in Section 13332.18 of the Government Code.

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1510-001-0761—For support of Board of Registered Nursing, payable from the Board of Registered Nursing Fund, Professions and Vocations Fund..... 17,328,000

Schedule:

(1) 78-Board of Registered Nursing 18,342,000

(2) Reimbursements..... −1,014,000

Provisions:

1. The amount appropriated in this item may include revenues derived from the assessment of fines and penalties imposed as specified in Section 13332.18 of the Government Code.

1510-011-0761—For transfer by the Controller, upon order of the Director of Finance, from the Board of Registered Nursing Fund, Professions and Vocations Fund to the General Fund..... (12,000,000)

Provisions:

1. The transfer made by this item is a loan to the General Fund. This loan shall be repaid with interest calculated at the rate earned by the Pooled Money Investment Account at the time of the transfer. It is the intent of the Legislature that repayment be made so as to ensure that the programs supported by this fund are not adversely affected by the loan through reduction in service or through increased fees.

1520-001-0771—For support of Court Reporters Board of California, payable from the Court Reporters' Fund 649,000

Schedule:

(1) 81-Court Reporters Board of California 667,000

(2) Reimbursements..... −18,000

Provisions:

1. The amount appropriated in this item may include revenues derived from the assessment of fines and penalties imposed as specified in Section 13332.18 of the Government Code.

1530-001-0399—For support of Structural Pest Control Board, for payment to Item 1530-001-0775, payable from the Structural Pest Control Education and Enforcement Fund 276,000

Provisions:

1. The amount appropriated in this item may include revenues derived from the assessment of fines and penalties imposed as specified in Section 13332.18 of the Government Code.

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1530-001-0775—For support of Structural Pest Control Board, payable from the Structural Pest Control Fund, Professions and Vocations Fund..... 3,297,000

Schedule:

(1) 84-Structural Pest Control Board ... 3,575,000

(2) Reimbursements ..... –2,000

(3) Amount payable from the Structural Pest Control Education and Enforcement Fund (Item 1530-001-0399)..... –276,000

Provisions:

1. The amount appropriated in this item may include revenues derived from the assessment of fines and penalties imposed as specified in Section 13332.18 of the Government Code.

1530-011-0775—For transfer by the Controller, upon order of the Director of Finance, from the Structural Pest Control Fund to the General Fund ..... (2,000,000)

Provisions:

1. The transfer made in this item is a loan to the General Fund. This loan shall be repaid with interest calculated at the rate earned by the Pooled Money Investment Account at the time of the transfer. It is the intent of the Legislature that repayment be made so as to ensure that the programs supported by this fund are not adversely affected by the loan through reduction in service or through increased fees.

~~Provisions:~~

~~1. The amount appropriated in this item may include revenues derived from the assessment of fines and penalties imposed as specified in Section 13332.18 of the Government Code.~~

1550-001-0777—For support of Veterinary Medical Board, payable from the Veterinary Medical Board Contingent Fund 1,745,000

Schedule:

(1) 90-Veterinary Medical Board 1,771,000

(2) Reimbursements ..... –26,000

Provisions:

1. The amount appropriated in this item may include revenues derived from the assessment of fines and penalties imposed as specified in Section 13332.18 of the Government Code.

1580-001-0779—For support of Board of Vocational Nurse and Psychiatric Technician Examiners, payable from the Vocational Nurse Examiners Fund 4,080,000

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Schedule:
(1) 91.10.010-Vocational Nurses Program 4,469,000
(2) 91.10.020-Distributed Vocational Nurses ..... –37,000
(3) Reimbursements ..... –352,000
Provisions:
1. The amount appropriated in this item may include revenues derived from the assessment of fines and penalties imposed as specified in Section 13332.18 of the Government Code.

1580-001-0780—For support of Board of Vocational Nurse and Psychiatric Technician Examiners, payable from the Psychiatric Technicians Account, Vocational Nurse and Psychiatric Technician Examiners Fund 1,206,000
Schedule:
(1) 91.20-Psychiatric Technician Program 1,228,000
(2) Reimbursements ..... –22,000
Provisions:
1. The amount appropriated in this item may include revenues derived from the assessment of fines and penalties imposed as specified in Section 13332.18 of the Government Code.

1700-001-0001—For support of Department of Fair Employment and Housing 15,275,000
Schedule:
(1) 50-Administration of Civil Rights Law 19,398,000
(2) Reimbursements ..... –15,000
(3) Amount payable from the Federal Trust Fund (Item 1700-001-0890). –4,108,000

1700-001-0890—For support of Department of Fair Employment and Housing, for payment to Item 1700-001-0001, payable from the Federal Trust Fund..... 4,108,000

1705-001-0001—For support of the Fair Employment and Housing Commission 1,192,000
Schedule:
(1) 10-Fair Employment and Housing Commission 1,343,000
(2) Reimbursements ..... –151,000

1730-001-0001—For support of Franchise Tax Board ... ~~402,384,000~~
401,298,000
Schedule:
(1) 10-Tax Programs ..... ~~384,174,000~~
383,088,000

Item	Amount
(2) 20-Homeowners and Renters Assistance	6,278,000
(3) 30-Political Reform Audit ~~(1,324,000)~~ (1,316,000)	0
(4) 40-Child Support Collections	16,157,000
(5) 45-Child Support Automation	18,842,000
(6) 50-DMV Collections	5,149,000
(7) 60-Court Collections	3,429,000
(8) 70-Contract Work	5,546,000
(9) 80.01-Administration	23,051,000
(10) 80.02-Distributed Administration	–23,051,000
(11) Reimbursements	–5,546,000
(12) Reimbursements-Child Support Existing/Expanded Collections	–8,845,000
(13) Reimbursements-Child Support Automation	–13,742,000
(14) Amount payable from the State Highway Account, State Transportation Fund (Item 1730-001-0042)	–1,000
(15) Amount payable from the Motor Vehicle Account, State Transportation Fund (Item 1730-001-0044)	–1,779,000
(16) Amount payable from the Motor Vehicle License Fee Account, Transportation Tax Fund (Item 1730-001-0064)	–3,369,000
(17) Amount payable from the Emergency Food Assistance Program Fund (Item 1730-001-0122)	–6,000
(18) Amount payable from the Delinquent Tax Collection Fund (Section 19378 of the Revenue and Taxation Code)	–404,000
(19) Amount payable from the Rare Fish, Wildlife, and Plant Species Conservation and Enhancement Account, Fish and Game Preservation Fund (Item 1730-001-0200)	–13,000
(20) Amount payable from the Court Collection Account (Item 1730-001-0242)	–3,429,000
(21) Amount payable from the State Children's Trust Fund (Item 1730-001-0803)	–11,000

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(22) Amount payable from the California Alzheimer's Disease and Related Disorders Research Fund (Item 1730-001-0823)	–11,000
(23) Amount payable from the California Seniors Special Fund (Item 1730-001-0886)	–4,000
(24) Amount payable from the California Breast Cancer Research Fund (Item 1730-001-0945)	–7,000
(25) Amount payable from the California Peace Officer Memorial Foundation Fund (Item 1730-001-0974)	–5,000
(26) Amount payable from the Firefighters' Memorial Fund (Item 1730-001-0979)	–7,000
(27) Amount payable from the California Fund for Senior Citizens (Item 1730-001-0983)	–7,000
(28) Amount payable from Lupus Fund of America California Chapters Fund (Item 1730-001-8006)	–5,000

Provisions:

1. It is the intent of the Legislature that all funds appropriated to the Franchise Tax Board for processing tax returns, auditing and collecting owed tax amounts, shall be used in a manner consistent with its authorized budget and the documents that were presented to the Legislature for its review in support of that budget. The Franchise Tax Board shall not reduce expenditures or redirect either funding or personnel resources away from direct auditing or collection activities without prior approval of the Director of Finance. The director shall not approve any such reduction or redirection sooner than 30 days after providing notification to the Joint Legislative Budget Committee. No such position may be transferred from the organizational unit to which it was assigned in the 2002–03 Governor's Budget and the Salaries and Wages Supplement as revised by legislative actions without the approval of the Department of Finance. Furthermore, the board shall expeditiously fill budgeted positions consistent with the funding provided in this act.
2. It is the intent of the Legislature that the Franchise Tax Board resolve tax controversies, without liti-

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gation, on a basis that is fair to both the state and the taxpayer and in a manner that will enhance voluntary compliance and public confidence in the integrity and efficiency of the board.

3. During the 2002–03 fiscal year, the collection cost recovery fee for purposes of subparagraph (A) of paragraph (1) of subdivision (a) of Section 19254 of the Revenue and Taxation Code shall be $101, and the filing enforcement cost recovery fee for purposes of subparagraph (A) of paragraph (2) of that subdivision shall be $108.
4. During the 2002–03 fiscal year, the collection cost recovery fee for purposes of subparagraph (B) of paragraph (1) of subdivision (a) of Section 19254 of the Revenue and Taxation Code shall be $150, and the filing enforcement cost recovery fee for purposes of subparagraph (B) of paragraph (2) of that subdivision shall be $175.
5. Of the amounts appropriated in this item, the amount provided in Schedule (5) and Schedule (13), Reimbursements—Child Support Automation, are, pursuant to Section 5 of Chapter 479, Statutes of 1999, available for 2002–03 and 2003–04.
6. It is the intent of the Legislature that the California Child Support Automation Project shall receive the highest commitment and priority of all of the state's child support automation activities.
7. The Legislature intends that the California Child Support Automation Project shall support all child support collections activities in compliance with federal certification requirements.
8. Notwithstanding any other provision of law, upon request of the Franchise Tax Board, the Department of Finance may augment the amount available for expenditure in Schedule 5 (Child Support Automation) and 13 (Child Support Automation-Reimbursements) for expenditures associated with the implementation of the California Child Support Automation System Project. The augmentation may be effected not sooner than 30 days after notification in writing of necessity therefor to the chairperson of the committee in each house of the Legislature that considers appropriations and the Chairperson of the Joint Legislative Budget Committee, or not sooner than whatever lesser time the chairperson of the com-

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mittee, or his or her designee, may in each instance determine. The funds appropriated by this provision shall be consistent with the amount approved by the Department of Finance based on its review and approval of the required Feasibility Study Report or Reports or equivalent document or documents.	
1730-001-0042—For support of Franchise Tax Board, for payment to Item 1730-001-0001, payable from the State Highway Account, State Transportation Fund	1,000
1730-001-0044—For support of Franchise Tax Board, for payment to Item 1730-001-0001, payable from the Motor Vehicle Account, State Transportation Fund	1,779,000
1730-001-0064—For support of Franchise Tax Board, for payment to Item 1730-001-0001, payable from the Motor Vehicle License Fee Account, Transportation Tax Fund	3,369,000
1730-001-0122—For support of Franchise Tax Board, for payment to Item 1730-001-0001, payable from the Emergency Food Assistance Program Fund	6,000
1730-001-0200—For support of Franchise Tax Board, for payment to Item 1730-001-0001, payable from the Fish and Game Preservation Fund (Rare Fish, Wildlife, and Plant Species Conservation and Enhancement Account)	13,000
1730-001-0242—For support of Franchise Tax Board, for payment to Item 1730-001-0001, payable from the Court Collection Account	3,429,000
1730-001-0803—For support of Franchise Tax Board, for payment to Item 1730-001-0001, payable from the State Children's Trust Fund	11,000
1730-001-0823—For support of Franchise Tax Board, for payment to Item 1730-001-0001, payable from the California Alzheimer's Disease and Related Disorders Research Fund	11,000
1730-001-0886—For support of Franchise Tax Board, for payment to Item 1730-001-0001, payable from the California Seniors Special Fund	4,000
1730-001-0945—For support of Franchise Tax Board, for payment to Item 1730-001-0001, payable from the California Breast Cancer Research Fund	7,000
1730-001-0974—For support of Franchise Tax Board, for payment to Item 1730-001-0001, payable from the California Peace Officer Memorial Foundation Fund	5,000

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1730-001-0979—For support of Franchise Tax Board, for payment to Item 1730-001-0001, payable from the Firefighters' Memorial Fund	7,000
1730-001-0983—For support of Franchise Tax Board, for payment to Item 1730-001-0001, payable from the California Fund for Senior Citizens	7,000
1730-001-8006—For support of Franchise Tax Board, for payment to Item 1730-001-0001, payable from the Lupus Foundation of America California Chapters Fund	5,000
1730-002-0001—For support of the Franchise Tax Board for rental payments on lease revenue bonds	7,275,000

Schedule:

(1) Central Office—Buildings 1 and 2.	7,334,000
(2) Insurance	140,000
(3) Reimbursements	–199,000

Provisions:

1. The Controller shall transfer funds appropriated in this item according to a schedule to be provided by the State Public Works Board. The schedule shall be provided on a monthly basis or as otherwise might be needed to ensure debt requirements are met.

1730-295-0001—For local assistance, Franchise Tax Board, for reimbursement, in accordance with the provisions of Section 6 of Article XIII B of the California Constitution or Section 17561 of the Government Code, of the costs of any new program or increased level of service of an existing program mandated by statute or executive order, for disbursement by the State Controller	0

Schedule:

(1) 98.01.023.874-Substandard Housing (Ch. 238, Stats. 1974)	0

Provisions:

1. Pursuant to Section 17581 of the Government Code, mandates identified in the appropriation schedule of this item with an appropriation of $0 and included in the language of this provision are specifically identified by the Legislature for suspension during the ~~2001–02~~ 2002–03 fiscal year: (1) Substandard Housing (Ch. 238, Stats. 1974).

1730-301-0001—For capital outlay, Franchise Tax Board	288,000

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Schedule:

(1) 90.01.060-Minor Capital Outlay: Fresno Field Office Security Improvements Renovation—Preliminary plans, working drawings, construction 288,000

1730-495—Reversion, Franchise Tax Board. As of June 30, 2002, the unencumbered balance of the appropriation provided in the following citation shall revert to the fund balance of the fund from which the appropriation was made.

0001—General Fund

(1) $7,800,000 from the appropriation in Schedule (1) 10-Tax Programs, from Item 1730-001-0001, Budget Act of 2001 (Ch. 106, Stats. 2001) allocated to the Franchise Tax Board and the selected business partner for the Integrated Non-Filer Compliance (INC) Project.

1760-001-0001—For support of Department of General Services, for payment to Item 1760-001-0666 19,572,000

Provisions:

1. In addition to the funds appropriated in this item, any amounts received from the sale of the Governor's Budget and related publications funded from this item are available for expenditure.

1760-001-0002—For support of Department of General Services, for payment to Item 1760-001-0666, payable from the Property Acquisition Law Money Account 2,734,000

1760-001-0003—For support of Department of General Services, for payment to Item 1760-001-0666, payable from the Motor Vehicle Parking Facilities Moneys Account..... 3,782,000

1760-001-0022—For support of Department of General Services, for payment to Item 1760-001-0666, payable from the State Emergency Telephone Number Account 1,244,000

1760-001-0026—For support of Department of General Services, for payment to Item 1760-001-0666, payable from the State Motor Vehicle Insurance Account..... 3,894,000

Provisions:

1. Notwithstanding any other provision of law, Section 16379 of the Government Code shall govern the payment of claims for the purposes of this item.

Item	Amount
1760-001-0119—For support of Department of General Services, for payment to Item 1760-001-0666, payable from the 1998 State School Facilities Fund.....	10,967,000
Provisions:	
1. Notwithstanding Item 9840-001-0494, the Director of Finance may authorize the creation of deficiencies pursuant to Section 11006 of the Government Code for the purposes of this item.	
1760-001-0450—For support of Department of General Services, for payment to Item 1760-001-0666, payable from the Seismic Gas Valve Certification Fee Account	75,000
1760-001-0465—For support of Department of General Services, for payment to Item 1760-001-0666, payable from the Energy Resources Programs Account.	1,336,000
1760-001-0602—For support of Department of General Services, for payment to Item 1760-001-0666, payable from the Architecture Revolving Fund	34,260,000
1760-001-0666—For support of Department of General Services, payable from the Service Revolving Fund	497,383,000
Schedule:	
(1) Program support.....	684,758,000
(2) Distributed services.....	–12,994,000
(2.5) Reimbursements	–136,000
(3) Amount payable from the General Fund (Item 1760-001-0001).....	–19,572,000
(4) Amount payable from the General Fund (Item 1760-011-0001).....	–2,752,000
(5) Amount payable from the Property Acquisition Law Money Account (Item 1760-001-0002)	–2,734,000
(6) Amount payable from the Motor Vehicle Parking Facilities Moneys Account (Item 1760-001-0003).....	–3,782,000
(7) Amount payable from the State Emergency Telephone Number Account (Item 1760-001-0022).....	–1,244,000
(8) Amount payable from the State Motor Vehicle Insurance Account (Item 1760-001-0026)	–3,894,000
(9) Amount payable from the 1998 State School Facilities Fund (Item 1760-001-0119).....	–10,967,000
(10) Amount payable from the Seismic Gas Valve Certification Fee Account (Item 1760-001-0450).....	–75,000

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(11) Amount payable from the Energy Resources Programs Account (Item 1760-001-0465) ..... –1,336,000

(12) Amount payable from the Architecture Revolving Fund (Item 1760-001-0602) .....–34,260,000

(13) Amount payable from the Earthquake Safety and Public Buildings Rehabilitation Fund of 1990 (Item 1760-001-0768) ..... –805,000

(14) Amount payable from the State School Deferred Maintenance Fund (Item 1760-001-0961)..... –141,000

(15) Amount payable from the Property Acquisition Law Money Account (Item 1760-015-0002)..... –1,400,000

(16) Amount payable from the Motor Vehicle Parking Facilities Money Account (Item 1760-002-0003)..... –1,102,000

(17) Amount payable from the Service Revolving Fund (Item 1760-002-0666).....–75,453,000

(18) Amount payable from the Service Revolving Fund (Item 1760-003-0666).....–14,728,000

Provisions:

1. Notwithstanding any other provision of law, revenues from the sale of legislative bills and publications received by the Bill Room shall be deposited in the Service Revolving Fund.
2. Notwithstanding any other provision of law, if the Director of the Department of General Services determines in writing that there is insufficient cash in a special fund under his or her authority to make one or more payments currently due and payable, he or she may order the transfer of moneys to that special fund in the amount necessary to make payment or payments, as a loan from the Service Revolving Fund. That loan shall be subject to all of the following conditions:
   (a) No loan shall be made that would interfere with the carrying out of the object for which the Service Revolving Fund was created.
   (b) The loan shall be repaid as soon as there is sufficient money in the recipient fund to repay the amount loaned, but no later than 18 months after the date of the loan. The amount

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loaned shall not exceed the amount that the fund or program is authorized at the time of the loan to expend during the 2002–03 fiscal year from the recipient fund except as otherwise provided in Provisions 4, 5, and 6 of this item.

(c) The terms and conditions of the loan are approved, prior to the transfer of funds, by the Department of Finance pursuant to appropriate fiscal standards.

3. It is the intent of the Legislature that the departments that provide e-government services or transactions shall reimburse the Department of General Services (DGS) for the development, implementation, and maintenance of the state's centralized e-government systems. The DGS shall establish rates that departments shall be charged for the ongoing use and maintenance of the systems. Departments shall not develop or implement e-government systems to the extent such systems already exist within the state's centralized e-government systems. Notwithstanding Item 9840-001-0988, Item 9840-001-0494, and Section 27 of this act, the Director of General Services may augment this item, by up to an aggregate of one and one-half percent in cases where the Legislature has provided funding in departmental budgets for e-government services. Any augmentation that is deemed to be necessary on a permanent basis shall be submitted for review as part of the normal budget development process. An augmentation shall be approved by the Department of Finance and shall not be made sooner than 30 days after written notification is provided to the Chairperson of the Senate Committee on Budget and Fiscal Review, the Chairperson of the Assembly Budget Committee, and the Chairperson of the Joint Legislative Budget Committee, or not sooner than whatever lesser time the Chairperson of the Joint Legislative Budget Committee may determine.

4. Notwithstanding Item 9840-001-0988, Item 9840-001-0494, and Section 27.00 of this act, the Director of General Services may augment this item or any of Items 1760-001-0002, 1760-001-0003, 1760-001-0026, and 1760-001-0602, by up to an aggregate of 10 percent in cases where (a)

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the Legislature has approved funds for a customer for the purchase of services or equipment through the Department of General Services (DGS) and the corresponding expenditure authority has not been provided in this item or (b) a local government entity or the federal government has requested services from the DGS. Any augmentation that is deemed to be necessary on a permanent basis shall be submitted for review as part of the normal budget development process. If the Director of the Department of General Services augments this item or Item 1760-001-0002, 1760-001-0003, 1760-001-0026, or 1760-001-0602 the DGS shall notify the Department of Finance within 30 days after that augmentation is made as to the amount, justification, and the program augmented. Any augmentation made in accordance with this provision shall not result in an increase in any rate charged to other departments for services or the purchase of goods without the prior written consent of the Department of Finance.

5. Notwithstanding Item 9840-001-0988, Item 9840-001-0494, and Section 27.00 of this act, if this item or Item 1760-001-0002, 1760-001-0003, 1760-001-0026, or 1760-001-0602, is augmented pursuant to Provision 4 by the maximum allowed under that provision, the Director of Finance may further augment the item or items in cases where (a) the Legislature has approved funds for a customer for the purchase of services or equipment through the DGS and the corresponding expenditure authority has not been provided in these items, or (b) a local government entity or the federal government has requested services from the DGS. Any augmentation that is deemed to be necessary on a permanent basis shall be submitted for review as part of the normal budget development process.

6. Notwithstanding Item 9840-001-0988, Item 9840-001-0494, and Section 27.00 of this act, the Director of General Services may augment this item and Items 1760-001-0026 and 1760-001-0003 to increase authorized expenditures by the Office of State Publishing, the Office of Risk and Insurance Management, the Office of Fleet Administration, the Office of Energy Management,

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and the Office of Public Safety Radio Services. The augmentation shall be for the specific purpose of enabling the Office of State Publishing, the Office of Risk and Insurance Management, the Office of Fleet Administration, the Office of Energy Management, and the Office of Public Safety Radio Services to provide competitive services to their customers (including local government entities or the federal government) and may be made only if the office has sufficient operating reserves available to fund the augmentation. If the Director of General Services augments either of the items in this provision, the DGS shall notify the Department of Finance within 30 days after that augmentation is made as to the amount, justification, and the office augmented. Any augmentation that is deemed to be necessary on a permanent basis shall be submitted for review as part of the normal budget development process.

7. Any augmentation made pursuant to Provisions 4, 5, and 6 of this item shall be reported in writing to the chairpersons of the fiscal committees of each house and the Chairperson of the Joint Legislative Budget Committee within 30 days of the date the augmentation is approved. This notification shall identify the amount of, and justification for, the augmentation, and the program that has been augmented. Copies of the notification shall be provided to the Department of Finance.
8. Notwithstanding any other provision of law, the Director of General Services or his or her designee, in lieu of the Director of Finance, is authorized to carry out the provisions of Section 26.00 of this act as it pertains to category transfers.
9. Notwithstanding any other provision of law, the Director of General Services or his or her designee, in lieu of the Director of Finance, is authorized to approve Budget Revision, Standard Form 26 subject to a copy being provided to the Department of Finance.
10. Of the funds appropriated in this item, up to $1,000,000 is available, as needed, for dual occupancy rent costs associated with the State Department of Education's move to the East End Complex.

Item	Amount
1760-001-0768—For support of Department of General Services, for payment to Item 1760-001-0666, payable from the Earthquake Safety and Public Buildings Rehabilitation Fund of 1990	805,000
1760-001-0961—For support of Department of General Services for payment to Item 1760-001-0666, payable from the State School Deferred Maintenance Fund	141,000
1760-002-0003—For support of Department of General Services, for rental payments on lease revenue bonds, for payment to Item 1760-001-0666, payable from the Motor Vehicle Parking Facilities Moneys Account	1,102,000

Provisions:

1. The funds appropriated in this item are for the following:
   (a) Base Rental and Fees..... 1,092,000
   (b) Insurance..... 10,000
2. The Controller shall transfer funds appropriated in this item according to a schedule to be provided by the State Public Works Board. The schedule shall be provided on a monthly basis or as otherwise might be needed to ensure debt requirements are met.

1760-002-0666—For support of Department of General Services, for rental payments on lease revenue bonds, for payment to Item 1760-001-0666, payable from the Service Revolving Fund.....	75,453,000

Provisions:

1. The funds appropriated in this item are for the following:
   (a) Base rental and fees..... 74,645,000
      (1) Capitol Area Development Authority, Sacramento 703,000
      (2) State Office Building, Riverside 2,169,000
      (3) Department of Justice Building, Sacramento..... 4,945,000
      (4) San Francisco Civic Center Building 25,613,000

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(5) Ronald Reagan Building, Los Angeles 17,738,000
(6) Elihu M. Harris Building, Oakland 11,516,000
(7) LA Junipero Serra II 4,808,000
(8) State Office Building, San Diego (Suburban) .. 2,786,000
(9) Capitol East End Garage 993,000
(10) Stephen P. Teale Data Center..... 3,374,000
(b) Insurance 914,000
(c) Reimbursements ..... –106,000

2. The Controller shall transfer funds appropriated in this item according to a schedule to be provided by the State Public Works Board. The schedule shall be provided on a monthly basis or as otherwise might be needed to ensure debt requirements are met.

1760-003-0666—For support of Department of General Services, for rental payments on California Environmental Protection Agency Building, for payment to Item 1760-001-0666, payable from the Service Revolving Fund 14,728,000

Provisions:

1. The Controller shall transfer funds appropriated in this item according to a schedule to be provided by the State Public Works Board. The schedule shall be provided on a monthly basis or as otherwise might be needed to ensure debt requirements are met.

1760-011-0001—For support of Department of General Services, for payment to Item 1760-001-0666 2,752,000

Provisions:

1. The funds appropriated in this item are for the following:
   (a) Asbestos Abatement 1,005,000
   (b) Underground Storage Tank Program 1,747,000
2. The funds appropriated in this item may also be used for purposes related to the remediation of toxic sites for which the state is responsible, provided that proposals to transfer funds between

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these programs or for such other purposes shall be submitted in accordance with Section 26.00 of this act. These proposals shall detail the reasons for the transfer and the impact on the programs for which the transfer is proposed.

3. The unencumbered balance of any funds transferred from this item into the Architecture Revolving Fund will be reverted at the close of the fiscal year.

1760-011-0006—For transfer upon order of the Director of Finance, from the Disability Access Account to the General Fund ..... (10,000,000)

Provisions:

1. The amount transferred in this item is a loan to the General Fund. This loan shall be repaid with interest calculated at the rate earned by the Pooled Money Investment Account at the time of the transfer. Principal and interest on the loan shall be repaid in full no later than October 1, 2004. It is the intent of the Legislature that repayment be made so as to ensure that the programs supported by this fund are not adversely affected by the loan through reduction in service or increased fees.

1760-011-0328—For transfer upon order of the Director of Finance, from the Public School Planning, Design, and Construction Review Revolving Fund to the General Fund ..... (35,000,000)

Provisions:

1. The amount transferred in this item is a loan to the General Fund. This loan shall be repaid with interest calculated at the rate earned by the Pooled Money Investment Account as the time of the transfer. Principal and interest on the loan shall be repaid in full by no later than October 1, 2004. It is the intent of the Legislature that repayment be made so as to ensure that the programs supported by this fund are not adversely affected by the loan through reduction in service or increased fees.

1760-013-0002—For transfer upon order of the Director of Finance from the Property Acquisition Law Money Account to the General Fund..... (2,700,000)

Provisions:

1. The amount transferred in this item is a loan to the General Fund. This loan shall be repaid with interest calculated at the rate earned by the Pooled Money Investment Account at the time of the transfer. Principal and interest on the loan shall be

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repaid in full no later than October 1, 2004. It is the intent of the Legislature that repayment be made so as to ensure that the programs supported by this fund are not adversely affected by the loan through reduction in service or increased fees.	
1760-015-0002—For support of Department of General Services, for payment to Item 1760-001-0666, payable from the Property Acquisition Law Money Account	1,400,000
1760-101-0022—For local assistance, Department of General Services, for reimbursement of local agencies and service suppliers or communications equipment companies for costs incurred pursuant to Sections 41137, 41137.1, 41138, and 41140 of the Revenue and Taxation Code, payable from the State Emergency Telephone Number Account	146,353,000
1760-301-0660—For capital outlay, Department of General Services, payable from the Public Buildings Construction Fund	175,886,000
Schedule:	
(1) 50.10.140-Food and Agriculture Building Renovation, 1220 N Street, Sacramento—Construction	20,754,000
(1.5) 50.10.152-Bonderson Building Renovation, Sacramento—Preliminary plans, working drawings, and construction	23,024,000
(2) 50.10.160-Office Buildings 8 and 9 Renovation, 714 P Street, Sacramento— Preliminary plans, ~~W~~ working drawings and construction	107,276,000
(3) 50.10.161-Office Building 10 Renovation, 721 Capitol Mall, Sacramento—Working drawings and construction	24,832,000
Provisions:	
1. The State Public Works Board may issue lease-revenue bonds, notes, or bond anticipation notes pursuant to Chapter 5 (commencing with Section 15830) of Part 10b of Division 3 of Title 2 of the Government Code to finance the construction of the projects authorized by this item.	
2. The State Public Works Board and the Department of General Services may obtain interim financing for the project costs authorized in this item from any appropriate source, including, but	

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not limited to, the Pooled Money Investment Account pursuant to Sections 16312 and 16313 of the Government Code.

3. The State Public Works Board may authorize the augmentation of the cost of construction of the project scheduled in this item pursuant to the board's authority under Section 13332.11 of the Government Code. In addition, the board may authorize any additional amount necessary to establish a reasonable construction reserve and to pay the cost of financing including the payment of interest during construction of the project, the costs of financing a debt service fund, and the cost of issuance of permanent financing for the project. This additional amount may include interest payable on any interim financing obtained.
4. The Department of General Services is authorized and directed to execute and deliver any and all leases, contracts, agreements, or other documents necessary or advisable to consummate the sale of bonds or otherwise effectuate the financing of the scheduled projects.
5. The State Public Works Board shall not itself be deemed a lead or responsible agency for purposes of the California Environmental Quality Act (Division 13 (commencing with Section 21000) of the Public Resources Code) for any activities under the State Building Construction Act of 1955 (Part 10b (commencing with Section 15800) of Division 3 of Title 2 of the Government Code). This section does not exempt this department from the requirements of the California Environmental Quality Act. This section is intended to be declarative of existing law.

1760-301-0768—For capital outlay, Department of General Services, payable from the Earthquake Safety and Public Buildings Rehabilitation Fund of 1990.. 21,572,000

Schedule:

(1) 50.99.029-Program Management.... 800,000

(2) 50.99.089-California Department of Corrections, California Men's Colony, SLO, Building A-Administration: Structural Retrofit—Working drawings and construction..... 2,996,000

Item	Amount
(3) 50.99.091-California Department of Corrections, DVI, Tracy, Hospital Building: Structural Retrofit—Working drawings and construction	1,988,000
(4) 50.99.092-California Department of Corrections, California Correctional Institute, Tehachapi, Dorm E1, E2, E3, E4: Structural Retrofit—Working drawings and construction	2,852,000
(5) 50.99.179-California Department of Corrections, San Quentin State Prison, Building 22: Modulars—Working drawings and construction	6,180,000
(6) 50.99.402-Department of Mental Health, Patton State Hospital-30 Building, A-E: Structural Retrofit—Working drawings	1,150,000
(7) 50.99.403-Department of Mental Health, Patton State Hospital-70 Building, A-E: Structural Retrofit—Working drawings	1,150,000
(8) 50.99.404-Department of Mental Health, Patton State Hospital-Building N: Structural Retrofit—Working drawings	718,000
(9) 50.99.411-California Department of Corrections, Correctional Training Facility, Soledad, South Dorm C, D, E: Structural Retrofit—Working drawings and construction	2,292,000
(10) 50.99.079-California Department of Corrections, San Quentin, Building 22: Structural Retrofit—Working drawings	1,182,000
(11) 50.99.039-Department of General Services, Fresno: State Office Building: Structural Retrofit—Working drawings	264,000

Provisions:

1. Pursuant to funds appropriated in Schedule 1 and notwithstanding any other provision of law, the Director of the Department of General Services or his or her designee may contract for program management services provided by a licensed ar-

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chitect, registered engineer, or licensed general contractor where a firm is selected to assist DGS in project management activities, planning, designing, estimating, reviewing, and completing, a multiproject construction program.

2. If, during the validation portion of project development for projects listed in Schedule 1 to 11, inclusive, the risk level of any of these projects is reduced, or where a project savings has been realized, the funding for that particular project shall be available for expenditure for any of the other projects in this appropriation or for preliminary plans for the next highest priority Risk Level V or VI building identified by the department. If this change in funding occurs, the Department of General Services shall report to the Chair of the Joint Legislative Budget Committee detailing the project or projects reduced in seismic risk level, the project or projects for which preliminary plans will be developed, or the redirection of project savings within this appropriation.

1760-401—In the event the bonds authorized for the Capitol Area Plan project in Chapter 761 of the Statutes of 1997 are not sold, the Department of General Services shall commit a sufficient portion of its support appropriation, as determined by the Department of Finance, which is provided for in this Budget Act to repay any interim financing. It is the intent of the Legislature that this commitment shall be included in future Budget Acts until all interim financing is repaid either through the proceeds from the sale of bonds or from an appropriation.

1760-490—Reappropriation, Department of General Services. The balance of the appropriation provided in the following citation is reappropriated for the purposes provided for in that appropriation, and shall be available for encumbrance and expenditure until June 30, 2003:

0768—Earthquake Safety and Public Buildings Rehabilitation Fund of 1990

(1) Item 1760-301-0768, Budget Act of 2000 (Ch. 52, Stats. 2000), as reappropriated by Item 1760-490, Budget Act of 2001 (Ch. 106, Stats. 2001)

(9) 50.99.082-Veterans' Home of California, Yountville, Recreation Building: Structural Retrofit—Construction

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(2) Item 1760-301-0768, Budget Act of 2001 (Ch. 106, Stats. 2001)

(4) 50.99.085-Metropolitan State Hospital, Norwalk, Laundry Building: Structural Retrofit—Construction

(6) 50.99.087-Sonoma Developmental Center, Eldridge, Porter Administration Building, Structural Retrofit—Construction

(7) 50.99.088-Correctional Training Facility, Soledad, Hospital Wing Q: Structural Retrofit—Construction

0853—Petroleum Violation Escrow Account

(1) Item 1760-301-0853, Budget Act of 2000 (Ch. 52, Stats. 2000), as reappropriated by Item 1760-490, Budget Act of 2001 (Ch. 106, Stats. 2001)

(1) 50.99.200-State Fleet Alternative Fuel Infrastructure, Sacramento, Oakland, Los Angeles—Working drawings and construction

1760-491—Reappropriation, Department of General Services. Notwithstanding any other provision of law, the balance, as of June 30, 2002, of the funds made available pursuant to Item 1760-101-0768 of Section 2.00 of the Budget Act of 1994 (Ch. 139, Stats. 1994) and Item 1760-101-0768 of Section 2.00 of the Budget Act of 1999 (Ch. 50, Stats. 1999), as reappropriated by Item 1760-491 of Section 2.00 of the Budget Act of 2001 (Ch. 106, Stats. 2001), are reappropriated and shall be available for expenditure through June 30, 2003.

Schedule:

(1) 3116-Richmond, Contra Costa—City Hall	1,149,975
(2) 3117-Richmond, Contra Costa—Hall of Justice	683,613
(3) 3292-Torrance, Harbor—UCLA Medical Center	777,618
(4) 4018-Alameda, Fire Station #8, Oakland	184,010
(5) 4029-Alameda, Oakland Police Administration Retrofit—Oakland	500,000
(6) 4042-Orinda, Contra Costa: Orinda Fire Station #44	57,671
(7) 4162-Ventura, ECC/Public Safety Bldg., Oxnard	282,946
(8) 4224-San Leandro, Alameda: Fire Station #2	110,858

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(9) 4225-San Leandro, Alameda: Fire Station #3 116,810

1760-496—Department of General Services: As of June 30, 2002, the unencumbered balances of the appropriations provided for in the following citations shall revert to the balance of the fund from which it was made:

0666—Service Revolving Fund

Item 1760-301-0666, Budget Act of 2000 (Ch. 52, Stats. 2000), as reappropriated in Item 1760-490, Budget Act of 2001 (Ch. 106, Stats. 2001)

(7) 50.10.152-Bonderson Building Renovation, Sacramento—Preliminary plans and working drawings

1880-001-0001—For support of State Personnel Board . 6,712,000

Schedule:

(1) 10-Merit System Administration 16,130,000
(2) 40-Local Government Services 3,003,000
(3) 50.01-Administrative Services 3,695,000
(4) 50.02-Distributed Administrative Services ..... –3,042,000
(5) Reimbursements .....–13,074,000

1880-295-0001—For local assistance, State Personnel Board, for reimbursement, in accordance with the provisions of Section 6 of Article XIII B of the California Constitution or Section 17561 of the Government Code, of the costs of any new program or increased level of service of an existing program mandated by statute or executive order, for disbursement by the State Controller..... 1,000

Schedule:

(1) 98.01.067.590-Peace Officers Procedural Bill of Rights (Ch. 675, Stats. 1990)..... 1,000

Provisions:

1. Except as provided in Provision 2 of this item, allocations of funds provided in this item to the appropriate local entities shall be made by the State Controller in accordance with the provisions of each statute or executive order that mandates the reimbursement of the costs, and shall be audited to verify the actual amount of the mandated costs in accordance with subdivision (d) of Section 17561 of the Government Code. Audit adjustments to prior year claims may be paid from this item. Funds appropriated in this item may be used to provide reimbursement pursuant to Article 5

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(commencing with Section 17615) of Chapter 4 of Part 7 of Division 4 of Title 2 of the Government Code.

2. If any of the scheduled amounts are insufficient to provide full reimbursement of costs, the State Controller may, upon notifying the Director of Finance in writing, augment those deficient amounts from the unencumbered balance of any other scheduled amounts therein. No order may be issued pursuant to this provision unless written notification of the necessity therefore is provided to the chairperson of the committee in each house that considers appropriations and the Chairperson of the Joint Legislative Budget Committee or his or her designee.

1900-001-0950—For support of Board of Administration of the Public Employees' Retirement System, payable from the Public Employees' Contingency Reserve Fund 16,071,000

Provisions:

1. The appropriation made in this item is for support of the Board of Administration pursuant to Section 22840 of the Government Code.
2. It is the intent of the Legislature that the Public Employees' Retirement System (PERS) shall prepare a complete risk management plan before entering into a contract that obligates state funds for the Health Care Decision Support System (HCDSS). The plan shall include, but is not limited to, contingencies for problems related to software integration, system inaccesibility, and healthcare provider data.
3. It is the intent of the Legislature that an independent evaluation be conducted of the proposed contract for the HCDSS before PERS enters into or obligates state funds for this project. The evaluation shall include, but not be limited to, a comparison of the business requirements in the contract and the procurement document, review of contract terms and conditions assessing protections for the state, comparison of the HCDSS contract with contracts of similar size and scope to assess coverage of necessary support services, and assessment of hardware and software replacement schedules to ensure conformance with industry standards.

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1900-003-0830—For support of Board of Administration of the Public Employees' Retirement System, payable from the Public Employees' Retirement Fund..... (142,306,000)

Provisions:

1. The amount displayed in this item is based on the estimate by the Public Employees' Retirement System of expenditures for external investment advisers and other investment related expenses to be made during the 2002–03 fiscal year pursuant to Sections 20172, 20210, and 20208 of the Government Code. The Board of Administration of the Public Employees' Retirement System shall report to the fiscal committees of the Legislature and the Joint Legislative Budget Committee on or before January 10, 2003, regarding any revision of this estimate, including an accounting and explanation of changes, and the amount of, and basis for, investment adviser expenditures proposed for the 2003–04 fiscal year. The Board of Administration of the Public Employees' Retirement System shall report on or before January 10, 2004, on the final expenditures under this item, including an accounting and explanation of changes from estimates previously reported to the Legislature.
2. Each of the two reports described in Provision 1 also shall include all of the following:
   (a) A summary and comparison of the externally managed portfolios, the internally managed portfolios, and the total fund. This information shall include the value of the assets, the gross and net returns, the benchmark returns, and the costs, by dollars and basis points, for these portfolios.
   (b) A description of the actions the Public Employees' Retirement System will take to ensure that any future expenditures for outside advisers will result in a greater return on investments, including costs for these advisers, than if in-house advisers were used.
   (c) Separate listings of adviser contracts in effect, and approved, during the 2001–02 and 2002–03 fiscal years, with (1) amounts (total contract and annual basis) for each contract for base fees and performance-based fees, and (2) summary statements of the purposes of each contract.

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1900-015-0815—For support of Board of Administration of the Public Employees' Retirement System, payable from the Judges' Retirement Fund ..... (391,000)

Provisions:

1. Notwithstanding any other provision of law, the Board of Administration of the Public Employees' Retirement System (PERS), in accordance with all applicable provisions of the California Constitution, shall submit to the Controller, the Department of Finance, the Joint Legislative Budget Committee, and the fiscal committees of the Legislature, all of the following:
   (a) No later than January 10, 2003, a copy of the proposed budget for PERS for the 2003–04 fiscal year as included with the Governor's Budget.
   (b) No later than May 15, 2003, a copy of the proposed budget for PERS for the 2003–04 fiscal year as approved by the Board of Administration.
   (c) The revisions to the proposed budget for PERS for the 2002–03 fiscal year, as recommended by the PERS Finance Committee, at least 30 days prior to the consideration of those revisions by the Board of Administration.
   (d) Commencing October 1, 2002, all expenditure and performance workload data provided to the Board of Administration, as updated on a quarterly basis. This quarterly update information is to be submitted to the Joint Legislative Budget Committee and the fiscal committees of the Legislature, and shall be in sufficient detail to be useful for legislative oversight purposes and to sustain a thorough ongoing review of Public Employees' Retirement System expenditures.

1900-015-0820—For support of Board of Administration of the Public Employees' Retirement System, payable from the Legislators' Retirement Fund ..... (244,000)

Provisions:

1. Notwithstanding any other provisions of law, the Board of Administration of the Public Employees' Retirement System, in accordance with all applicable provisions of the California Constitution, shall submit to the Controller, the Department of Finance, the Joint Legislative Budget

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Committee, and the fiscal committees of the Legislature all of the following:

(a) A copy of the proposed budget for the Public Employees' Retirement System for the 2003–04 fiscal year by January 10, 2003, as included with the Governor's Budget.

(b) A copy of the proposed budget for the Public Employees' Retirement System for the 2003–04 fiscal year as approved by the Board of Administration by May 15, 2003.

(c) The revisions to the proposed budget for the Public Employees' Retirement System for the 2002–03 fiscal year as recommended by the Public Employees' Retirement System Finance Committee at least 30 days prior to consideration of those revisions by the Board of Administration.

(d) Commencing October 1, 2002, all expenditure and performance workload data provided to the Board of Administration, updated on a quarterly basis, shall be submitted to the Joint Legislative Budget Committee and the fiscal committees of the Legislature. The quarterly update information submitted to the Legislature shall be in sufficient detail to be useful for legislative oversight purposes and to sustain a thorough ongoing review of the expenditures of the Public Employees' Retirement System.

1900-015-0830—For support of Board of Administration of the Public Employees' Retirement System, payable from the Public Employees' Retirement Fund..... (222,007,000)

Provisions:

1. Notwithstanding any other provision of law, the Board of Administration of the Public Employees' Retirement System, in accordance with all applicable provisions of the California Constitution, shall submit to the Controller, the Department of Finance, the Joint Legislative Budget Committee, and the fiscal committees of the Legislature, all of the following:

(a) A copy of the proposed budget for the Public Employees' Retirement System for the 2003–04 fiscal year by January 10, 2003, as included with the Governor's Budget.

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(b) A copy of the proposed budget for the Public Employees' Retirement System for the 2003–04 fiscal year as approved by the Board of Administration by May 15, 2003.

(c) The revisions to the proposed budget for the Public Employees' Retirement System for the 2002–03 fiscal year as recommended by the Public Employees' Retirement System Finance Committee at least 30 days prior to consideration of those revisions by the Board of Administration.

2. Commencing October 1, 2002, all expenditure and performance workload data provided to the Board of Administration, updated on a quarterly basis, shall be submitted to the Joint Legislative Budget Committee and the fiscal committees of the Legislature. The quarterly update information submitted to the Legislature shall be in sufficient detail to be useful for legislative oversight purposes and to sustain a thorough ongoing review of the expenditures of the Public Employees' Retirement System.

3. Commencing July 1, 2002, reports on information technology projects that are submitted to the Board of Administration shall be submitted to the Joint Legislative Budget Committee, the fiscal committees of the Legislature, and the Department of ~~Information Technology (DOIT)~~ Finance on an informational basis. The quarterly update information submitted to the ~~DOIT~~ Finance shall be in sufficient detail to be useful for ~~DOIT~~ Finance informational project status reporting purposes.

1900-015-0884—For support of Board of Administration of the Public Employees' Retirement System, payable from the Judges' Retirement System II Fund... (289,000)

Provisions:

1. Notwithstanding any other provision of law, the Board of Administration of the Public Employees' Retirement System (PERS), in accordance with all applicable provisions of the California Constitution, shall submit to the Controller, the Department of Finance, the Joint Legislative Budget Committee, and the fiscal committees of the Legislature, all of the following:

(a) No later than January 10, 2003, a copy of the proposed budget for PERS for the 2003–04

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fiscal year as included with the Governor's Budget.

(b) No later than May 15, 2003, a copy of the proposed budget for PERS for the 2003–04 fiscal year as approved by the Board of Administration.

(c) The revisions to the proposed budget for PERS for the 2002–03 fiscal year, as recommended by the PERS Finance Committee, at least 30 days prior to the consideration of those revisions by the Board of Administration.

(d) Commencing October 1, 2002, all expenditure and performance workload data provided to the Board of Administration, as updated on a quarterly basis. This quarterly update information is to be submitted to the Joint Legislative Budget Committee and the fiscal committees of the Legislature, and shall be in sufficient detail to be useful for legislative oversight purposes and to sustain a thorough ongoing review of Public Employees' Retirement System expenditures.

1900-015-0962—For support of Board of Administration of the Public Employees' Retirement System, payable from the Volunteer Firefighter Length of Service Award Fund ..... (78,000)

Provisions:

1. Notwithstanding any other provision of law, the Board of Administration of the Public Employees' Retirement System, in accordance with all applicable provisions of the California Constitution, shall submit to the Controller, the Department of Finance, the Joint Legislative Budget Committee, and the fiscal committees of the Legislature, all of the following:

(a) A copy of the proposed budget for the Public Employees' Retirement System for the 2003–04 fiscal year by January 10, 2003, as included with the Governor's Budget.

(b) A copy of the proposed budget for the Public Employees' Retirement System for the 2003–04 fiscal year as approved by the Board of Administration by May 15, 2003.

(c) The revisions to the proposed budget for the Public Employees' Retirement System for the 2002–03 fiscal year recommended by the

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Public Employees' Retirement System Finance Committee, at least 30 days prior to consideration of those revisions by the Board of Administration.

(d) Commencing October 1, 2002, all expenditure and performance workload data provided to the Board of Administration, updated on a quarterly basis, shall be submitted to the Joint Legislative Budget Committee and the fiscal committees of the Legislature. The quarterly update information submitted to the Legislature shall be in sufficient detail to be useful for legislative oversight purposes and to sustain a thorough ongoing review of the expenditures of the Public Employees' Retirement System.

1920-001-0835—For support of State Teachers' Retirement System, payable from the State Teachers' Retirement Fund 77,182,000

Schedule:

(1) 10-Services to Members and Employers 77,584,000

(2) Reimbursements ..... –339,000

(3) Amount payable from the Supplemental Benefit Maintenance Account in the Teachers' Retirement Fund pursuant to Section 22954 of the Education Code ..... –63,000

Provisions:

1. This item shall not be subject to the requirements of subdivision (b), (c), (d), or (e) of Section 31.00 of this act. Nothing in this provision shall be construed as exempting this item from requirements of the State Civil Service Act or from requirements of laws, rules, and regulations administered by the Department of Personnel Administration.
2. Commencing July 1, 2002, reports on information technology projects that are submitted to the Teachers' Retirement Board shall be submitted to the Joint Legislative Budget Committee, the fiscal committees of the Legislature, and the Department of ~~Information Technology (DOIT)~~ Finance on an informational basis. The information submitted to ~~DOIT~~ Finance shall be in sufficient detail to be useful for ~~DOIT~~ Finance informational project status reporting purposes.

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1920-002-0835—For support of State Teachers' Retirement System (external investment advisers), payable from the State Teachers' Retirement Fund..... (106,000,000)

Provisions:

1. The amount displayed in this item is for informational purposes only, and is based on the current estimate by the State Teachers' Retirement System (STRS) of expenditures for external investment advisers to be made during the 2002–03 fiscal year pursuant to Section 22353 of the Education Code. The STRS shall report to the fiscal committees of the Legislature and the Joint Legislative Budget Committee no later than January 10, 2003, regarding any revision of this estimate, including an accounting and explanation of the changes, and regarding the amount of, and basis for, investment adviser expenditures proposed for the 2003–04 fiscal year. The STRS shall report on or before January 10, 2004, on the final expenditures under this item, including an accounting and explanation of changes from estimates previously reported to the Legislature.
2. Each of the two reports described in Provision 1 also shall include all of the following:
   (a) A summary and comparison of the externally managed portfolios, the internally managed portfolios, and the total fund. This information shall include the value of the assets, the gross and net returns, the benchmark returns, and the costs by dollars and basis points for these portfolios.
   (b) A description of the actions the State Teachers' Retirement System will take to ensure that any future expenditures for outside advisers will result in a greater return on investments, including costs for these advisers, than if in-house advisers were used.
   (c) Separate listings of adviser contracts in effect, and approved, during the 2001–02 and 2002–03 fiscal years, with (1) amounts (total contract and annual basis) for each contract for base fees and performance-based fees, (2) summary statements of the purposes of each contract.

1920-011-0001—For transfer by the Controller to the State Teachers' Retirement Fund..... (975,522,000)

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Schedule:

(1) Supplemental Benefit Maintenance Account (SBMA) ..... (544,984,000)

(2) Benefits Funding ..... (430,538,000)

Provisions:

1. The estimated amount referenced in Schedule (1) is the State's contribution required by Section 22954 of the Education Code.
2. The estimated amount referenced in Schedule (2) is the state's contribution required by subdivision (a) of Section 22955 of the Education Code.

1920-490—Reappropriation, State Teachers' Retirement System (STRS). Notwithstanding any other provision of law, up to $1,795,000 of the balance as of June 30, 2002, of the appropriation identified in the following citation is reappropriated, subject to the limitations set forth in Provision 1, and shall be available for encumbrance and expenditure until June 30, 2003. Any amount of this reappropriation that is not expended in 2002–03 shall be carried over to 2003–04 and is hereby reappropriated. In no event shall the total amounts reappropriated for the 2003–04 Budget exceed three percent of STRS' 2002–03 appropriation.

0835—State Teachers' Retirement Fund

(1) Item 1920-001-0835, Budget Act of 2001 (Ch. 106, Stats. 2001)

Provisions:

1. The funds reappropriated in this item shall be available for expenditure by the State Teachers' Retirement System for the purposes of meeting unanticipated system costs and promoting better service to the system's membership. The funds may not be encumbered without advance approval of the State Teachers' Retirement Board. The board shall report to the Legislature on a quarterly basis throughout the 2002–03 fiscal year on expenditures made pursuant to this item.

BUSINESS, TRANSPORTATION AND HOUSING

2100-001-0081—For support of Department of Alcoholic Beverage Control, payable from the Alcohol Beverage Control Fund 34,563,000

Schedule:

(1) 10.10-Licensing..... 18,792,000

(2) 10.20-Compliance 16,795,000

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(3) 10.30.010-Administration	3,198,000	
(4) 10.30.020-Distributed Administration	−3,198,000	
(5) Reimbursements	−1,024,000	
2100-101-0081—For local assistance, Department of Alcoholic Beverage Control, Program 10.20-Compliance, for grants to local law enforcement agencies payable from the Alcohol Beverage Control Fund		1,500,000
Provisions:		
1. Notwithstanding any other provisions of law, the Department of Alcoholic Beverage Control is authorized to grant funds to local law enforcement agencies for the purpose of enhancing enforcement of alcoholic beverage control laws in the local jurisdiction.		
2. Notwithstanding any other provisions of law, at the discretion of the Director, Department of Alcoholic Beverage Control, the department may advance grant funds to local law enforcement agencies.		
3. Notwithstanding any other provisions of law, at the discretion of the Director, Department of Alcoholic Beverage Control, title to any authorized equipment purchased by the local law enforcement agency pursuant to the grant may be vested in the local law enforcement agency at the conclusion of the grant period.		
2120-001-0117—For support of Alcoholic Beverage Control Appeals Board, Program 10, payable from the Alcoholic Beverage Control Appeals Fund		758,000
2150-001-0240—For support of Department of Financial Institutions, for payment to Item 2150-001-0298, payable from the Local Agency Deposit Security Fund		306,000
2150-001-0298—For support of Department of Financial Institutions, payable from the Financial Institutions Fund		16,318,000
Schedule:		
(1) 10-Licensing and Supervision of Banks and Trust Companies	14,724,000	
(2) 20-Payment Instruments	788,000	
(3) 40-Administration of Local Agency Security	306,000	
(4) 50-Supervision of California Business and Industrial Development Corporations	28,000	
(5) 60-Credit Unions	3,171,000	

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(6) 70-Savings and Loan	122,000
(7) 80-Industrial Loan Companies	956,000
(8) 90.01-Administration	3,993,000
(9) 90.02-Distributed Administration	–3,993,000
(10) Reimbursements	–300,000
(11) Amount payable from the Local Agency Deposit Security Fund (Item 2150-001-0240)	–306,000
(12) Amount payable from the Credit Union Fund (Item 2150-001-0299)	–3,171,000
2150-001-0299—For support of Department of Financial Institutions, for payment to Item 2150-001-0298, payable from the Credit Union Fund	3,171,000
2150-011-0298—For transfer by the Controller, upon order of the Director of Finance, from the Financial Institutions Fund to the General Fund	(2,000,000)

Provisions:

1. The transfer made by this item is a loan to the General Fund. This loan shall be repaid with interest calculated at the rate earned by the Pooled Money Investment Account at the time of the transfer. It is the intent of the Legislature that repayment be made so as to ensure that the programs supported by this fund are not adversely affected by the loan through a reduction in service or through an increase in fees.

2150-011-0299—For transfer by the Controller, upon order of the Director of Finance, from the Credit Union Fund, to the General Fund ..... (2,700,000)

Provisions:

1. The transfer made by this item is a loan to the General Fund. This loan shall be repaid with interest calculated at the rate earned by the Pooled Money Investment Account at the time of the transfer. It is the intent of the Legislature that repayment be made so as to ensure that the programs supported by this fund are not adversely affected by the loan.

2180-001-0067—For support of Department of Corporations, payable from the State Corporations Fund..... 26,411,000

Schedule:

(1) 10-Investment Program	16,940,000
(2) 20-Lender-Fiduciary Program	9,471,000
(3) 50.01-Administration	5,227,000
(4) 50.02-Distributed Administration	–5,227,000

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Provisions:

1. The amount appropriated in this item may include revenues derived from the assessment of fines and penalties imposed as specified in Section 13332.18 of the Government Code.
2. Of the amount appropriated in this item, $938,000 is allocated to the Department of Corporations to complete the California Electronic Access to Securities Information Project, a pilot project to automate 20 of its most significant filings.

2180-011-0067—For transfer by the Controller, upon order of the Director of Finance, from the State Corporations Fund to the General Fund ..... (20,000,000)

Provisions:

1. The transfer made by this item is a loan to the General Fund. This loan shall be repaid with interest calculated at the rate earned by the Pooled Money Investment Account at the time of the transfer. It is the intent of the Legislature that repayment be made so as to ensure that the programs supported by this fund are not adversely affected by the loan.

2180-012-0067—For transfer by the Controller, upon order of the Director of Finance, from the State Corporations Fund to the General Fund ..... (9,000,000)

2240-001-0001—For support of Department of Housing and Community Development 5,762,000

Schedule:

(1)	10-Codes and Standards Program ..	24,080,000
(2)	20-Community Affairs Program.....	13,113,000
(3)	30.01-Housing Policy Development Program.....	1,830,000
(4)	30.02-Distributed Housing Policy Development Program.....	−122,000
(5)	50.01-Administration.....	8,557,000
(6)	50.02-Distributed Administration ...	−8,557,000
(7)	Reimbursements.....	−484,000
(8)	Amount payable from the Mobilehome Park Revolving Fund (Item 2240-001-0245)	−4,386,000
(9)	Amount payable from the Mobilehome Park Purchase Fund (Item 2240-001-0530)	−485,000
(10)	Amount payable from the Mobilehome-Manufactured Home Revolving Fund (Item 2240-001-0648).....	−17,394,000

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(11) Amount payable from the Self-Help Housing Fund (Item 2240-001-0813)	–217,000
(12) Amount payable from the Federal Trust Fund (Item 2240-001-0890)	–6,264,000
(13) Amount payable from the Housing Rehabilitation Loan Fund (Item 2240-001-0929)	–2,167,000
(14) Amount payable from the Rental Housing Construction Fund (Item 2240-001-0938)	–652,000
(15) Amount payable from the Predevelopment Loan Fund (Item 2240-001-0980)	–239,000
(16) Amount payable from the Emergency Housing and Assistance Fund (Item 2240-001-0985)	–851,000

Provisions:

1. Of the amount appropriated in this item, $223,000 shall be used to continue oversight by the Department of Housing and Community Development of redevelopment agencies and to provide technical assistance, in accordance with the Department's Housing Preservation Plan.

2240-001-0245—For support of Department of Housing and Community Development, for payment to Item 2240-001-0001, payable from the Mobilehome Park Revolving Fund 4,386,000

2240-001-0530—For support of Department of Housing and Community Development, for payment to Item 2240-001-0001, payable from the Mobilehome Park Purchase Fund 485,000

2240-001-0648—For support of Department of Housing and Community Development, for payment to Item 2240-001-0001, payable from the Mobilehome-Manufactured Home Revolving Fund 17,394,000

Provisions:

1. Notwithstanding Section 18077 of the Health and Safety Code, or any other provision of law, the first $2,388,000 in revenues collected by the Department of Housing and Community Development from manufactured home license fees shall be deposited in the Mobilehome-Manufactured Home Revolving Fund, and shall be available to the department for the support, collection, admin-

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istration, and enforcement of manufactured home license fees.	
2. Notwithstanding Section 18077.5 of the Health and Safety Code, or any other provision of law, the Department of Housing and Community Development is not required to comply with the reporting requirement of Section 18077.5 of the Health and Safety Code.	
2240-001-0813—For support of Department of Housing and Community Development, for payment to Item 2240-001-0001, payable from the Self-Help Housing Fund	217,000
2240-001-0890—For support of Department of Housing and Community Development, for payment to Item 2240-001-0001, payable from the Federal Trust Fund	6,264,000
2240-001-0929—For support of Department of Housing and Community Development, for payment to Item 2240-001-0001, payable from the Housing Rehabilitation Loan Fund	2,167,000
2240-001-0938—For support of Department of Housing and Community Development, for payment to Item 2240-001-0001, payable from the Rental Housing Construction Fund	652,000
2240-001-0980—For support of Department of Housing and Community Development, for payment to Item 2240-001-0001, payable from the Predevelopment Loan Fund.....	239,000
2240-001-0985—For support of Department of Housing and Community Development, for payment to Item 2240-001-0001, payable from the Emergency Housing and Assistance Fund	851,000
2240-011-0474—For transfer, upon order of the Director of Finance, from the Child Care and Development Facilities Loan Guaranty Fund to the General Fund.	(2,706,000)
Provisions:	
1. Funds remaining in the Child Care and Development Facilities Loan Guaranty Fund after this transfer shall be sufficient to guarantee, as of July 1, 2002, any outstanding loan guarantees as limited by paragraph (3) of subdivision (d) of Section 8277.5 of the Education Code. If unanticipated expenses related to these outstanding guarantees occur, the Director of Finance is authorized to use Section 27.00 of this act to address the deficiency from the General Fund. Notwithstanding any other provision of law, the department is autho-	

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rized to transfer available funds from any of its fund sources to the Guaranty Fund to meet the unanticipated expenses.	
2240-011-0530—For transfer by the Controller, upon order of the Director of Finance, from the Mobilehome Park Purchase Fund to the General Fund.....	(8,100,000)
Provisions:	
1. The transfer made by this item is a loan to the General Fund. This loan shall be repaid with interest calculated at the rate earned by the Pooled Money Investment Account at the time of the transfer. It is the intent of the Legislature that repayment be made so as to ensure that the programs supported by this fund are not adversely affected by the loan.	
2240-013-0474—For support of Department of Housing and Community Development, payable from the Child Care and Development Facilities Loan Guaranty Fund.....	118,000
2240-014-0472—For support of Department of Housing and Community Development, payable from the Child Care and Development Facilities Direct Loan Fund	348,000
2240-101-0001—For local assistance, Department of Housing and Community Development	5,571,000
Schedule:	
(1) 20-Community Affairs Program.....117,921,000	
(2) Reimbursements..... −1,000,000	
(3) Amount payable from the Federal Trust Fund (Item 2240-101-0890) ..... −111,350,000	
Provisions:	
1. Notwithstanding any other provision of law or applicable regulation, the department may in any federal funding program it administers authorize an award rating and ranking bonus for eligible projects located in jurisdictions that, during calendar year 2001, met eligibility criteria of the Jobs-Housing Balance Incentive Grant Program, as established by the department pursuant to Section 50544(b) of the Health and Safety Code.	
2240-101-0890—For local assistance, Department of Housing and Community Development, for payment to Item 2240-101-0001, payable from the Federal Trust Fund.....	111,350,000

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Provisions:

1. Notwithstanding any other provision of law, federal funds appropriated by this act but not encumbered by June 30 may be expended in the subsequent fiscal year.

2240-104-0001—For transfer, upon order of the Director of Finance, to the Farmworker Housing Grant Fund ..... ~~13,984,000~~ *10,984,000*

Provisions:

1. The amount transferred by this item shall be expended pursuant to Section 50517.5 of the Health and Safety Code.
2. ~~If the voters approve the Housing and Emergency Shelter Trust Fund Act of 2002 in the November 5, 2002, statewide general election, then the State Controller shall decrease the amount of this transfer by $8,500,000.~~

2240-105-0001—For transfer, upon order of the Director of Finance, to the Emergency Housing and Assistance Fund 5,300,000

Provisions:

1. The amount transferred by this item shall be distributed pursuant to Chapter 11.5 (commencing with Section 50800) of Part 2 of Division 31 of the Health and Safety Code for operating facilities and capital development grants.
2. Grants shall not be used to supplant existing emergency shelter or transitional housing fund. Notwithstanding any regulatory provision to the contrary, operating facilities grants shall not exceed $100,000 nor be less than $50,000. For counties with an allocation of greater than $50,000, one grant of less than $50,000 may be awarded if necessary to fully utilize the county's allocation. For counties with an allocation of up to or equal to $50,000, up to two grants of less than $50,000 may be awarded.
3. Where funds are used by Designated Local Boards for Capital Development grants, funds shall be used for the activities specified in paragraph (2) of subdivision (a) of Section 50803 of the Health and Safety Code. Notwithstanding the provisions of Chapter 11.5 (commencing with Section 50900) of Part 2 of Division 31 of the Health and Safety Code, or any provision of the regulations promulgated thereunder, the Depart-

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ment of Housing and Community Development shall distribute funds appropriated for purposes of this Provision 3 as grants in the form of forgivable deferred loans, subject to all of the following provisions:

Capital Development grants shall be allocated through a ''Notice of Funding Availability'' issued by the Designated Local Board. ''The Notice of Funding Availability'' shall contain both minimum and maximum grant amounts that shall not exceed $500,000. Funding shall be made available to each project as a loan with a term of 5 years for rehabilitation, 7 years for substantial rehabilitation, or 10 years for acquisition and rehabilitation or new construction. Each deferred loan shall be secured by a deed of trust and promissory note. Repayment of the loan shall be deferred as long as the project is used as an emergency shelter or transitional housing. At the completion of the specified year term, the loan shall be forgiven. However, if a transfer or conveyance of the project occurs prior to that time that results in the property no longer being used as an emergency shelter or transitional housing, the department shall terminate the grant and require the repayment of the deferred loan in full.

2240-115-0813—For transfer, upon order of the Director of Finance, from the Self-Help Housing Fund to the General Fund..... (1,000)

Provisions:

1. If the voters approve the Housing and Emergency Shelter Trust Fund Act of 2002 at the November 5, 2002, general election, then the State Controller shall increase the amount of this transfer by $5,599,000.

2240-115-0843—For transfer, upon order of the Director of Finance, from the California Housing Trust Fund to the General Fund..... (2,000,000)

2240-115-0927—For transfer, upon order of the Director of Finance, from the Farmworker Housing Grant Fund to the General Fund..... (1,000)

Provisions:

1. If the voters approve the Housing and Emergency Shelter Trust Fund Act of 2002 at the November 5, 2002, general election, then the State Controller

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shall increase the amount of this transfer by $2,999,000.	
2240-115-0929—For transfer, upon order of the Director of Finance, from the Housing Rehabilitation Loan Fund to the General Fund	(1,290,000)
2240-115-3006—For transfer, upon order of the Director of Finance, from the Jobs-Housing Balance Improvement Account to the General Fund	(212,000)
2240-116-0929—For transfer, upon order of the Director of Finance, from the Housing Rehabilitation Loan Fund to the General Fund	(20,000,000)
Provisions:	
1. The transfer made by this item is a loan to the General Fund. This loan shall be repaid with interest calculated at the rate earned by the Pooled Money Investment Account at the time of the transfer. It is the intent of the Legislature that repayment be made so as to ensure that the programs supported by this fund are not adversely affected by the loan.	
2240-295-0001—For local assistance, Department of Housing and Community Development, for reimbursement, in accordance with the provisions of Section 6 of Article XIII B of the California Constitution or Section 17561 of the Government Code, of the costs of any new program or increased level of service of an existing program mandated by statute or executive order, for disbursement by the State Controller	1,000
Schedule:	
(1) 98.01.114.380-Regional Housing Needs Assessments (Ch. 1143, Stats. 1980) 1,000	
Provisions:	
1. Except as provided in Provision 2 of this item, allocations of funds provided in this item to the appropriate local entities shall be made by the State Controller in accordance with the provisions of each statute or executive order that mandates the reimbursement of the costs, and shall be audited to verify the actual amount of the mandated costs in accordance with subdivision (d) of Section 17561 of the Government Code. Audit adjustments to prior year claims may be paid from this item. Funds appropriated in this item may be used to provide reimbursement pursuant to Article 5	

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(commencing with Section 17615) of Chapter 4 of Part 7 of Division 4 of Title 2 of the Government Code.

2. If any of the scheduled amounts are insufficient to provide full reimbursement of costs, the State Controller may, upon notifying the Director of Finance in writing, augment those deficient amounts from the unencumbered balance of any other scheduled amounts therein. No order may be issued pursuant to this provision unless written notification of the necessity therefor is provided to the chairperson of the committee in each house which considers appropriation and the Chairperson of the Joint Legislative Budget Committee or his or her designee.

2240-401—Notwithstanding any other provision of law, any remaining unencumbered funds transferred to the Self-Help Housing Fund pursuant to Provision 3(h) of the Budget Act of 2000 (Ch. 52, Stats. 2000) for repair and replacement of manufactured homes may also be used for the general CalHOME program authorized by Chapter 6 (commencing with Section 50650) of Part 2, Division 31 of the Health and Safety Code. This item shall not take effect if the voters approve the Housing and Emergency Shelter Trust Fund Act of 2002 at the November 5, 2002, statewide general election.

2240-402—Notwithstanding any other provision of law, any remaining unencumbered funds transferred to the Farmworker Housing Grant Fund pursuant to Provision 2 of Item 2240-104-0001, Budget Act of 2000 (Ch. 52, Statutes of 2000), may be expended for the general Joe Serna Farmworker Housing Grant Program pursuant to Section 50517.5 of the Health and Safety Code. This item shall not take effect if the voters approve the Housing and Emergency Shelter Trust Fund Act of 2002 at the November 5, 2002, general election.

2240-403—Notwithstanding any other provision of law, any remaining unencumbered funds appropriated for transfer to the Farmworker Housing Grant Fund by Chapter 104, Statutes of 1997, for purposes of Section 50517.9 of the Health and Safety Code may be used for major repairs to housing and facilities operated by the Office of Migrant Services.

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2240-404—Notwithstanding any other provision of law or applicable regulation, the department may authorize, from the moneys appropriated to the Farmworker Housing Grant Fund, a rating and ranking bonus for eligible projects located in jurisdictions that, during calendar year 2001, met eligibility criteria of the Jobs-Housing Balance Incentive Grant Program, as established by the department pursuant to Section 50544(b) of the Health and Safety Code.

2310-001-0400—For support of Office of Real Estate Appraisers payable from the Real Estate Appraisers Regulation Fund 3,274,000

Schedule:

(1) 10-Administration of Real Estate Appraisers Program..... 3,349,000

(2) Reimbursements..... –75,000

2320-001-0317—For support of Department of Real Estate, payable from the Real Estate Commissioner's Fund 29,651,000

Schedule:

(1) 10-Licensing and Education..... 6,378,000

(2) 20-Enforcement and Recovery..... 18,872,000

(3) 30-Subdivisions..... 5,151,000

(4) 40.10-Administration..... 4,824,000

(5) 40.20-Distributed Administration ... –4,824,000

(6) Reimbursements..... –750,000

Provisions:

1. Of the amount appropriated in this item, $500,000 shall be used only for the purposes of the Real Estate Recovery Account.

2320-011-0317—For transfer by the Controller, upon order of the Director of Finance, from the Real Estate Commissioner's Fund to the General Fund..... (10,900,000)

Provisions:

1. The transfer made by this item is a loan to the General Fund. This loan shall be repaid with interest calculated at the rate earned by the Pooled Money Investment Account at the time of the transfer. It is the intent of the Legislature that repayment be made so as to ensure that the programs supported by this fund are not adversely affected by the loan.
2. The amount borrowed by the General Fund from the Real Estate Commissioner's Fund shall not be considered a transfer pursuant to Business and Professions Code Section 10226.5 and, therefore,

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shall not affect the amounts of fees collected by the Department of Real Estate.	
2400-001-0933—For support of Department of Managed Health Care, payable from the Managed Care Fund	30,430,000
Schedule:	
(1) 30-Health Plan Program 30,430,000	
(2) 50.01-Administration 8,415,000	
(3) 50.02-Distributed Administration ... −8,415,000	
Provisions:	
1. The amount appropriated in this item may include revenues derived from the assessment of fines and penalties imposed as specified in Section 13332.18 of the Government Code.	
2400-002-0933—For support of Department of Managed Health Care, for the Office of Patient Advocate, payable from the Managed Care Fund	2,021,000
2600-001-0042—For support of California Transportation Commission, for payment to Item 2600-001-0046, payable from the State Highway Account, State Transportation Fund	1,506,000
2600-001-0046—For support of California Transportation Commission, payable from the Public Transportation Account, State Transportation Fund	1,347,000
Schedule:	
(1) 10-Administration of California Transportation Commission 2,853,000	
(2) Amount payable from the State Highway Account, State Transportation Fund (Item 2600-001-0042) ..... −1,506,000	
2640-101-0046—For local assistance, Special Transportation Programs, for allocation by the Controller pursuant to Section 99312 of the Public Utilities Code, payable from the Public Transportation Account, State Transportation Fund	98,018,000
Provisions:	
1. Notwithstanding Sections 99313 and 99314 of the Public Utilities Code, not more than $67,387 of the amount appropriated by this item shall reimburse the Controller for expenditures for administration of State Transportation Assistance funds.	
~~2640-102-0046—For local assistance, Special Transportation Programs, for allocation by the Controller, payable from the Public Transportation Account, State Transportation Fund~~	~~5,100,000~~

Item	Amount
2660-001-0041—For support of Department of Transportation, for payment to Item 2660-001-0042, payable from the Aeronautics Account, State Transportation Fund	2,894,000
2660-001-0042—For support of Department of Transportation, payable from the State Highway Account, State Transportation Fund	1,926,619,000
Schedule:	
(1) 10-Aeronautics	3,199,000
(2) 20.10-Highway Transportation—Capital Outlay Support	1,035,710,000
(3) 20.30-Highway Transportation—Local Assistance	32,424,000
(4) 20.40-Highway Transportation—Program Development	76,426,000
(5) 20.65-Highway Transportation—Legal	63,526,000
(6) 20.70-Highway Transportation—Operations	147,334,000
(7) 20.80-Highway Transportation—Maintenance	781,105,000
(8) 30-Mass Transportation	105,466,000
(9) 40-Transportation Planning	104,381,000
(10) 50.00-Administration	295,502,000
(11) Reimbursements	−144,353,000
(12) Amount payable from the Aeronautics Account, State Transportation Fund (Item 2660-001-0041)	−2,894,000
(13) Amount payable from the Bicycle Transportation Account, State Transportation Fund (Item 2660-001-0045)	−10,000
(14) Amount payable from the Public Transportation Account, State Transportation Fund (Item 2660-001-0046)	−125,459,000
(15) Amount payable from the Historic Property Maintenance Fund (Item 2660-001-0365)	−1,500,000
(16) Amount payable from the Federal Trust Fund (Item 2660-001-0890)	−444,238,000
Provisions:	

1. For purposes of the funds appropriated in Schedules (2) to (7), inclusive, Program 20—Highway Transportation, upon approval of the Department of Finance, the Department of Transportation

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shall notify the chairpersons of the fiscal committees and the Chairperson of the Joint Legislative Budget Committee at least 20 days prior to spending funds to expand activities above budgeted levels or to implement a new activity not identified in this act, including any of those expenditures to be funded through a transfer of money from other expenditure categories or programs, except in the case of emergency work increases caused by snow, storm, or earth movement damage.

2. From funds appropriated in this item, the Department of Transportation may enter into interagency agreements with the Department of the California Highway Patrol to compensate that department for the cost of work performed by patrol officers at or near state highway construction projects so as to reduce the risk of occurrence of serious motor vehicle accidents.

3. (a) Notwithstanding any other provision of law, funds appropriated in this item from the State Highway Account may be reduced and replaced by an equivalent amount of federal funds determined by the department to be available and necessary to comply with Section 8.50 of this act and the most effective management of state transportation resources. Not more than 30 days after replacing the state funds with federal funds, the Director of Finance shall notify in writing the chairperson of the committee in each house that considers appropriations and the Chairperson of the Joint Legislative Budget Committee of this action.

(b) To the extent that moneys in the State Highway Account are reduced pursuant to this provision, the Department of Transportation may transfer, with the approval of the Business, Transportation and Housing Agency, and upon authorization by the Director of Finance, all or part of the savings to Item 2660-101-0042 or Item 2660-301-0042 for local assistance or capital outlay projects approved by the California Transportation Commission. The Director of Finance shall authorize the transfer not sooner than 30 days after notification in writing to the chairperson of the committee in each house that considers ap-

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propriations and the Chairperson of the Joint Legislative Budget Committee.

4. Notwithstanding any other provision of law, funding appropriated in this item may be transferred to Item 2660-005-0042 to pay for any necessary insurance, debt service, and other financing related expenditures for department-owned office buildings. Any transfer will require the prior approval of the Department of Finance.
5. Notwithstanding any other provision of law, funds appropriated in Schedules (1) to (10), inclusive, in this item may be transferred to Item 2660-002-0608 for increases in equipment services costs, provided that the increase does not increase the overall appropriation authority for the Department of Transportation and no funding appropriated in Schedules (1) to (10), inclusive, is augmented. Any transfer will require the prior approval of the Department of Finance.
6. Of the funds appropriated in Schedule (2), $19,502,000 shall be used for state positions to perform technical oversight and invoice review of contracted architectural and engineering services that are managed by districts, and shall be available for expenditure on a prorated basis to correspond to actual contract expenditures for this purpose.
7. The funds appropriated in Schedule (2) for external consultant and professional services related to project delivery (also known as 232 contracts) that are unencumbered or encumbered but unexpended related to work that will not be performed during the fiscal year shall revert to the fund from which they were appropriated.
8. Notwithstanding any other provision of law, funds appropriated in this item may be supplemented with federal funding appropriation authority and with prior fiscal year State Highway Account appropriation balances at a level determined by the department as required to process claims utilizing federal advance construction through the Plan of Financial Adjustment process pursuant to Sections 11251 and 16365 of the Government Code.
9. This item includes $3,127,000 to fund 16 new positions to establish the Program and Project Management Division. Four positions shall also be re-

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directed from Headquarters Information Technology into the Program and Project Management Division. The Department of Transportation shall track the workload of these new and redirected positions and report back during the fall budget development process for the 2004–05 fiscal year with a comparative analysis of this request and activities performed.

10. This item includes $400,000 to fund four new positions to establish a cash monitoring and management program. The Department of Transportation shall track the workload of these new positions and report to the Legislature by December 1, 2004, with a comparative analysis of this request and activities performed.
11. The Legislature recognizes that the Department of Transportation's capital outlay support workload projections based on the 2002 State Transportation Improvement Program adopted by the California Transportation Commission indicate a workload decline through June 30, 2007. It is the intent of the Legislature that the Department of Transportation develop a multi-year plan to be updated annually to manage capital outlay support resources that does not result in the layoff of state employees. At a minimum, the plan should include historical attrition rates of state employees and contract out resources required for specialty project delivery services. The plan shall be provided to the Legislature annually with the May Revision.
12. To the extent that capital outlay support positions are eliminated through Section 31.60 of this act or Section 12439 of the Government Code, the Director of Finance may authorize the associated personal services and operating expense dollars appropriated in Schedule (2) to be used to administratively manage capital outlay support resources to meet workload demand, upon 30-day advance notification to the Joint Legislative Budget Committee.

2660-001-0045—For support of Department of Transportation, for payment to Item 2660-001-0042, payable from the Bicycle Transportation Account, State Transportation Fund..... 10,000

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2660-001-0046—For support of Department of Transportation, for payment to Item 2660-001-0042, payable from the Public Transportation Account, State Transportation Fund	125,459,000

Provisions:

1. For Program 30—Mass Transportation. $73,138,000 appropriated in this item is available for intercity rail.
2. Notwithstanding any other provision of law, funds appropriated in this item from the Public Transportation Account may be reduced and replaced by an equivalent amount of federal funds determined by the department to be available and necessary to comply with Section 8.50 of this act and the most effective management of state transportation resources. Not more than 30 days after replacing the state funds with federal funds, the Director of Finance shall notify in writing the chairperson of the committee in each house that considers appropriations and the Chairperson of the Joint Legislative Budget Committee of this action.

2660-001-0365—For support of Department of Transportation, for payment to Item 2660-001-0042, payable from the Historic Property Maintenance Fund	1,500,000
2660-001-0890—For support of Department of Transportation, for payment to Item 2660-001-0042, payable from the Federal Trust Fund	444,238,000

Provisions:

1. For Program 20—Highway Transportation. For purposes of the Streets and Highways Code, all expenditures from this item shall be deemed to be expenditures from the State Highway Account, State Transportation Fund.
2. For Program 20—Highway Transportation. Federal funds may be received from any federal source, and shall be deposited in the Federal Trust Fund. Any federal reimbursements shall be credited to the account from which the expenditures were originally made.
3. Notwithstanding any other provision of law, the Director of Finance may augment this item with additional federal funds in conjunction with an equivalent offsetting reduction in State Highway Account funds in Item 2660-001-0042, pursuant to Provision 3 of that item or Public Transporta-

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tion Account funds in Item 2660-001-0046, pursuant to Provision 2 of that item.

2660-002-0042—For support of Department of Transportation for the Information Technology Systems Enterprise Integration Strategy, payable from the State Highway Account, State Transportation Fund 2,376,000

Provisions:

1. Of the amount available in this item, $2,160,000 shall be available for expenditure through June 30, 2003, for a consultant contract to develop an information technology enterprise integration plan.
2. Of the amount available in this item, $216,000 shall be available for expenditure through June 30, 2003, ~~for an interagency agreement with Department of Information Technology~~ for a consultant to perform independent analysis and report monthly on the progress of the information technology enterprise plan.
3. It is the Legislature's intent to provide funding for information technology projects supporting (1) departmentwide financial management, (2) local project management, (3) land management, and (4) construction contract payment management upon completion of the information technology enterprise integration plan. The Department of Finance estimates that the total funding need for information technology projects supporting these key business functions is $75 million through June 30, 2005.

2660-002-0608—For support of Department of Transportation, payable from the Equipment Service Fund... 67,947,000

Provisions:

1. Notwithstanding any other provision of law, funds appropriated in this item may be increased in accordance with Provision 5 of Item 2660-001-0042.

2660-005-0042—For support of Department of Transportation, for building insurance, debt service, and other financing related costs for department-owned office buildings, payable from the State Highway Account, State Transportation Fund 14,620,000

Provisions:

1. Notwithstanding any other provision of law, funds provided in Item 2660-001-0042 may be transferred to this item to pay for any necessary insur-

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ance, debt service, and other financing related costs for department-owned office buildings. Any transfer shall require the prior approval of the Department of Finance.

2. The Controller shall transfer funds appropriated in this item according to a schedule to be provided by the State Public Works Board. The schedule shall be provided on a monthly basis or as otherwise might be needed to ensure debt requirements are met.

2660-007-0042—For support of Department of Transportation, payable from the State Highway Account, State Transportation Fund 87,013,000

Schedule:

(1) 20.10-Highway Transportation—Capital Outlay Support..... 53,044,000

(2) 20.65-Highway Transportation—Legal 643,000

(3) 20.70-Highway Transportation—Operations 898,000

(4) 20.80-Highway Transportation—Maintenance..... 32,410,000

(5) 50-Administration 18,000

Provisions:

1. The funds appropriated in this item may be expended only to attain compliance with (1) the stormwater discharge provisions of the National Pollutant Discharge Elimination System permits as promulgated by the State Water Resources Control Board or regional water quality control boards, (2) the Statewide Storm Water Management Plan, or (3) as required by court order.

2. The funds appropriated in this item may be transferred between schedules. Any transfer will require the prior approval of the Department of Finance.

2660-011-0041—For transfer by the Controller from the Aeronautics Account, State Transportation Fund, to the Public Transportation Account, State Transportation Fund, as prescribed by Section 21682.5 of the Public Utilities Code..... (30,000)

2660-011-0046—For transfer by the Controller, upon order of the Director of Finance, from the Public Transportation Account, State Transportation Fund, to the Traffic Congestion Relief Fund ..... (94,900,000)

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2660-011-0056—For transfer by the Controller from the Seismic Safety Retrofit Account, State Transportation Fund, to the State Highway Account, State Transportation Fund..... (13,048,000)

2660-011-0183—For transfer by the Controller from the Environmental Enhancement and Mitigation Demonstration Program Fund to the State Highway Account, State Transportation Fund..... (10,185,000)

2660-011-3007—For transfer by the Controller, upon order of the Director of Finance, from the Traffic Congestion Relief Fund to the General Fund .....(1,045,000,000)

Provisions:

1. The transfer made by this item is a loan to the General Fund. It is the intent of the Legislature that repayment be made so as to ensure that the programs supported by this fund are not adversely affected by the loan.

2660-012-0041—For transfer by the Controller from the Aeronautics Account, State Transportation Fund, to the General Fund..... (6,000,000)

2660-012-0042—For augmentation for emergencies relating to a state of emergency declared by the Governor, subject to all provisions of Item 9840-001-0001, payable from the State Highway Account ..... (40,000,000)

Provisions:

1. No deficiencies shall be authorized by the Director of Finance in any appropriation of money from this item under the provisions of Section 11006 of the Government Code. Required notification to the Legislature of deficiency appropriations pursuant to this item shall include, in addition to all other required information, (a) an estimate of federal funds or other funds that the department may receive for the same purposes as the proposed deficiency appropriation, and (b) explanation of the necessity of the proposed deficiency appropriation given anticipated federal funds or other funds.
2. Funds appropriated in this item may be used for support, local assistance or capital outlay expenditures.

2660-013-0042—For transfer by the Controller, upon order of the Director of Finance, from the State Highway Account, State Transportation Fund, to the Traffic Congestion Relief Fund..... (474,000,000)

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Provisions:

1. The transfer made by this item is a loan to the Traffic Congestion Relief Fund. It is the intent of the Legislature that repayment be made so as to ensure that the programs supported by this fund are not adversely affected by the loan.

~~2. The amount to be transferred to the Traffic Congestion Relief Fund is limited to an amount needed for cashflow purposes, up to the amount specified in this item.~~

2660-015-0042—For transfer by the Controller from the State Highway Account, State Transportation Fund, to the General Fund ..... (14,445,000)

2660-021-0042—For transfer by the Controller from the State Highway Account, State Transportation Fund, to the Public Transportation Account, State Transportation Fund, as prescribed by Section 194 of the Streets and Highways Code ..... (26,090,000)

2660-022-0042—For transfer by the Controller from the State Highway Account, State Transportation Fund, to the Environmental Enhancement and Mitigation Demonstration Program Fund, as prescribed by Section 164.56 of the Streets and Highways Code ..... (10,000,000)

2660-031-0042—For transfer by the Controller from the State Highway Account, State Transportation Fund, to the Equipment Service Fund for the purchase of new mobile fleet equipment 15,901,000

2660-031-0608—For transfer by the Controller from the Equipment Service Fund to the State Highway Account, State Transportation Fund 0

Provisions:

1. Any portion of the $5,494,000 transferred to the Equipment Service Fund from the State Highway Account, State Transportation Fund by Item 2660-031-0042 for diesel engine retrofit and staff overtime that is unexpended for the approved emission reduction purposes at the end of the 2002–03 fiscal year shall be transferred back to the State Highway Account.

2660-101-0042—For local assistance, Department of Transportation, State Transportation Improvement Program (STIP), payable from the State Highway Account, State Transportation Fund..... 89,356,000

Schedule:

(1) 20.30-Highway Transportation—Local Assistance 71,237,000

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(a) Regional Improvements ..... (67,595,000)
(b) Interregional Improvements ..... (3,642,000)
(2) 30-Mass Transportation 18,119,000
Provisions:
1. Funds appropriated in this item shall be available for allocation by the California Transportation Commission through fiscal year 2004–05 and available for encumbrance and liquidation through June 30, 2008.
2. Notwithstanding other provisions of law, funds appropriated in this item may be transferred intra-schedule or to Item 2660-301-0042 or 2660-102-0042. These transfers shall require the prior approval of the Department of Finance and the California Transportation Commission.
3. Notwithstanding any other provision of law, funds appropriated in this item may be supplemented with federal funding appropriation authority and with prior year State Highway Account appropriation balances at a level determined by the department as required to process claims utilizing federal advance construction through the plan of financial adjustment process under Sections 11251 and 16365 of the Government Code.

2660-101-0045—For local assistance, Department of Transportation, Program 20—Highway Transportation, payable from the Bicycle Transportation Account, State Transportation Fund 7,190,000

2660-101-0183—For local assistance, Department of Transportation, Program 20—Highway Transportation, payable from the Environmental Enhancement and Mitigation Demonstration Program Fund 11,800,000

2660-101-0890—For local assistance, Department of Transportation, State Transportation Improvement Program (STIP), payable from the Federal Trust Fund..... 164,580,000
Schedule:
(1) 20-Highway Transportation.....164,580,000
(a) Regional Improvements ..... (142,222,000)
(b) Interregional Improvements ..... (22,358,000)
Provisions:
1. For Program 20—Highway Transportation. For purposes of the Streets and Highways Code, all

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expenditures from this item shall be deemed to be expenditures from the State Highway Account, State Transportation Fund.

2. For Program 20—Highway Transportation. Federal funds may be received from any federal source and shall be deposited in the Federal Trust Fund. Any federal reimbursements shall be credited to the account from which the expenditures were originally made.

3. Notwithstanding other provisions of law, funds appropriated in this item may be transferred intra-schedule or to Item 2660-301-0890 or 2660-102-0890. These transfers shall require the prior approval of the Department of Finance and the California Transportation Commission. These funds shall be available for allocation by the California Transportation Commission through fiscal year 2004–05.

2660-102-0042—For local assistance, Department of Transportation, Non-State Transportation Improvement Program (STIP), payable from the State Highway Account, State Transportation Fund..... 120,669,000

Schedule:

(1) 20.30-Highway Transportation.....110,669,000

(a) Regional Surface Transportation Program Exchange .. (46,000,000)

(b) Local Assistance.. (64,669,000)

(2) 40-Transportation Planning..... 10,000,000

Provisions:

1. Funds appropriated in this item shall be available for allocation by the California Transportation Commission through fiscal year 2004–05 and available for encumbrance and liquidation through June 30, 2008.

2. Notwithstanding other provisions of law, funds appropriated in this item may be transferred intra-schedule or to Item 2660-301-0042 or Item 2660-101-0042. These transfers shall require the prior approval of the Department of Finance and the California Transportation Commission.

2660-102-0890—For local assistance, Department of Transportation, Non-State Transportation Improvement Program (STIP), payable from the Federal Trust Fund..... 1,026,000,000

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Schedule:

(1) 20-Highway Transportation 966,000,000

(2) 30-Mass Transportation 18,000,000

(3) 40-Transportation Planning 42,000,000

Provisions:

1. Notwithstanding other provisions of law, funds appropriated in this item may be transferred intra-schedule or to Item 2660-101-0890 or 2660-301-0890. These transfers shall require the prior approval of the Department of Finance and the California Transportation Commission. Funds appropriated in Schedule (1) and (2) shall be available for allocation by the California Transportation Commission through fiscal year 2004–05.
2. For Program 20—Highway Transportation. For purposes of the Streets and Highways Code, all expenditures from this item shall be deemed to be expenditures from the State Highway Account, State Transportation Fund.
3. For Program 20—Highway Transportation. Federal funds may be received from any federal source and shall be deposited in the Federal Trust Fund. Any federal reimbursements shall be credited to the account from which the expenditures were originally made.

2660-105-0046—For local assistance, Department of Transportation, payable from the Public Transportation Account, State Transportation Fund, for water transit operations managed through the Metropolitan Transportation Commission..... 2,821,000

Schedule:

(1) 30-Mass Transportation 2,821,000

2660-115-0890—For transfer, upon order of the Director of Finance, from the Federal Trust Fund to the Local Transportation Loan Account, State Transportation Fund 3,000,000

2660-295-0042—For local assistance, Department of Transportation, for reimbursement, in accordance with the provisions of Section 6 of Article XIII B of the California Constitution or Section 17561 of the Government Code, of the costs of any new program or increased level of service of an existing program mandated by statute or executive order, for disbursement by the Controller..... 555,000

Schedule:

(1) 98.01.108—Seismic Safety Retrofits (Ch. 1082, Stats. 1990) 553,000

Item	Amount
(2) 98.01.064—Airport Land Use Commissions/Plans (Ch. 644, Stats. 1994)	2,000
(3) 98.01.129—Two-way Traffic Signal Communication (Ch. 1297, Stats. 1994)	0

Provisions:

1. Except as provided in Provision 2 of this item, allocations of funds provided in this item to the appropriate local entities shall be made by the Controller in accordance with the provisions of each statute or executive order that mandates the reimbursement of the costs, and shall be audited to verify the actual amount of the mandated costs in accordance with subdivision (d) of Section 17561 of the Government Code. Audit adjustments to prior year claims may be paid from this item. Funds appropriated in this item may be used to provide reimbursement pursuant to Article 5 (commencing with Section 17615) of Chapter 4 of Part 7 of Division 4 of Title 2 of the Government Code.
2. If any of the scheduled amounts are insufficient to provide full reimbursement of costs, the Controller may, upon notifying the Director of Finance in writing, augment those deficient amounts from the unencumbered balance of any other scheduled amounts therein. No order may be issued pursuant to this provision unless written notification of the necessity therefor is provided to the chairperson of the committee in each house that considers appropriations and the Chairperson of the Joint Legislative Budget Committee or his or her designee.
3. Pursuant to Section 17581 of the Government Code, mandates identified in the appropriation schedule of this item with an appropriation of $0 and included in the language of this provision are specifically identified by the Legislature for suspension during the 2002–03 fiscal year:
   (3) Two-way Traffic Signal Communication (Ch. 1297, Stats. 94)

2660-301-0042—For capital outlay, Department of Transportation, State Transportation Improvement Program (STIP), payable from the State Highway Account, State Transportation Fund 362,105,000

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Schedule:

(1) 20-Highway Transportation.....337,896,000

(a) Regional Improvements ..... (286,584,000)

(b) Interregional Improvements ..... (51,312,000)

(2) 30-Mass Transportation 24,209,000

Provisions:

1. These funds shall be available for allocation by the California Transportation Commission through fiscal year 2004–05 and available for encumbrance and liquidation through June 30, 2008.
2. Notwithstanding any other provision of law, funds appropriated in this item may be transferred intraschedule or to Item 2660-101-0042 or 2660-302-0042. These transfers shall require the prior approval of the Department of Finance and the California Transportation Commission.
3. Notwithstanding any other provision of law, funds appropriated in this item may be supplemented with federal funding appropriation authority and with prior year State Highway Account appropriation balances at a level determined by the department as required to process claims utilizing federal advance construction through the plan of financial adjustment process under Sections 11251 and 16365 of the Government Code.

2660-301-0890—For capital outlay, Department of Transportation, State Transportation Improvement Program (STIP), payable from the Federal Trust Fund 843,177,000

Schedule:

(1) 20-Highway Transportation.....843,177,000

(a) Regional Improvements.....(637,249,000)

(b) Interregional Improvements .....(205,928,000)

Provisions:

1. Notwithstanding any other provision of law, amounts scheduled in this item may be transferred intraschedule or to Item 2660-101-0890 or 2660-302-0890. These transfers shall require the prior approval of the Department of Finance and the California Transportation Commission. These funds shall be available for allocation by the California Transportation Commission through fiscal year 2004–05.

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2. For Program 20—Highway Transportation. For purposes of the Streets and Highways Code, all expenditures from this item shall be deemed to be expenditures from the State Highway Account, State Transportation Fund.
3. For Program 20—Highway Transportation. Federal funds may be received from any federal source and shall be deposited in the Federal Trust Fund. Any federal reimbursements shall be credited to the account from which the expenditures were originally made.

2660-302-0042—For capital outlay, Department of Transportation, Non-State Transportation Improvement Program (STIP), payable from the State Highway Account, State Transportation Fund..... 413,873,000

Schedule:

(1) 20-Highway Transportation.....660,859,000

(a) State Highway Operation and Protection Program .....(660,859,000)

(2) Reimbursements ..... –246,986,000

Provisions:

1. These funds shall be available for allocation by the California Transportation Commission through fiscal year 2004–05 and available for encumbrance and liquidation through June 30, 2008.
2. Notwithstanding any other provision of law, funds appropriated in this item may be transferred to Item 2660-102-0042 or 2660-301-0042. These transfers shall require the prior approval of the Department of Finance and the California Transportation Commission.

2660-302-0046—For capital outlay, Department of Transportation, payable from the Public Transportation Account, State Transportation Fund..... 0

Schedule:

(1) 30-Mass Transportation 25,000,000

(2) Reimbursements.....–25,000,000

2660-302-0890—For capital outlay, Department of Transportation, Non-State Transportation Improvement Program (STIP), payable from the Federal Trust Fund..... 821,586,000

Schedule:

(1) 20-Highway Transportation.....821,586,000

(a) State Highway Operation and Transportation Program .....(821,586,000)

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Provisions:

1. Notwithstanding any other provision of law, amounts scheduled in this item may be transferred to Item 2660-102-0890 or 2660-301-0890. These transfers shall require the prior approval of the Department of Finance and the California Transportation Commission. These funds shall be available for allocation by the California Transportation Commission through fiscal year 2004–05.
2. For Program 20—Highway Transportation. For purposes of the Streets and Highways Code, all expenditures from this item shall be deemed to be expenditures from the State Highway Account, State Transportation Fund.
3. For Program 20—Highway Transportation. Federal funds may be received from any federal source and shall be deposited in the Federal Trust Fund. Any federal reimbursements shall be credited to the account from which the expenditures were originally made.

2660-311-0042—For capital outlay, Department of Transportation, payable from the State Highway Account, State Transportation Fund 14,401,000

Schedule:

(1) 20-Highway Transportation..... 14,401,000

(a) 20.20.500-Statewide: Studies, preplanning and budget packages..... (630,000)

(b) 20.20.515-Marysville Office Building: Replacement—Acquisition and preliminary plans..... (2,264,000)

(c) 20.20.512-Redding District Office Building: Seismic Retrofit—Construction..... (2,568,000)

(d) 20.20.513-Sacramento Headquarters Office Building—Construction..... (8,939,000)

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Provisions:

1. For Program 20—Highway Transportation. Up to 20 percent of the funds appropriated in this item may be transferred from Item 2660-301-0042 of this act to enable the California Transportation Commission to allocate supplemental funds to projects within this item. The transfer may be made only with the approval of the commission and the Department of Finance. The Department of Finance shall be notified of the transfer prior to the commission's approval of any transfer or allocation of those funds to any project.
2. Notwithstanding any other provisions of law, the project identified in Schedule (1)(b) of this item shall be subject to administrative oversight by the State Public Works Board.
3. The project identified in Schedule (1)(b) of this item is authorized to utilize the design-build delivery method pursuant to Section 14661 of the Government Code.
4. Of the amount appropriated in Schedule 1 of this item, $600,000 shall be available for a Sacramento headquarters master plan study.

2660-311-0660—For capital outlay, Department of Transportation, payable from the Public Building Construction Fund 72,599,000

(1) 20.20.510-San Diego Office Building: Replacement—Construction.... 72,599,000

Provisions:

1. The State Public Works Board may issue lease-revenue bonds, notes, or bond anticipation notes pursuant to Chapter 5 (commencing with Section 15830) of Part 10b of Division 3 of Title 2 of the Government Code to finance the construction of the project authorized by this item.
2. The State Public Works Board and the Department of Transportation may obtain interim financing for the project costs authorized in this item from any appropriate source including, but not limited to, the Pooled Money Investment Account pursuant to Sections 16312 and 16313 of the Government Code.
3. The maximum amounts of bonds, notes, or bond anticipation notes to be sold shall not exceed the cost of construction and any additional amounts necessary to pay interim and permanent financing costs.

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4. This department is authorized and directed to execute and deliver any and all leases, contracts, agreements or other documents necessary or advisable to consummate the sale of bonds or otherwise effectuate the financing of the scheduled projects.
5. The State Public Works Board shall not itself be deemed a lead or responsible agency for purposes of the California Environmental Quality Act (commencing with Section 21000 of the Public Resources Code) for any activities under the State Building Construction Act of 1955 (commencing with Section 15800 of the Government Code). This section does not exempt this department from the requirements of the California Environmental Quality Act. This section is intended to be declarative of existing law.

2660-399-0042—For the Department of Transportation, for final cost accounting of projects for which appropriations have expired, for state operations, local assistance, or capital outlay, payable from the State Highway Account, State Transportation Fund. Funds appropriated in this item shall be available for expenditure until June 30, 2003 5,000,000

2660-399-0890—For the Department of Transportation, for state operations, local assistance, or capital outlay, payable from the Federal Trust Fund 202,660,000

Provisions:

1. $31,000,000 is available for Corridor Improvement and Formula Section 163 grants.
2. $171,660,000 is available for local assistance.

2660-490—Reappropriation, Department of Transportation. Notwithstanding any other provision of law, the balance as of June 30, 2002, of the appropriations in the following citations are appropriated for the purposes provided for all those appropriations. This appropriation shall be available as stated:

0042—State Highway Account—Available for allocation until June 30, 2004, and available for encumbrance and liquidation until June 30, 2007.

(1) Item 2660-101-0042, Budget Act of 2001 (Ch. 106, Stats. 2001)
   (a) 20.30-Highway Transportation—Local Assistance.....148,621,130
   (b) 30-Mass Transportation 102,275,520

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(2) Item 2660-301-0042, Budget Act of 2001 (Ch. 106, Stats. 2001)
(a) 20-Highway Transportation.....809,609,314
(b) 30-Mass Transportation 41,850,940

0042—State Highway Account—Available for allocation until June 30, 2004, and available for encumbrance and liquidation until June 30, 2006.

(1) Item 2660-101-0042, Budget Act of 2000 (Ch. 52, Stats. 2000)
(a) 20.30-Highway Transportation—Local Assistance.....100,263,193
(b) 30-Mass Transportation 38,673,718
(2) Item 2660-301-0042, Budget Act of 2000 (Ch. 52, Stats. 2000)
(a) 20-Highway Transportation.....175,519,413
(b) 30-Mass Transportation 17,642,525

0042—State Highway Account—Available for allocation until June 30, 2003, and available for encumbrance and liquidation until June 30, 2005.

(1) Item 2660-101-0042, Budget Act of 1999 (Ch. 50, Stats. 1999)
(a) 20.30-State Highway Transportation—Local Assistance..... 82,805,103
(b) 30-Mass Transportation 2,082,320
(2) Item 2660-301-0042, Budget Act of 1999 (Ch. 50, Stats. 1999)
(a) 20-Highway Transportation..... 66,339,023
(b) 30-Mass Transportation 17,626,825

0042—State Highway Account—Available for encumbrance and liquidation until June 30, 2004.

(1) Item 2660-101-0042, Budget Act of 1998 (Ch. 324, Stats. 1998)
(a) 20.25-Highway Transportation—State Local Partnership .. 13,041,721

0890—Federal Trust Fund—Available for encumbrance and liquidation until June 30, 2003.

(1) Item 2660-399-0890, Budget Act of 2001 (Ch. 106, Stats. 2001). Up to $15,000,000 of the unencumbered funds originally intended for the Planning Program are reappropriated for expenditure by local programs.

2660-491—Reappropriation, Department of Transportation. Notwithstanding any other provision of law, the unliquidated encumbrances for the appropriations provided in the following citations, are reappropri-

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ated until June 30, 2003. The unencumbered balance shall not be available for encumbrance.

0001—General Fund

(1) Item 2660-101-0001, Budget Act of 1999 (Ch. 50, Stats. 1999)

(2) Item 2660-104-0001, Budget Act of 1999 (Ch. 50, Stats. 1999)

~~(3) Item 2660-101-0001, Schedule (a)(2), Budget Act of 2000 (Ch. 52, Stats. 2000). $1,500,000 of the balance of the amount appropriated in Schedule (a) of this item is reappropriated for the purpose of the development of a child care facility near the Alum Rock Light Rail Station and Transit Center.~~

0042—State Highway Account

(1) Item 2660-301-042, Budget Act of 1989 (Ch. 93, Stats. 1989)

(2) Item 2660-101-042, Budget Act of 1990 (Ch. 467, Stats. 1990)

(3) Item 2660-301-042, Budget Act of 1990 (Ch. 467, Stats. 1990)

(4) Item 2660-325-042, Budget Act of 1990 (Ch. 467, Stats. 1990)

(5) Item 2660-101-042, Budget Act of 1991 (Ch. 118, Stats. 1991)

(6) Item 2660-125-042, Budget Act of 1992 (Ch. 587, Stats. 1992)

(7) Item 2660-125-042, Budget Act of 1993 (Ch. 55, Stats. 1993)

(8) Item 2660-301-042, Budget Act of 1993 (Ch. 55, Stats. 1993)

(9) Item 2660-325-042, Budget Act of 1993 (Ch. 55, Stats. 1993)

(10) Item 2660-125-042, Budget Act of 1994 (Ch. 139, Stats. 1994)

(11) Item 2660-325-042, Budget Act of 1994 (Ch. 139, Stats. 1994)

(12) Item 2660-125-042, Budget Act of 1995 (Ch. 303, Stats. 1995)

(13) Item 2660-101-0042, Budget Act of 1995 (Ch. 303, Stats. 1995)

(14) Item 2660-325-042, Budget Act of 1995 (Ch. 303, Stats. 1995)

(15) Item 2660-101-0042, Budget Act of 1996 (Ch. 162, Stats. 1996)

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(16) Item 2660-125-0042, Budget Act of 1996 (Ch. 162, Stats. 1996)
(17) Item 2660-325-0042, Budget Act of 1996 (Ch. 162, Stats. 1996)
(18) Item 2660-101-0042, Budget Act of 1997 (Ch. 282, Stats. 1997)
(19) Item 2660-301-0042, Budget Act of 1997 (Ch. 282, Stats. 1997)

0045—Bicycle Transportation Account

(1) Item 2660-101-0045, Budget Act of 1996 (Ch. 162, Stats. 1996)
(2) Item 2660-101-0045, Budget Act of 1997 (Ch. 282, Stats. 1997)
(3) Item 2660-101-0045, Budget Act of 1998 (Ch. 324, Stats. 1998)
(4) Item 2660-101-0045, Budget Act of 1999 (Ch. 50, Stats. 1999)

0046—Public Transportation Account

(1) Item 2660-101-046, Budget Act of 1989 (Ch. 93, Stats. 1989)
(2) Item 2660-101-046, Budget Act of 1991 (Ch. 118, Stats. 1991)
(3) Item 2660-125-046, Budget Act of 1992 (Ch. 587, Stats. 1992)
(4) Item 2660-302-046, Budget Act of 1992 (Ch. 587, Stats. 1992)
(5) Item 2660-125-046, Budget Act of 1993 (Ch. 55, Stats. 1993)
(6) Item 2660-302-046, Budget Act of 1993 (Ch. 55, Stats. 1993)
(7) Item 2660-101-046, Budget Act of 1994 (Ch. 139, Stats. 1994)
(8) Item 2660-125-046, Budget Act of 1994 (Ch. 139, Stats. 1994)
(9) Item 2660-302-046, Budget Act of 1994 (Ch. 139, Stats. 1994)
(10) Item 2660-302-0046, Budget Act of 1995 (Ch. 303, Stats. 1995)
(11) Item 2660-302-0046, Budget Act of 1996 (Ch. 162, Stats. 1996)
(12) Item 2660-302-0046, Budget Act of 1997 (Ch. 282, Stats. 1997)

0056—Seismic Safety Retrofit Account

(1) Chapter 18, Statutes of 1989
(2) Item 2660-325-056, Budget Act of 1994 (Ch. 139, Stats. 1994)

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0183—Environmental Enhancement and Mitigation Demonstration Program Fund

~~(3)~~

(1) Item 2660-101-0183, Budget Act of 1998 (Ch. 324, Stats. 1998), reappropriated by Item 2660-491, Budget Act of 2001 (Ch. 106, Stats. 2001). The balance of the amount appropriated from the Environmental Enhancement and Mitigation Demonstration Program Fund from the Department of Transportation to the City of Porterville shall be reappropriated to accommodate project delays due to the time necessary to purchase five parcels of land, plus railroad right-of-way, and to complete the necessary environmental assessments to include special provisions needed to protect the longhorn elderberry beetles.

0853—Petroleum Violation Escrow Account

(1) Chapter 186, Statutes of 1986
(2) Chapter 1427, Statutes of 1988
(3) Chapter 1434, Statutes of 1988
(4) Chapter 1648, Statutes of 1990
(5) Chapter 960, Statutes of 1991
(6) Item 2660-101-853, Budget Act of 1992 (Ch. 587, Stats. 1992)
(7) Chapter 1159, Statutes of 1993
(8) Chapter 980, Statutes of 1995

0890—Federal Trust Fund

(1) Item 2660-101-890, Budget Act of 1990 (Ch. 467, Stats. 1990)
(2) Item 2660-101-890, Budget Act of 1992 (Ch. 587, Stats. 1992)
(3) Item 2660-301-890, Program 30, Budget Act of 1992 (Ch. 587, Stats. 1992)
(4) Item 2660-101-890, Budget Act of 1993 (Ch. 55, Stats. 1993)
(5) Item 2660-101-890, Budget Act of 1994 (Ch. 139, Stats. 1994)
(6) Item 2660-301-890, Budget Act of 1989 (Ch. 93, Stats. 1989)
(7) Item 2660-301-890, Budget Act of 1990 (Ch. 467, Stats. 1990)
(8) Item 2660-301-890, Budget Act of 1993 (Ch. 55, Stats. 1993)
(9) Item 2660- ~~3~~ 1 01-0890, Budget Act of 1995 (Ch. 303, Stats. 1995)

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2660-492—Reappropriation, Department of Transportation. Notwithstanding any other provision of law, the balance of the funds for the appropriations provided in the following citation is reappropriated for expenditure until June 30, 2003.

0042—State Highway Account, State Transportation Fund.

(1) Item 2660-001-0042, Budget Act of 2001 (Ch. 106, Stats. 2001), 50.00-Administration. $600,000 shall be available for consulting services to develop dynamic budgeting planning models.

(2) Item 2660-001-0042, Budget Act of 2001 (Ch. 106, Stats. 2001) ~~20.01~~ 20.10 —Highway Transportation-Capital Outlay Support. $7,057,000 shall be available for the Project Resourcing and Schedule Management Project.

2660-493—Reappropriation, Department of Transportation. Notwithstanding any other provision of law, the appropriations in the following citations are reappropriated to enable the collection of outstanding federal reimbursements as of the end of June 30, 2002. These appropriations are not available for encumbrance or liquidation and shall revert on June 30, 2003:

0890—Federal Trust Fund

(1) Item 2660-001-890, Budget Act of 1987 (Ch. 135, Stats. 1987)

(2) Item 2660-001-890, Budget Act of 1988 (Ch. 313, Stats. 1988)

(3) Item 2660-001-890, Budget Act of 1989 (Ch. 93, Stats. 1989)

(4) Item 2660-001-890, Budget Act of 1990 (Ch. 467, Stats. 1990)

(5) Item 2660-001-890, Budget Act of 1991 (Ch. 118, Stats. 1991)

(6) Item 2660-001-890, Budget Act of 1992 (Ch. 587, Stats. 1992)

(7) Item 2660-001-890, Budget Act of 1993 (Ch. 55, Stats. 1993)

(8) Item 2660-001-890, Budget Act of 1994 (Ch. 139, Stats. 1994)

(9) Item 2660-001-890, Budget Act of 1995 (Ch. 303, Stats. 1995)

(10) Item 2660-301-890, Budget Act of 1992 (Ch. 587, Stats. 1992)

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(11) Item 2660-001-890, Budget Act of 1996 (Ch. 162, Stats. 1996)

(12) Item 2660-001-0890, Budget Act of 1997 (Ch. 282, Stats. 1997)

2660-494—Reappropriation—Department of Transportation. Notwithstanding any other provision of law, the balance of the appropriation provided in the following citation is reappropriated for the purposes and subject to the limitations, unless otherwise specified, provided for in the appropriation.

0042—State Highway Account

Item 2660-311-0042, Budget Act of 2001 (Ch. 106, Stats. 2001)

(2) 20.20.511-Eureka Office Building: Seismic Retrofit—Construction

2660-496—Reversion, Department of Transportation, as of June 30, 2002, the following appropriation amounts in the following citation shall revert to the fund from which the appropriation was made.

0042—State Highway Account

(1) Item 2660-101-0042, Budget Act of 1998 (Ch. 324, Stats. 1998)

(a) 20.25-Highway Transportation—State Local Partnership .. ~~88,937,000~~ *72,000,000*

(2) Item 2660-101-0042, Budget Act of 1999 (Ch. 50, Stats. 1999)

(a) 20.30-Highway Transportation—Local Assistance ..... ~~65,720,000~~ *17,000,000*

(3) Item 2660-301-0042, Budget Act of 1999 (Ch. 50, Stats. 1999)

(b) 30-Mass Transportation 9,613,000

(4) Item 2660-101-0042, Budget Act of 2000 (Ch. 52, Stats. 2000)

(a) 20.30-Highway Transportation—Local Assistance 58,464,000

(b) 30-Mass Transportation 10,493,000

2665-001-0042—For support of High-Speed Rail Authority, payable from the funds available within the State Highway Account, State Transportation Fund which are unrestricted by Article XIX of the California Constitution 5,750,000

2665-001-0046—For support of High-Speed Rail Authority, payable from the Public Transportation Account, State Transportation Fund 800,000

Item		Amount
Schedule:		
(1) 10-High-Speed Rail Authority	1,298,000	
(2) Reimbursements	–498,000	
2700-001-0044—For support of Office of Traffic Safety, payable from the Motor Vehicle Account, State Transportation Fund		365,000
Schedule:		
(1) 10-California Traffic Safety	58,180,000	
(2) Amount payable from the Federal Trust Fund (Item 2700-001-0890)	–57,815,000	
2700-001-0890—For support of Office of Traffic Safety, for payment to Item 2700-001-0044, payable from the Federal Trust Fund, not subject to the provisions of Section 28.00		57,815,000
2700-101-0890—For local assistance, Office of Traffic Safety, payable from the Federal Trust Fund, not subject to the provisions of Section 28.00		26,384,000
2720-001-0042—For support of Department of the California Highway Patrol, for payment to Item 2720-001-0044, payable from the State Highway Account, State Transportation Fund		27,238,000
2720-001-0044—For support of Department of the California Highway Patrol, payable from the Motor Vehicle Account, State Transportation Fund		1,086,479,000
Schedule:		
(1) 10-Traffic Management	1,033,406,000	
(2) 20-Regulation and Inspection	133,036,000	
(3) 30-Vehicle Ownership Security	28,803,000	
(4) 40.01-Administration	137,315,000	
(5) 40.02-Distributed Administration	–137,315,000	
(6) Reimbursements	–63,309,000	
(7) Amount payable from the State Highway Account (Item 2720-001-0042)	–27,238,000	
(8) Amount payable from the Motor Carrier Permit Fund (Item 2720-001-0292)	–1,738,000	
(9) Amount payable from the Motor Carrier Safety Improvement Fund (Item 2720-001-0293)	–1,135,000	
(10) Amount payable from the California Motorcyclist Safety Fund (Item 2720-001-0840)	–1,157,000	

Item	Amount
(11) Amount payable from the Federal Trust Fund (Item 2720-001-0890)	–11,987,000
(12) Amount payable from the Hazardous Substance Account, Special Deposit Fund (Item 2720-001-0942)	–200,000
(13) Amount payable from the Asset Forfeiture Account, Special Deposit Fund (Item 2720-011-0942)	–2,002,000
Provisions:	
1. Of the funds appropriated in this item, the amount of $32,500,000 is allocated for security tactical alerts. If the amount used for tactical alerts is less than $32,500,000, the remainder of that sum shall revert to the Motor Vehicle Account.	
2720-001-0292—For support of Department of the California Highway Patrol, for payment to Item 2720-001-0044, payable from the Motor Carrier Permit Fund	1,738,000
2720-001-0293—For support of Department of the California Highway Patrol, for payment to Item 2720-001-0044, payable from the Motor Carrier Safety Improvement Fund	1,135,000
2720-001-0840—For support of Department of the California Highway Patrol, for payment to Item 2720-001-0044, payable from the California Motorcyclist Safety Fund	1,157,000
2720-001-0890—For support of Department of the California Highway Patrol, for payment to Item 2720-001-0044, payable from the Federal Trust Fund	11,987,000
2720-001-0942—For support of Department of the California Highway Patrol, for payment to Item 2720-001-0044, payable from the Hazardous Substance Account, Special Deposit Fund	200,000
2720-003-0044—For support of Department of the California Highway Patrol for rental payments on lease-revenue bonds, payable from Motor Vehicle Account, State Transportation Fund	973,000
Schedule:	
(1) Base Rental and Fees	967,000
(2) Insurance	6,000
Provisions:	
1. The Controller shall transfer funds appropriated in this item according to a schedule to be provided by the State Public Works Board. The schedule	

Item	Amount
shall be provided on a monthly basis or as otherwise might be needed to ensure debt requirements are met.	
2720-011-0890—For transfer upon the order of the Director of Finance, from Federal Trust Fund to the Motor Vehicle Account	93,384,000
Provisions:	
1. Funds provided in this item are for additional security activities. Notwithstanding Section 28.00 of this act, any additional funds received from the federal government for this purpose for previously budgeted expenditures that have not already been included in this item may be transferred to the Motor Vehicle Account.	
2720-011-0942—For support of Department of the California Highway Patrol, for payment to Item 2720-001-0044, payable from the Asset Forfeiture Account, Special Deposit Fund	2,002,000
2720-012-0246—For transfer by the Controller, upon order of the Director of Finance, from the Protective Services Fund to the Motor Vehicle Account any amounts on deposit in the Protective Services Fund as of the date of transfer	(1,406,000)
2720-012-0903—For transfer by the Controller from the State Penalty Fund to the California Motorcyclist Safety Fund	(250,000)
2720-021-0044—For Department of the California Highway Patrol, for advance authority for the department to incur automotive equipment purchase obligations in an amount not to exceed $5,000,000 during the 2002–03 fiscal year, for delivery beginning in the 2003–04 fiscal year, payable from the Motor Vehicle Account, State Transportation Fund	(5,000,000)
2720-101-0974—For local assistance, Department of California Highway Patrol, payable from the Peace Officer Memorial Foundation Fund	400,000
2720-301-0044—For capital outlay, Department of the California Highway Patrol, payable from the Motor Vehicle Account, State Transportation Fund	9,194,000
Schedule:	
(2) 50.21.207-South Lake Tahoe: Replacement Facility—Construction . 3,475,000	
(3) 50.73.703-Monterey: Replacement Facility—Construction 5,659,000	
(4) 50.90.901-Statewide: Studies, preplanning, budget packages, and options 60,000	

Item	Amount
2720-490—Reappropriation, Department of the California Highway Patrol. Notwithstanding any other provision of law, the balance of the appropriation provided in the following citation is reappropriated for the purposes and subject to the limitations, unless otherwise specified, provided for the appropriation:	
0042—State Highway Account, State Transportation Fund	
Item 2720-301-0042, Budget Act of 1999 (Ch. 50, Stats. of 1999)	
(1) 50.56.506-Los Angeles Regional Transportation Management Center—Equipment.	
0044—Motor Vehicle Account, State Transportation Fund	
Item 2720-301-0044, Budget Act of 2001 (Ch. 106, Stats. 2001)	
(1) 50.16.106-Williams: Replacement Facility—Working drawings	
2740-001-0001—For support of Department of Motor Vehicles, for payment to Item 2740-001-0044	1,599,000
Provisions:	
1. Of the amount appropriated in this item, $60,000 is for the Anatomical Donor Designation Program.	
2740-001-0042—For support of Department of Motor Vehicles, for payment to Item 2740-001-0044, payable from the State Highway Account, State Transportation Fund	40,314,000
2740-001-0044—For support of Department of Motor Vehicles, payable from the Motor Vehicle Account, State Transportation Fund	346,003,000
Schedule:	
(1) 11-Vehicle/Vessel Identification and Compliance.....377,610,000	
(2) 22-Driver Licensing and Personal Identification 169,749,000	
(3) 25-Driver Safety 86,176,000	
(4) 32-Occupational Licensing and Investigative Services..... 36,145,000	
(5) 35-New Motor Vehicle Board..... 1,656,000	
(6) 41.01-Administration..... 80,090,000	
(7) 41.02-Distributed Administration ...–80,090,000	
(8) Reimbursements.....–11,758,000	
(9) Amount payable from the General Fund (Item 2740-001-0001)..... –1,599,000	

Item		Amount
(10) Amount payable from the State Highway Account, State Transportation Fund (Item 2740-001-0042)	–40,314,000	
(11) Amount payable from the New Motor Vehicle Board Account (Item 2740-001-0054)	–1,656,000	
(12) Amount payable from the Motor Vehicle License Fee Account, Transportation Tax Fund (Item 2740-001-0064)	–265,002,000	
(13) Amount payable from Motor Carriers Permit Fund (Item 2740-001-0292)	–2,986,000	
(14) Amount payable from the Harbors and Watercraft Revolving Fund (Item 2740-001-0516)	–2,018,000	
2740-001-0054—For support of Department of Motor Vehicles, for payment to Item 2740-001-0044, payable from the New Motor Vehicle Board Account		1,656,000
2740-001-0064—For support of Department of Motor Vehicles, for payment to Item 2740-001-0044, payable from the Motor Vehicle License Fee Account, Transportation Tax Fund		265,002,000
2740-001-0292—For support of Department of Motor Vehicles, for payment to Item 2740-001-0044, payable from the Motor Carriers Permit Fund		2,986,000
2740-001-0516—For support of Department of Motor Vehicles, for payment to Item 2740-001-0044, payable from the Harbors and Watercraft Revolving Fund		2,018,000
Provisions:		
1. The funds appropriated in this item are for undocumented vessel registration and fee collection.		
2740-011-0044—For payment of deficiencies in appropriations for the Department of Motor Vehicles which may be authorized by the Director of Finance, payable from the Motor Vehicle Account, State Transportation Fund		(1,000,000)
Provisions:		
1. The Director of Finance shall report allocations from this appropriation in the same manner as required for reporting allocations from Item 9840-001-0494 of this act.		
2740-011-0292—For transfer by the Controller, upon order of the Director of Finance, from the Motor Carrier Permits Fund to the Motor Vehicle Account		(8,936,000)

Item		Amount
2740-301-0042—For capital outlay, Department of Motor Vehicles, for payment to Item 2740-301-0044, payable from the State Highway Account, State Transportation Fund		1,333,000
2740-301-0044—For capital outlay, Department of Motor Vehicles, payable from the Motor Vehicle Account, State Transportation Fund		11,368,000
Schedule:		
(.5) 71.03.018-Sacramento Headquarters: 1st Floor Asbestos Removal and Seismic Retrofit—Construction	19,120,000	
(1) 71.03.019-Sacramento Headquarters: 3rd Floor Asbestos Removal and Seismic Retrofit—Working drawings	325,000	
(2) 71.03.020-Sacramento Headquarters: 5th Floor Asbestos Removal and Seismic Retrofit—Preliminary plans	219,000	
(3) 71.46.010-San Ysidro: Field Office Replacement—Preliminary plans and working drawings	743,000	
(4) 71.53.010-South Sacramento: Field Office Replacement—Preliminary plans and working drawings	760,000	
(5) Amount payable from the State Highway Account, State Transportation Fund (Item 2740-301-0042)	−1,333,000	
(6) Amount payable from the Motor Vehicle License Fee Account, Transportation Tax Fund (Item 2740-301-0064)	−8,466,000	
2740-301-0064—For capital outlay, Department of Motor Vehicles, for payment to Item 2740-301-0044, payable from the Motor Vehicle License Fee Account, Transportation Tax Fund		8,466,000
2740-495—Reversion, Department of Motor Vehicles. As of June 30, 2002, the unencumbered balances of the appropriations provided in the following citations shall revert to the balance in the fund from which the appropriation was made:		
0042—State Highway Account, State Transportation Fund		
Item 2740-301-0042, Budget Act of 2001 (Ch. 106, Stats. 2001)		

Item Amount

0044—Motor Vehicle Account, State Transportation Fund

Item 2740-301-0044, Budget Act of 2000 (Ch. 52, Stats. 2000), as reappropriated by Item 2740-490, Budget Act of 2001 (Ch. 106, Stats. 2001)

(a) 71.03.018-Sacramento Headquarters: 1st Floor Asbestos Removal and Seismic Retrofit-Construction

Item 2740-301-0044, Budget Act of 2001 (Ch. 106, Stats. 2001)

(2.5) 71.43.010-Stockton: Field Office Replacement—Acquisition and preliminary plans

(4) 71.46.010-San Ysidro: Field Office Relocation-Preliminary plans

0064—Motor Vehicle License Fee Account, Transportation Tax Fund

Item 2740-301-0064, Budget Act of 2001 (Ch. 106, Stats. 2001)

2780-001-0683—For support of Stephen P. Teale Data Center, payable from the Stephen P. Teale Data Center Revolving Fund..... 96,510,000

Provisions:

1. Notwithstanding any other provision of law, the Director of Finance may authorize expenditures for the Stephen P. Teale Data Center in excess of the amount appropriated not sooner than 30 days after notification in writing of the necessity therefor is provided to the chairpersons of the fiscal committees in each house of the Legislature and the Chairperson of the Joint Legislative Budget Committee, or not sooner than whatever lesser time the chairperson of the committee, or his or her designee, may in each instance determine.
2. Expenditure authority provided in this item to support data center infrastructure projects may not be utilized for items outside the approved project scope. In addition, the data center shall report to the Department of Finance actual expenditures associated with the projects when purchase agreements have been executed.

Item Amount

TECHNOLOGY, TRADE, AND COMMERCE

2920-001-0001—For support of Technology, Trade, and Commerce Agency ..... ~~20,719,000~~ *20,468,000*

Schedule:

(2) 07-Science, Technology and Innovation 736,000

(3) 10-Economic Development..... ~~7,445,000~~ *7,345,000*

(4) 20-International Trade and Investment..... ~~3,814,000~~ *3,664,000*

(5) 25-Marketing and Communications 300,000

(6) 30-Tourism 8,105,000

(7) 40-Contracts, Grants and Loans..... 1,110,000

(8) 60-Economic Research and Strategic Initiatives..... ~~563,000~~ *562,000*

(9) 70.01-Administration..... 5,433,000

(10) 70.02-Distributed Administration . –5,299,000

(11) Reimbursements ..... –1,488,000

Provisions:

1. Of the amount appropriated in this item, the Technology, Trade, and Commerce Agency may transfer funds to Item 2920-012-0001, consistent with Provision 1 of that item, where the transfer is necessary to reimburse foreign trade office directors for relocation expenses to and from foreign trade offices.

~~2. Of the amount appropriated in this item, it is the intent of the Legislature that $100,000 shall be available to fund the activities of the California Economic Strategy Panel.~~

2920-001-0123—For support of Technology, Trade, and Commerce Agency, Program 05—California Infrastructure and Economic Development Bank, payable from the Rural Economic Development Fund..... 155,000

2920-001-0145—For support of Technology, Trade, and Commerce Agency, payable from the Commerce Marketing Fund..... 107,000

Schedule:

(1) 10-Economic Development..... 26,000

(2) 30-Tourism 81,000

Item		Amount
2920-001-0218—For support of Technology, Trade, and Commerce Agency, Program 10—Economic Development, payable from the Rural Development Fund		30,000
2920-001-0440—For support of Technology, Trade, and Commerce Agency, payable from the Petroleum Underground Storage Tank Financing Account		812,000
Schedule:		
(1) 10-Economic Development	649,000	
(2) 40-Contracts, Grants and Loans	163,000	
2920-001-0649—For support of Technology, Trade, and Commerce Agency, payable from the California Infrastructure and Economic Development Bank Fund		1,501,000
Schedule:		
(1) 05-California Infrastructure and Economic Development Bank	1,413,000	
(2) 40-Contracts, Grants and Loans	88,000	
2920-001-0801—For support of Technology, Trade, and Commerce Agency, Program 10—Economic Development, payable from the California Small Business Development Center Fund		242,000
2920-001-0890—For support of Technology, Trade, and Commerce Agency, Program 10—Economic Development, payable from the Federal Trust Fund		1,522,000
2920-011-0001—For support of Technology, Trade, and Commerce Agency		~~5,192,000~~ *4,692,000*
Schedule:		
(1) For transfer to the Small Business Expansion Fund (0918)	~~5,162,000~~ *4,662,000*	
(2) For transfer to the Rural Development Fund (0218)	30,000	
~~Provisions:~~		
~~1. Of the amount appropriated in Schedule (1) of this item, $500,000 is for the establishment of the Small Business Financial Development Corporations in Southeast Los Angeles, pursuant to subdivision (c) of Section 14060.6 of the Corporations Code.~~		
2920-012-0001—For support of Technology, Trade, and Commerce Agency, Foreign Trade Offices		4,068,000
Schedule:		
(1) Foreign Trade Offices	(4,872,000)	
(a) 20.50.001 South Africa	414,000	

Item		Amount
(b) 20.50.002 Germany	560,000	
(c) 20.50.003 China-Hong Kong	838,000	
(d) 20.50.004 Japan	1,052,000	
(e) 20.50.005 United Kingdom	522,000	
(f) 20.50.006 Mexico	1,155,000	
(g) 20.50.007 Taiwan	331,000	
(2) Contract Foreign Trade Offices		(1,196,000)
(a) 20.60.002 South Korea	261,000	
(b) 20.60.004 China-Shanghai	270,000	
(c) 20.60.006 Singapore	200,000	
(d) 20.60.007 Argentina	265,000	
(e) 20.60.008 Israel	200,000	
(3) 97.20.001-Unallocated Reduction		−2,000,000

Provisions:

1. Notwithstanding the provisions of Section 26.00 of this act, for the purposes of the payment of appropriate relocation expenses to and from foreign trade offices by foreign trade office directors, the Technology, Trade, and Commerce Agency may transfer funds between the schedules of this item.
2. Notwithstanding any other provisions of law, the Secretary of Technology, Trade, and Commerce shall implement a reduction of $2,000,000 to this item not sooner than 30 days after notification in writing of the allocation of such reduction among the foreign trade offices and contract foreign trade offices to the chairpersons of the fiscal committees in each house of the Legislature and the Chairperson of the Joint Legislative Budget Committee, or not sooner than whatever lesser time the chairperson of the committee, or his or her designee, may in each instance determine.

2920-101-0001—For local assistance, Technology, Trade, and Commerce Agency		~~0~~ 12,300,000
Schedule:		
(1) 07-Science, Technology and Innovation	~~0~~ 5,866,000	
~~(2) 10.09-Economic Development (Office of Military Base Retention)~~	~~0~~	

Item	Amount
(3) 10.40-Economic Development (Local Development) ..... ~~0~~ 4,000,000	
(4) 10.50-Economic Development (Small Business Development Centers)..... ~~0~~ 2,434,000	
2920-101-0440—For local assistance, Technology, Trade, and Commerce Agency, Program 10—Economic Development, payable from the Petroleum Underground Storage Tank Financing Account	6,000,000
2920-101-0801—For local assistance, Technology, Trade, and Commerce Agency, Program 10—Economic Development, payable from the California Small Business Development Center Fund.....	1,000,000
2920-101-0890—For local assistance, Technology, Trade, and Commerce Agency, Program 10—Economic Development, payable from the Federal Trust Fund	10,169,000
2920-101-3005—For local assistance, Technology, Trade, and Commerce Agency, Program 10—Economic Development, payable from the Film California First Fund	10,000,000
2920-111-0001—For transfer, upon order of the Director of Finance, from the General Fund to the Film California First Fund	10,000,000
2920-115-0440—For transfer, upon order of the Director of Finance, from the Petroleum Underground Storage Tank Financing Account to the General Fund...	(17,000,000)
Provisions:	
1. The transfer made by this item is a loan to the General Fund. This loan shall be repaid with interest calculated at the rate earned by the Pooled Money Investment Account at the time of the transfer. It is the intent of the Legislature that repayment be made so as to ensure that the programs supported by this fund are not adversely affected by the loan.	
2920-115-0521—For transfer, upon order of the Director of Finance, from the Rural Economic Development Infrastructure Revenue Bond Fund to the General Fund	(8,400,000)
Provisions:	
1. The transfer made by this item is a loan to the General Fund. This loan shall be repaid with interest calculated at the rate earned by the Pooled	

Item Amount

Money Investment Account at the time of the transfer. It is the intent of the Legislature that repayment be made so as to ensure that the programs supported by this fund are not adversely affected by the loan.

2920-115-0649—For transfer, upon order of the Director of Finance, from the California Infrastructure and Economic Development ~~Bond~~ Bank Fund to the General Fund..... (8,000,000)

2920-115-0694—For transfer, upon order of the Director of Finance, from the Petroleum Financing Collection Account to the General Fund ..... (1,000,000)

Provisions:

1. The transfer made by this item is a time specific loan to the General Fund. This loan shall be repaid with interest calculated at the rate earned by the Pooled Money Investment Account at the time of the transfer. It is the intent of the Legislature that repayment be made so as to ensure that the programs supported by this fund are not adversely affected by the loan.

2920-115-0809—For transfer, upon order of the Director of Finance, from the Export Finance Fund to the General Fund..... (8,000,000)

2920-115-0918—For transfer, upon order of the Director of Finance, from the Small Business Expansion Fund to the General Fund ..... (10,700,000)

Provisions:

1. The transfer made by this item is a time specific loan to the General Fund. This loan shall be repaid with interest calculated at the rate earned by the Pooled Money Investment Account at the time of the transfer. It is the intent of the Legislature that repayment be made so as to ensure that the programs supported by this fund are not adversely affected by the loan. It is also the intent of the Legislature that this loan constitutes an asset of the expansion fund that may be encumbered in the same manner as moneys appropriated for those purposes and on deposit in the fund.

2920-401—The State Controller, upon order of the Director of Finance, shall reduce a total of $10,000,000 from the amounts appropriated from the General Fund in this act to the Technology, Trade, and Commerce Agency.

Item	Amount
2920-496—Reversion, Technology, Trade, and Commerce Agency. As of June 30, 2002, $2,000,000 of the amount appropriated in the following citation shall revert to the General Fund.	
0001—General Fund	
(1) Item 2920-011-0001, Budget Act of 2001 (Ch. 106, Stats. 2001), Schedule (1) for transfer to the Small Business Expansion Fund (0918) ...	4,662,000

RESOURCES

3110-001-0001—For support of Special Resources Program, Program 30—Sea Grant Program, for grants to public and private higher education for use as a maximum of two-thirds of the local matching share for projects under the National Sea Grant College Program Act, as amended	~~430,000~~ *200,000*
~~Provisions:~~	
~~1. Of the amount in this item, $80,000 shall be allocated to related programs at the University of Southern California.~~	
3110-101-0071—For local assistance, Special Resources Program, Program 20—Yosemite Foundation, payable from the Yosemite Foundation Account, California Environmental License Plate Fund	840,000
Provisions:	
1. There is hereby appropriated to the Special Resources Program for allocation by the State Controller to the Yosemite Foundation all moneys deposited in the account for activities authorized pursuant to Section 5064 of the Vehicle Code (Chapter 1273, Statutes of 1992).	
3110-101-0140—For local assistance, Special Resources Program, Program 10—Tahoe Regional Planning Agency, payable from the California Environmental License Plate Fund	3,214,000
3110-101-0516—For local assistance, Special Resources Program, Program 10—Tahoe Regional Planning Agency payable from the Harbors and Watercraft Revolving Fund	124,000
Provisions:	
1. Notwithstanding any other provision of law, funds in this item shall be expended to implement motorized watercraft regulations adopted by the Tahoe Regional Planning Agency.	

Item		Amount
3125-001-0001—For support of California Tahoe Conservancy		0
Schedule:		
(1) 10-Tahoe Conservancy	4,024,000	
(2) Reimbursements	–33,000	
(3) Amount payable from the Safe Neighborhood Parks, Clean Water, Clean Air, and Coastal Protection Bond Fund (Item 3125-001-0005)	–809,000	
(3.5) Amount payable from the California Environmental License Plate Fund (Item 3125-001-0140)	–2,828,000	
(4) Amount payable from Habitat Conservation Fund (Item 3125-001-0262)	–17,000	
(5) Amount payable from the Lake Tahoe Conservancy Account (Item 3125-001-0286)	–161,000	
(6) Amount payable from the Tahoe Conservancy Fund (Item 3125-001-0568)	–176,000	
3125-001-0005—For support of California Tahoe Conservancy, for payment to Item 3125-001-0001, payable from the Safe Neighborhood Parks, Clean Water, Clean Air, and Coastal Protection Bond Fund		809,000
3125-001-0140—For support of California Tahoe Conservancy, for payment to Item 3125-001-0001, payable from the California Environmental License Plate Fund		2,828,000
3125-001-0262—For support of California Tahoe Conservancy, for payment to Item 3125-001-0001, payable from the Habitat Conservation Fund		17,000
3125-001-0286—For support of California Tahoe Conservancy, for payment to Item 3125-001-0001, payable from the Lake Tahoe Conservancy Account		161,000
3125-001-0568—For support of California Tahoe Conservancy, for payment to Item 3125-001-0001, payable from the Tahoe Conservancy Fund		176,000

Provisions:

1. Of this amount, pursuant to Section 66908.3 of the Government Code, the conservancy shall pay $40,200 to the County of Placer, and $2,800 to the County of El Dorado.
2. Fifty percent (50%) of the amounts pursuant to Provision 1 above shall be used by the Counties of Placer and El Dorado for soil erosion control

Item		Amount
projects in the Lake Tahoe region, as defined in Section 66905.5 of the Government Code.		
3125-101-0005—For local assistance, California Tahoe Conservancy, Program 10—Tahoe Conservancy, for soil erosion control grants, payable from the Safe Neighborhood Parks, Clean Water, Clean Air, and Coastal Protection Bond Fund		5,000,000
Provisions:		
1. Notwithstanding any other provision of law, this appropriation shall be available for encumbrance until June 30, 2005.		
3125-301-0001—For capital outlay, California Tahoe Conservancy		0
Schedule:		
(1) 50.30.004-Land acquisition and site improvements—Stream environment zones and watershed restorations pursuant to Title 7.42 (commencing with Section 66905) of the Government Code	244,000	
(2) Reimbursements	–244,000	
Provisions:		
1. The acquisition of real property or interests with funds appropriated in this item is not subject to the Property Acquisition Law when the value is $250,000 or less, and, therefore, is not subject to approval by the State Public Works Board.		
2. The amount appropriated in this item is available for expenditure for capital outlay or for local assistance until June 30, 2005. Expenditures of funds for grants to public agencies and grants to nonprofit organizations, as authorized by subdivision (a) of Section 66907.7 of the Government Code, are exempt from review by the State Public Works Board.		
3125-301-0005—For capital outlay, California Tahoe Conservancy, payable from the Safe Neighborhood Parks, Clean Water, Clean Air, and Coastal Protection Bond Fund		14,278,000
Schedule:		
(1) 50.30.002-Land acquisition and site improvements—Public access and recreation pursuant to Title 7.42 (commencing with Section 66905) of the Government Code	6,161,000	
(2) 50.30.003-Acquisition, restoration, and enhancement of habitat	1,018,000	

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(3) 50.30.004-Land acquisition and site improvements—Stream environment zone and watershed restoration pursuant to Title 7.42 (commencing with Section 66905) of the Government Code. 4,599,000

(4) 50.30.005-Land acquisition pursuant to Section 66907 of the Government Code 2,500,000

Provisions:

1. The acquisition of real property or interests with funds appropriated in this item is not subject to the Property Acquisition Law when the value is $250,000 or less, and, therefore, is not subject to approval by the State Public Works Board.
2. The amount appropriated in this item is available for expenditure for capital outlay or for local assistance through until June 30, 2005. Expenditures of funds for grants to public agencies and grants to nonprofit organizations, as authorized by subdivision (a) of Section 66907.7 of the Government Code, are exempt from review by the State Public Works Board.

3125-301-0262—For capital outlay, California Tahoe Conservancy, payable from the Habitat Conservation Fund 482,000

Schedule:

(1) 50.30.003-Acquisition, restoration, and enhancement of habitat..... 482,000

Provisions:

1. The acquisition of real property or interests with funds appropriated by this item is not subject to the Property Acquisition Law when the value is less than $250,000 and, therefore, is not subject to Public Works Board approval.
2. The amount appropriated in this item is available for expenditure for capital outlay or for local assistance until June 30, 2005. Expenditures of funds for grants to public agencies and grants to nonprofit organizations, as authorized by subdivision (a) of Section 66907.7 of the Government Code, are exempt from Public Works Board review.

3125-301-0286—For capital outlay, California Tahoe Conservancy, payable from the Lake Tahoe Conservancy Account..... 713,000

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Schedule:

(1) 50.30.002-Land acquisition and site improvements—Public access and recreation pursuant to Title 7.42 (commencing with Section 66905) of the Government Code 356,000

(2) 50.30.004-Land acquisition and site improvements—Stream environment zones and watershed restorations pursuant to Title 7.42 (commencing with Section 66905) of the Government Code 357,000

Provisions:

1. The acquisition of real property or interests with funds appropriated in this item is not subject to the Property Acquisition Law when the value is $250,000 or less, and, therefore, is not subject to Public Works Board approval.
2. The amount appropriated in this item is available for expenditure for capital outlay or for local assistance until June 30, 2005. Expenditures of funds for grants to public agencies and grants to nonprofit organizations, as authorized by subdivision (a) of Section 66907.7 of the Government Code, are exempt from Public Works Board review.

3340-001-0001—For support of California Conservation Corps 46,304,000

Schedule:

(1) 10-Training and Work Program..... 48,069,000

(2) 10.55-Administration..... (8,139,000)

(3) 10.55-Distributed Administration ..... (–8,139,000)

(4) Amount payable from the Safe Neighborhood Parks, Clean Water, Clean Air, and Coastal Protection Bond Fund (Item 3340-001-0005). –625,000

(5) Amount payable from the California Environmental License Plate Fund (Item 3340-001-0140)..... –305,000

(6) Amount payable from the Public Resources Account, Cigarette and Tobacco Products Surtax Fund (Item 3340-001-0235) ..... –269,000

(7) Amount payable from the Federal Trust Fund (Item 3340-001-0890)..... –495,000

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(8) Amount payable from the Clean Water, Clean Air, Coastal Protection Fund (3340-001-6029)..... –71,000

Provisions:

1. Notwithstanding Section 14316 of the Public Resources Code, the Department of Finance may make a loan from the General Fund to the California Conservation Corps for the purposes of this item, in the amount of 25 percent of the reimbursements anticipated in the Collins-Dugan Reimbursement Account to be received by the California Conservation Corps from each client agency, not to exceed an aggregate total of $6,432,000, to meet cashflow needs due to delays in collecting reimbursements. Any loan made by the Department of Finance pursuant to this provision shall only be made if the California Conservation Corps has a valid contract or certification signed by the client agency, which demonstrates that sufficient funds will be available to repay the loan. All money so transferred shall be repaid to the General Fund as soon as possible, but not later than one year from the date of the loan. On and after a date 90 days after the end of that year, the Department of Finance shall charge interest to the California Conservation Corps, at the rate earned in the Pooled Money Investment Fund, on any portion of the loan that has not been repaid.
2. Of the funds appropriated in this item, $2,725,000 shall be available for use by the California Conservation Corps to respond to natural disasters and other emergencies, including the fighting of forest fires. The Director of Finance may adjust this amount to the extent indicated by corrections identified by the director in the reports of the past expenditures of the California Conservation Corps upon which the amounts appropriated by this item are based. The Director of Finance shall notify the Chairperson of the Joint Legislative Budget Committee at least 30 days prior to making that adjustment.
3. To the extent that funds in excess of the amount identified in Provision 2 are necessary in order for the California Conservation Corps to respond to one or more emergencies declared by the Gover-

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nor, the Department of Finance shall transfer, from the funds available pursuant to Section 8690.6 of the Government Code, an amount not to exceed $1,500,000 as necessary to fund that response. If, after the Department of Finance has transferred funds pursuant to this provision, the California Conservation Corps receives reimbursements or other amounts in payment of its costs of response to one or more declared emergencies, those amounts shall be deposited in the General Fund.	
3340-001-0005—For support of California Conservation Corps, for payment to Item 3340-001-0001, payable from the Safe Neighborhood Parks, Clean Water, Clean Air, and Coastal Protection Bond Fund.....	625,000
3340-001-0140—For support of California Conservation Corps, for payment to Item 3340-001-0001, payable from the California Environmental License Plate Fund	305,000
3340-001-0235—For support of California Conservation Corps, for payment to Item 3340-001-0001, payable from the Public Resources Account, Cigarette and Tobacco Products Surtax Fund.....	269,000
3340-001-0890—For support of California Conservation Corps, for payment to Item 3340-001-0001, payable from the Federal Trust Fund	495,000
3340-001-6029—For support of California Conservation Corps, for payment to Item 3340-001-0001, payable from the California Clean Water, Clean Air, Safe Neighborhood Parks, and Coastal Protection Fund..	71,000
3340-101-0005—For local assistance, California Conservation Corps, payable from the Safe Neighborhood Parks, Clean Water, Clean Air, and Coastal Protection Bond Fund	2,900,000
3340-101-6029—For local assistance, California Conservation Corps, payable from the California Clean Water, Clean Air, Safe Neighborhood Parks, and Coastal Protection Fund	4,000,000
3340-301-0318—For capital outlay, California Conservation Corps, payable from the Collins-Dugan California Conservation Corps Reimbursement Account	400,000
Schedule:	
(1) 20.10.140-Minor Capital Outlay 400,000	

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3340-490—Reappropriation, California Conservation Corps. Notwithstanding any other provision of law, the balance of the appropriations provided in the following citations are reappropriated for the purposes and subject to the limitations, unless otherwise specified, provided for the appropriations:

0660—Public Buildings Construction Fund

(1) Item 3340-301-0660, Budget Act of 2001 (Ch. 106, Stats. 2001)

(1) 20.10.145—Camarillo Satellite Relocation/Construction—Construction

(2) Funds appropriated in paragraph (1) of subdivision (b) of Section 2 of Chapter 3 of the Statutes of 2002, Third Extraordinary Session, for the Delta Service Center District Site Selection and Acquisition Project 20.10.150 shall be available for acquisition, preliminary plans, working drawings, and construction.

~~(3) Notwithstanding subdivision (b) of Section 2.00 of this Act, funds appropriated in Schedule 2 of this item shall be available for expenditure until June 30, 2007.~~

Provisions:

1. Notwithstanding any other provision of law, Sections 3 to 10, inclusive, of Chapter 3 of the Statutes of 2002, Third Extraordinary Session, shall apply to the reappropriation in Schedule (2) above.
2. Notwithstanding any other provision of law, Provisions 1 to 3, inclusive, of Item 3340-301-0660 of Section 2.00 of the Budget Act of 2001 (Ch. 106, Stats. 2001) apply to the reappropriation in Schedule (1) above.

3360-001-0044—For support of Energy Resources Conservation and Development Commission, for payment to Item 3360-001-0465, payable from the Motor Vehicle Account, State Transportation Fund 121,000

3360-001-0314—For support of Energy Resources Conservation and Development Commission, for payment to Item 3360-001-0465, payable from the Diesel Emission Reduction Fund 217,000

3360-001-0381—For support of Energy Resources Conservation and Development Commission, for payment to Item 3360-001-0465, payable from the Public Interest Research, Development and Demonstration Fund 71,515,000

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Provisions:

1. Notwithstanding subdivision (a) of Section 2.00 of this act, funds appropriated in this item shall be available for expenditure during the 2002–03 and 2003–04 fiscal years.
2. Notwithstanding Section 16304.1 of the Government Code, funds appropriated in this item shall be available for liquidation of encumbrances until June 30, 2008.
3. Notwithstanding any other provision of law, funds appropriated in this item may be used by the Energy Resources Conservation and Development Commission to provide grants, loans, or repayable research contracts. When the commission evaluates proposals, a high-point scoring method may be used in lieu of lowest cost. Repayment terms shall be determined by the commission.

3360-001-0382—For support of Energy Resources Conservation and Development Commission, for payment to Item 3360-001-0465, payable from the Renewable Resource Trust Fund 3,403,000

3360-001-0465—For support of Energy Resources Conservation and Development Commission, payable from the Energy Resources Programs Account ..... ~~51,247,000~~ *49,247,000*

Schedule:

(1) 10-Regulatory and Planning.....	30,059,000
(2) 20-Energy Resources Conservation.	~~23,532,000~~ *21,532,000*
(3) 30-Development.....	95,616,000
(4) 40.01-Policy, Management and Administration.....	10,923,000
(5) 40.02-Distributed Policy, Management and Administration	–10,923,000
(6) Reimbursements.....	–10,320,000
~~(7) Amount payable from the General Fund (Item 3360-001-0001).....~~	~~0~~
(8) Amount payable from the Motor Vehicle Account, State Transportation Fund (Item 3360-001-0044)....	–121,000
(9) Amount payable from the Diesel Emission Reduction Fund (Item 3360-001-0314).....	–217,000
(10) Amount payable from the Public Interest Research, Development and Demonstration Fund (Item 3360-001-0381).....	–71,515,000

Item	Amount
(11) Amount payable from the Renewable Resource Trust Fund (Item 3360-001-0382)	−3,403,000
(12) Amount payable from the Energy Technologies Research Development and Demonstration Account (Item 3360-001-0479)	−2,042,000
(13) Amount payable from the Local Government Geothermal Resources Revolving Subaccount, GRDA (Item 3360-001-0497)	−274,000
(14) Amount payable from the Petroleum Violation Escrow Account (Item 3360-001-0853)	−786,000
(15) Amount payable from the Katz Schoolbus Fund (Item 3360-001-0854)	−117,000
(16) Amount payable from the Federal Trust Fund (Item 3360-001-0890).	−9,165,000

Provisions:

1. Notwithstanding Section 16304.1 of the Government Code, funds appropriated in this item for the Energy Technology Export Program shall be available for liquidation of encumbrances until June 30, 2006.

3360-001-0479—For support of Energy Resources Conservation and Development Commission, for payment to Item 3360-001-0465, payable from the Energy Technologies Research, Development and Demonstration Account for the purpose of funding loans, grants and contracts to provide a variety of research projects 2,042,000

Provisions:

1. Notwithstanding subdivision (a) of Section 2.00 of this act, funds appropriated in this item shall be available for expenditure during the 2002–03 and 2003–04 fiscal years.
2. Notwithstanding Section 16304.1 of the Government Code, funds appropriated in this item shall be available for liquidation of encumbrances until June 30, 2006.
3. Notwithstanding any other provision of law, funds appropriated in this item may be used by the Energy Resources Conservation and Development Commission to provide grants, loans, or repayable research contracts. When the commission evaluates proposals, a high-point scoring method

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may be used in lieu of lowest cost. Repayment terms shall be determined by the commission.	
3360-001-0497—For support of Energy Resources Conservation and Development Commission, for payment to Item 3360-001-0465, payable from the Local Government Geothermal Resources Revolving Subaccount, GRDA	274,000
3360-001-0853—For support of Energy Resources Conservation and Development Commission, for payment to Item 3360-001-0465, payable from the Petroleum Violation Escrow Account	786,000
3360-001-0854—For support of Energy Resources Conservation and Development Commission, for payment to Item 3360-001-0465, payable from the Katz Schoolbus Fund created by Section 17911 of the Education Code	117,000
3360-001-0890—For support of Energy Resources Conservation and Development Commission, for payment to Item 3360-001-0465, payable from the Federal Trust Fund	9,165,000
3360-011-0381—For transfer by the Controller from the Public Interest Research, Development, and Demonstration Fund to the General Fund	0
Provisions:	
1. Notwithstanding any other provision of law, the Controller shall transfer the income from surplus money investments for the period from July 1, 2002 ~~,~~ to June 30, 2003, inclusive, from the Public Interest Research, Development, and Demonstration Fund to the General Fund.	
3360-011-0382—For transfer by the Controller, upon order of the Director of Finance, from the Renewable Resource Trust Fund to the General Fund	(150,000,000)
Provisions:	
1. The transfer made by this item is a loan to the General Fund. This loan shall be repaid with interest calculated at the rate earned by the Pooled Money Investment Account at the time of the transfer. It is the intent of the Legislature that repayment be made so as to ensure that the programs supported by this fund are not adversely affected by the loan.	
3360-012-0382—For transfer by the Controller from the Renewable Resource Trust Fund to the General Fund	0
Provisions:	
1. Notwithstanding any other provision of law, the Controller shall transfer the income from surplus	

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money investments for the period from July 1, 2002, to June 30, 2003, inclusive, from the Renewable Resource Trust Fund to the General Fund.

3360-013-0382—For transfer by the Controller, upon order of the Director of Finance, from the Renewable Resource Trust Fund to the California Consumer Power and Conservation Financing Authority Fund ..... (8,900,000)

Provisions:

1. The appropriation in this item shall be available for loans to the California Consumer Power and Conservation Financing Authority Fund, as needed (a) to repay the General Fund for startup loans provided in the 2001–02 fiscal year pursuant to Item 8665-011-0001 of the Budget Act of 2001 (Ch. 106, Stats. 2001) and (b) to finance approved 2002–03 fiscal year expenditures in Item 8665-001-9326. Loans shall be repaid with interest calculated at the rate earned by the Pooled Money Investment Account at the time of the transfer and shall be repaid from revenues deposited in that fund pursuant to Chapter 10, Statutes of 2001 (First Extraordinary Session). The California Consumer Power and Conservation Financing Authority shall repay at least $1 million of the amount loaned in this item by June 30, 2003. All remaining loan amounts shall be repaid by June 30, 2004. In the event that any amount loaned pursuant to this item remains outstanding on July 1, 2004, the outstanding loan amount shall be converted to a loan from the Energy Resources Programs Account, and the outstanding balance with accrued interest shall be transferred from the Energy Resources Programs Account to the Renewable Resource Trust Fund.

3360-101-0497—For local assistance, Energy Resources Conservation and Development Commission, pursuant to Section 3822 of the Public Resources Code, payable from the Local Government Geothermal Resources Revolving Subaccount, GRDA..... 5,834,000

Schedule:

(1) 30-Development..... 5,834,000

Provisions:

1. Funds appropriated in this item shall be available for expenditure until June 30, 2004.

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2. Notwithstanding Section 16304.1 of the Government Code, funds appropriated in this item shall be available for liquidation of encumbrances until June 30, 2006.	
3360-491—Reappropriation, Energy Resources Conservation and Development Commission. Notwithstanding any other provision of law, funds appropriated in the following citations are reappropriated for liquidation until June 30, 2003:	
0465—Energy Resources Programs Account	
(1) Item 3360-001-0465, Budget Act of 1999 (Ch. 50, Stats. 1999).	
0497—Geothermal Resources Development Account	
(1) Item 3360-101-0497, Budget Act of 1998 (Ch. 324, Stats. 1998).	
3460-001-0001—For support of Colorado River Board of California	225,000
Schedule:	
(1) 10-Protection of California's Colorado River Rights and Interests 1,133,000	
(2) Reimbursements ..... −893,000	
(3) Amount payable from the California Environmental License Plate Fund (Item 3460-001-0140)..... −15,000	
3460-001-0140—For support of Colorado River Board of California, for payment to Item 3460-001-0001, payable from the California Environmental License Plate Fund	15,000
Provisions:	
1. The funds appropriated in this item are for the Salinity Control Forum.	
3480-001-0001—For support of Department of Conservation	21,717,000
Schedule:	
(1) 10-Geologic Hazards and Mineral Resources Conservation..... 25,363,000	
(2) 20-Oil, Gas, and Geothermal Resources 13,805,000	
(3) 30-Land Resource Protection..... 3,695,000	
(4) 40.01-Administration..... 9,389,000	
(5) 40.02-Distributed Administration ... −9,389,000	
(6) 50-Beverage Container Recycling and Litter Reduction Program..... 35,865,000	
(7) Reimbursements ..... −8,382,000	

Item	Amount
(8) Amount payable from the Safe Neighborhood Parks, Clean Water, Clean Air, and Coastal Protection Bond Fund (Item 3480-001-0005)..	–498,000
(9) Amount payable from the Surface Mining and Reclamation Account (Item 3480-001-0035)	–1,887,000
(10) Amount payable from the State Highway Account, State Transportation Fund (Item 3480-001-0042)	–12,000
(11) Amount payable from the California Beverage Container Recycling Fund (Item 3480-001-0133).....	–35,790,000
(13) Amount payable from the Soil Conservation Fund (Item 3480-001-0141)	–1,270,000
(14) Amount payable from Hazardous and Idle-Deserted Well Abatement Fund (Section 3206, Public Resources Code)	–100,000
(15) Amount payable from Mine Reclamation Account (Item 3480-001-0336)	–1,459,000
(16) Amount payable from Seismic Hazards Identification Fund (Item 3480-001-0338).....	–1,985,000
(17) Amount payable from the Strong Motion Instrumentation Special Fund (Item 3480-001-0398).....	–3,415,000
(18) Amount payable from the Federal Trust Fund (Item 3480-001-0890).	–1,701,000
(19) Amount payable from the Agriculture and Open Space Mapping Subaccount (Item 3480-001-6004)	–512,000

Provisions:

1. Notwithstanding any other provision of law, upon approval and order of the Department of Finance, the Department of Conservation may borrow sufficient funds, from special funds that otherwise provide support for the department, to meet cashflow needs due to delays in collecting reimbursements. Any loan made by the Department of Finance pursuant to this provision may be made only if the Department of Conservation has a valid contract or certification signed by the client agency, which demonstrates that sufficient funds

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will be available to repay the loan. All money so transferred shall be repaid to the special fund as soon as possible, but not later than one year from the date of the loan.	
3480-001-0005—For support of Department of Conservation, for payment to Item 3480-001-0001, payable from the Safe Neighborhood Parks, Clean Water, Clean Air, and Coastal Protection Bond Fund.....	498,000
3480-001-0035—For support of Department of Conservation, for payment to Item 3480-001-0001, payable from the Surface Mining and Reclamation Account	1,887,000
Provisions:	
1. Of the amount appropriated in this item, $125,000 shall be expended for mapping abandoned mines, and $125,000 shall be expended for remediation and referrals to other agencies, including the State Water Resources Control Board, for cleanup activities utilizing these funds.	
3480-001-0042—For support of Department of Conservation, for payment to Item 3480-001-0001, payable from the State Highway Account, State Transportation Fund	12,000
Provisions:	
1. The funds appropriated in this item are for the state's share of costs of the California Institute of Technology seismograph network.	
3480-001-0133—For support of Department of Conservation, for payment to Item 3480-001-0001, payable from the California Beverage Container Recycling Fund	35,790,000
3480-001-0141—For support of Department of Conservation, for payment to Item 3480-001-0001, payable from the Soil Conservation Fund	1,270,000
3480-001-0336—For support of Department of Conservation, for payment to Item 3480-001-0001, payable from the Mine Reclamation Account.....	1,459,000
3480-001-0338—For support of Department of Conservation, for payment to Item 3480-001-0001, payable from the Seismic Hazards Identification Fund	1,985,000
Provisions:	
1. Notwithstanding any other provision of law, the Department of Finance may authorize expenditures from the Seismic Hazards Identification Fund in excess of the amount appropriated not sooner than 30 days after notification in writing of	

Item Amount

the necessity is provided to the chairpersons of the fiscal committees and the Chairperson of the Joint Legislative Budget Committee, or not sooner than whatever lesser time the chairperson of the committee, or his designee, may in each instance determine. When exercising this provision, the department must maintain a minimum 10-percent reserve balance in the Seismic Hazards Identification Fund at all times and not exceed a total program expenditure level of $2,300,000. This provision may also be used to reduce expenditures below the amount appropriated by this item should revenues be unable to maintain an adequate balance.

3480-001-0398—For support of Department of Conservation, for payment to Item 3480-001-0001, payable from the Strong Motion Instrumentation Special Fund 3,415,000

Provisions:

1. Notwithstanding any other provision of law, the Department of Finance may authorize expenditures from the Strong Motion Instrumentation Special Fund in excess of the amount appropriated not sooner than 30 days after notification in writing of the necessity is provided to the chairpersons of the fiscal committees and the Chairperson of the Joint Legislative Budget Committee, or not sooner than whatever lesser time the chairperson of the committee, or his designee, may in each instance determine. When exercising this provision, the department must maintain a minimum 10-percent reserve balance in the Strong Motion Instrumentation Special Fund at all times and not exceed a total program expenditure level of $5,000,000. This provision may also be used to reduce expenditures below the amount appropriated by this item should revenues be unable to maintain an adequate balance.

3480-001-0890—For support of Department of Conservation, for payment to Item 3480-001-0001, payable from the Federal Trust Fund 1,701,000

3480-001-6004—For support of Department of Conservation, for payment to Item 3480-001-0001, payable from the Agriculture and Open Space Mapping Subaccount..... 512,000

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3480-011-0133—For transfer by the Controller, upon order of the Director of Finance, from the California Beverage Container Recycling Fund to the General Fund	(218,000,000)

Provisions:

1. Upon written approval of the Director of Finance, funds may be transferred from the Beverage Container Recycling Fund to the General Fund. The transfer made by this item is a loan to the General Fund and shall be fully repaid by June 30, 2009. This loan shall be repaid with interest at the rate earned by the Pooled Money Investment Account at the time of the transfer. The Controller shall, within 15 working days of receipt of written notification from the Director of Finance, transfer from the General Fund to the Beverage Container Recycling Fund the full amount of the loan or increments thereof as requested by the Director of Finance. It is the intent of the Legislature that the repayment is made so as to ensure that the programs supported by this fund are not adversely affected by the loan.
2. Upon written approval of the Director of Finance, funds from this loan shall be transferred back to the Beverage Container Recycling Fund in an amount necessary to provide operating funds for support of the Beverage Container Recycling Program. Once the monthly cashflow needs of the California Beverage Container Recycling Program are met, any excess General Fund moneys transferred to the California Beverage Container Recycling Fund during the 2002–03 fiscal year shall revert to the General Fund by June 30, 2003.

3480-011-0141—For transfer by the Controller, upon order of the Director of Finance, from the Soil Conservation Fund to the General Fund	(1,100,000)
3480-101-0001—For local assistance, Department of Conservation	120,000
3480-101-0005—For local assistance, Department of Conservation, payable from the Safe Neighborhood Parks, Clean Water, Clean Air, and Coastal Protection Bond Fund, to be available for expenditure in the 2002–03, 2003–04, and 2004–05 fiscal years	11,700,000

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3480-295-0001—For local assistance, Department of Conservation, for reimbursement, in accordance with the provisions of Section 6 of Article XIII B of the California Constitution or Section 17561 of the Government Code, of the costs of any new program or increased level of service of an existing program mandated by statute or executive order, for disbursement by the State Controller 0

Schedule:

(1) 98.01.113.175-Mineral resources policies (Ch. 1131, Stats. 1975).... 0

Provisions:

1. Pursuant to Section 17581 of the Government Code, the mandate identified in the appropriation schedule of this item with an appropriation of $0 and included in the language of this provision are specifically identified by the Legislature for suspension during the 2002–03 fiscal year:

(1) Mineral resources policies (Ch. 1131, Stats. 1975)

3540-001-0001—For support of Department of Forestry and Fire Protection 333,709,000

Schedule:

(1) 100000-Personal services.....364,543,000

(2) 300000-Operating expenses and equipment.....207,209,000

(3) Reimbursements ..... –124,183,000

(3.5) Amount payable from the General Fund (Item 3540-006-0001).....–75,000,000

(4) Less funding provided by capital outlay ..... –117,000

(5) Amount payable from the Safe Neighborhood Parks, Clean Water, Clean Air, and Coastal Protection Bond Fund (Item 3540-001-0005).. –221,000

(6) Amount payable from the Unified Program Account (Item 3540-001-0028)..... –291,000

(7) Amount payable from the State Fire Marshal Licensing and Certification Fund (Item 3540-001-0102)..... –2,036,000

(8) Amount payable from the California Environmental License Plate Fund (Item 3540-001-0140)..... –455,000

(9) Amount payable from the California Fire and Arson Training Fund (Item 3540-001-0198) ..... –1,547,000

Item	Amount
(10) Amount payable from the Hazardous Liquid Pipeline Safety Fund (Item 3540-001-0209)	–2,464,000
(11) Amount payable from the Public Resources Account, Cigarette and Tobacco Products Surtax Fund (Item 3540-001-0235)	–385,000
(12) Amount payable from the Professional Forester Registration Fund (Item 3540-001-0300)	–186,000
(13) Amount payable from the Federal Trust Fund (Item 3540-001-0890)	–16,644,000
(14) Amount payable from the Forest Resources Improvement Fund (Item 3540-001-0928)	–14,486,000
(15) Amount payable from the Timber Tax Fund (Item 3540-001-0965)	–28,000
Provisions:	
1. Notwithstanding any other provision of law, the Department of Finance may authorize the temporary or permanent redirection of funds from this item for purposes of emergency fire suppression and detection costs and related emergency revegetation costs.	
3540-001-0005—For support of Department of Forestry and Fire Protection, for payment to Item 3540-001-0001, payable from the Safe Neighborhood Parks, Clean Water, Clean Air, and Coastal Protection Bond Fund	221,000
3540-001-0028—For support of Department of Forestry and Fire Protection, for payment to Item 3540-001-0001, payable from the Unified Program Account	291,000
3540-001-0102—For support of Department of Forestry and Fire Protection, for payment to Item 3540-001-0001, payable from the State Fire Marshal Licensing and Certification Fund	2,036,000
3540-001-0140—For support of Department of Forestry and Fire Protection, for payment to Item 3540-001-0001, payable from the California Environmental License Plate Fund	455,000
3540-001-0198—For support of Department of Forestry and Fire Protection, for payment to Item 3540-001-0001, payable from the California Fire and Arson Training Fund	1,547,000

Item	Amount
3540-001-0209—For support of Department of Forestry and Fire Protection, for payment to Item 3540-001-0001, payable from the Hazardous Liquid Pipeline Safety Fund	2,464,000
3540-001-0235—For support of Department of Forestry and Fire Protection, for payment to Item 3540-001-0001, payable from the Public Resources Account, Cigarette and Tobacco Products Surtax Fund	385,000
3540-001-0300—For support of Department of Forestry and Fire Protection, for payment to Item 3540-001-0001, payable from the Professional Forester Registration Fund	186,000
3540-001-0890—For support of Department of Forestry and Fire Protection, for payment to Item 3540-001-0001, payable from the Federal Trust Fund	16,644,000
Provisions:	
1. Any federal funds that may become available in addition to the funds appropriated in this item for emergency fire suppression are exempt from Section 28.00 of this act.	
3540-001-0928—For support of Department of Forestry and Fire Protection, for payment to Item 3540-001-0001, payable from the Forest Resources Improvement Fund	14,486,000
Provisions:	
1. Notwithstanding any other provision of law, moneys in this item shall be available for forest land and wildlife habitat assessment, biodiversity, forest and rangeland research, and forest and range resources assessment programs.	
3540-001-0965—For support of Department of Forestry and Fire Protection, for payment to Item 3540-001-0001, payable from the Timber Tax Fund	28,000
3540-003-0001—For support of Department of Forestry and Fire Protection for rental payments on lease-revenue bonds	955,000
Schedule:	
(1) Base Rental and Fees 942,000	
(2) Insurance 13,000	
Provisions:	
1. The Controller shall transfer funds appropriated in this item according to a schedule to be provided by the State Public Works Board. The schedule shall be provided on a monthly basis or as otherwise might be needed to ensure debt requirements are met.	

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3540-006-0001—For support of Department of Forestry and Fire Protection, for payment to Item 3540-001-0001 75,000,000

Provisions:

1. The funds appropriated in this item shall be available for emergency fire suppression and detection costs and related emergency revegetation costs and may be used for these purposes to reimburse the main support appropriation (Item 3540-001-0001) only upon approval by the Department of Finance.
2. The Director of Forestry and Fire Protection shall furnish quarterly reports on expenditures for emergency fire suppression activities to the Director of Finance, the Chairperson of the Joint Legislative Budget Committee, and the fiscal and appropriate policy committees of each house. Notwithstanding Section 27.00, the Director of Finance may authorize expenditures in excess of the amount appropriated in this item by an amount necessary to fund emergency fire suppression costs. This authorization shall occur not less than 30 days after the receipt by the Legislature of the quarterly expenditure report from the Department of Forestry and Fire Protection.

3540-101-0005—For local assistance, Department of Forestry and Fire Protection, payable from the Safe Neighborhood Parks, Clean Water, Clean Air, and Coastal Protection Bond Fund 1,175,000

3540-295-0001—For local assistance, Department of Forestry and Fire Protection, for reimbursement, in accordance with the provisions of Section 6 of Article XIII B of the California Constitution or Section 17561 of the Government Code, of the cost of any new program or increased level of service of an existing program mandated by statute or executive order, for disbursement by the State Controller 1,000

Schedule:

(1) 98.01.118.892-Very High Fire Hazard Severity Zones (Ch. 1188, Stats. 1992) 1,000

Provisions:

1. Except as provided in Provision 2 of this item, allocations of funds provided in this item to the appropriate local entities shall be made by the Controller in accordance with the provisions of each statute or executive order that mandates the reim-

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bursement of the costs, and shall be audited to verify the actual amount of the mandated costs in accordance with subdivision (d) of Section 17561 of the Government Code. Audit adjustments to prior year claims may be paid from this item. Funds appropriated in this item may be used to provide reimbursement pursuant to Article 5 (commencing with Section 17615) of Chapter 4 of Part 7 of Division 4 of Title 2 of the Government Code.

2. If any of the scheduled amounts are insufficient to provide full reimbursement of costs, the State Controller may, upon notifying the Director of Finance in writing, augment those deficient amounts from the unencumbered balance of any other scheduled amounts therein. No order may be issued pursuant to this provision unless written notification of the necessity therefore is provided to the chairperson of the committee in each house, which considers appropriation, and the Chairperson of the Joint Legislative Budget Committee or his or her designee.

3540-301-0001—For capital outlay, Department of Forestry and Fire Protection 485,000

Schedule:

(1) 30.80-Minor Capital Outlay 485,000

Provisions:

1. The funds appropriated by Schedule (1) of this item include funding for construction and preconstruction activities, including, but not limited to, study, environmental documents, preliminary plans, working drawings, equipment, and other costs relating to the design and construction of facilities, to be performed by Department of Forestry and Fire Protection personnel in completion of the projects.

3540-301-0660—For capital outlay Department of Forestry and Fire Protection, payable from the Public Buildings Construction Fund 68,577,000

Schedule:

(1) 30.10.015-Ukiah Forest Fire Station: Replace Facility—Working drawings and construction 3,071,000

(2) 30.10.065-Sweetwater Forest Fire Station: Relocate Facility—Preliminary plans, working drawings and construction..... 2,462,000

Item	Amount
(3) 30.10.110-Elk Camp Forest Fire Station: Relocate Facility—Working drawings and construction	2,098,000
(4) 30.10.130-Santa Clara Ranger Unit Headquarters: Replace Automotive Shop—Construction	1,577,000
(5) 30.20.030-Harts Mill Forest Fire Station: Relocate Facility—Construction	1,323,000
(5.5) 30.20.035-Fort Jones Forest Fire Station: Replace Facility—Construction	1,980,000
(6) 30.20.040-Manton Forest Fire Station: Relocate Facility—Construction	1,364,000
(7) 30.20.045-Weaverville Forest Fire Station: Relocate Facility—Construction	1,971,000
(8) 30.20.130-Buckhorn Forest Fire Station: Replace Apparatus Building—Working drawings and construction	1,143,000
(8.5) 30.30.015-Independence Forest Fire Station: Construct Facility—Construction	1,395,000
(8.7) 30.30.020-San Luis Obispo Ranger Unit Headquarters: Replace Facility—Construction	974,000
(8.8) 30.30.060-Hemet-Ryan Air Attack Base: Replace Facility—Acquisition and construction	2,109,000
(9) 30.30.065-San Marcos Forest Fire Station: Relocate Facility—Preliminary plans, working drawings and construction	2,115,000
(9.5) 30.30.70-Valley Center Forest Fire Station: Relocate Facility—Construction	1,483,000
(10) 30.30.115-Ventura Youth Conservation Camp: Construct Vehicle Apparatus Building, Shop, Warehouse—Construction	1,397,000
(11) 30.30.120-Fenner Canyon Conservation Camp: Construct Vehicle Apparatus Buildings, Replace Office—Construction	2,452,000

Item	Amount
(12) 30.30.150-Nipomo Forest Fire Station: Replace Facility—Construction	1,777,000
(13) 30.30.160-South Operations Area Headquarters: Relocate Facility—Working drawings and construction	16,401,000
(14) 30.40.015-Sonora Forest Fire Station: Relocate Facility—Working drawings and construction	2,490,000
(15) 30.40.035-Sand Creek Forest Fire Station: Relocate Facility—Construction	1,338,000
(16) 30.40.050-Rancheria Forest Fire Station: Replace Facility—Construction	1,802,000
(17) 30.40.075-Usona Forest Fire Station: Replace Facility—Working drawings and construction	1,820,000
(17.6) 30.40.105-Vallecito Conservation Camp: Replace Utilities/Construct Apparatus Building—Working drawings and construction	1,131,000
(18) 30.40.130-Springville Forest Fire Station: Relocate Facility—Preliminary plans, working drawings and construction	2,740,000
(19) 30.40.135-Raymond Forest Fire Station: Relocate Facility—Preliminary plans, working drawings and construction	2,667,000
(19.5) 30.40.140-Ahwahnee Forest Fire Station: Replace Facility—Construction	1,659,000
(20) 30.40.145-Bautista Conservation Camp: Replace Modular Buildings—Preliminary plans, working drawings and construction	3,079,000
(21) 30.40.195-Altaville Forest Fire Station: Replace Facility—Working drawings and construction	2,759,000

Provisions:

1. The State Public Works Board may issue lease-revenue bonds, notes, or bond anticipation notes

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pursuant to Chapter 5 (commencing with Section 15830) of Part 10b of Division 3 of Title 2 of the Government Code to finance the acquisition, design, and construction of the projects authorized by this item.

2. The State Public Works Board and the Department of Forestry and Fire Protection may obtain interim financing for the project costs authorized in this item from any appropriate source including, but not limited to, the Pooled Money Investment Account pursuant to Sections 16312 and 16313 of the Government Code.
3. The State Public Works Board may authorize the augmentation of the cost of construction of the project scheduled in this item pursuant to the board's authority under Section 13332.11 of the Government Code. In addition, the State Public Works Board may authorize any additional amount necessary to establish a reasonable construction reserve and to pay the cost of financing including the payment of interest during construction of the project, the costs of financing a debt service fund, and the cost of issuance of permanent financing for the project. This additional amount may include interest payable on any interim financing obtained.
4. Notwithstanding Section 2.00 of the Budget Act, the funds appropriated by Schedule 2, 8, 9, 13, 18, 19 and 20 of this item shall be available for expenditure during the 2002–2003 fiscal year, except appropriations for working drawings which shall be available for expenditure until June 30, 2004 and appropriations for construction which shall be available for expenditure until June 30, 2007. In addition, the balance of funds appropriated for construction by Schedule 2, 8, 9, 13, 18, 19 and 20 that have not been allocated, through fund transfer or approval to bid, by the Department of Finance on or before June 30, 2005, shall revert as of that date to the fund from which the appropriation was made.
5. This department is authorized and directed to execute and deliver any and all leases, contracts, agreements or other documents necessary or advisable to consummate the sale of bonds or otherwise effectuate the financing of the scheduled projects.

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6. The State Public Works Board shall not be deemed a lead or responsible agency for purposes of the California Environmental Quality Act (commencing with Section 21000 of the Public Resources Code) for any activities under the State Building Construction Act of 1955 (commencing with Section 15800 of the Government Code). This section does not exempt this department from the requirements of the California Environmental Quality Act. This section is intended to be declarative of existing law.
7. Preliminary plans for Schedules (2), (9), (18), and (19) of this item are not yet complete. Due to the consistent design and components of forest fire stations, and to facilitate the use of the Public Buildings Construction Fund and related interim financing from the Pooled Money Investment Account, these projects are authorized to the extent the scope and cost for Schedules (2), (9), (18), and (19) remain consistent with Department of General Services capital outlay budget packages B1CDF98, B2CDF109, B1CDF102, and B2CDF103, respectively. Nothing in this provision shall be construed to limit the Public Works Board's authority pursuant to Section 13332.11 of the Government Code.
8. The funds appropriated pursuant to Item 3540-301-0660, Budget Act of 2001 (Ch. 106, Stats. 2001), Schedule (6), and the funds appropriated for the Hemet-Ryan Air Attack Base: Replace Facility Project in this item, represent 100 percent of the state's share of acquisition and construction costs for this project. Notwithstanding Section 15815 of the Government Code or any other provision of law, the Department of Forestry and Fire Protection, with the approval of the State Public Works Board, may contract with the March Joint Powers Redevelopment Agency to cause and manage the construction of the project. The Department of Forestry and Fire Protection may transfer construction funds to the March Joint Powers Redevelopment Agency to cause and manage the construction of this project. The Department of General Services or the Department of Forestry and Fire Protection shall provide oversight of the project, which shall be subject to the review of the State Public Works Board and the

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requirement of authorization to proceed to bid by the Department of Finance. As part of this project the Department of General Services is authorized to enter into and purchase a long-term ground lease not to exceed 99 years.

3540-490—Reappropriation—Department of Forestry and Fire Protection. Notwithstanding any other provision of law, the balances of the appropriations provided in the following citations are reappropriated for the purposes and subject to the limitations, unless otherwise specified, provided for by the appropriations, and shall be available for expenditure until June 30, 2003:

0660—Public Buildings Construction Fund

Item 3540-301-0660, Budget Act of 2001 (Ch. 106, Stats. 2001)

(1) 30.10.035—Stevens Creek Forest Fire Station: Replace Facility—Working drawings and construction

(2) 30.10.090—Pacheco Forest Fire Station: Replace Facility—Construction

(4) 30.30.020—San Luis Obispo Ranger Unit Headquarters: Replace Facility—Construction

(6) 30.30.060—Hemet-Ryan Air Attack Base: Replace Facility—Construction

(7) 30.30.175—Owens Valley Conservation Camp: Construct Facility Upgrades—Construction

(8) 30.40.040—Hammond Forest Fire Station: Relocate Facility—Construction

(9) 30.40.120—Dew Drop Forest Fire Station: Replace Facility—Construction

(10) 30.40.180—Squaw Valley Forest Fire Station: Replace Facility—Construction

3540-495—Reversion, Department of Forestry and Fire Protection. Notwithstanding any other provision of law, the unencumbered balances as of June 30, 2002, of the appropriations provided for in the following citations shall revert to the fund from which the appropriation was made:

0001—General Fund

(1) Item 3540-301-0001, Budget Act of 1999 (Ch. 50, Stats. 1999), as partially reappropriated by the Budget Acts of 2000 (Ch. 52, Stats. 2000) and 2001 (Ch. 106, Stats. 2001)

(4) 30.10.055-Ukiah Air Attack Base: Replace Facility—Working drawings

Item		Amount
(2) Item 3540-301-0001, Budget Act of 2000 (Ch. 52, Stats. 2000), as partially reappropriated by the Budget Act of 2001 (Ch. 106, Stats. 2001)		
(39) 30.40.110-Hollister Air Attack Base: Relocate Facility—Working drawings		
(49) 30.40.195-Altaville Forest Fire Station: Replace Facility—Working drawings		
(3) Item 3540-301-0001, Budget Act of 2001 (Ch. 106, Stats. 2001)		
(1) 30.10.015-Ukiah Forest Fire Station: Replace Facility—Working drawings		
(6) 30.10.110-Elk Camp Forest Fire Station: Relocate Facility—Working drawings		
(26) 30.40.015-Sonora Forest Fire Station: Relocate Facility—Working drawings		
(31) 30.40.075-Usona Forest Fire Station: Replace Facility—Working drawings		
3560-001-0001—For support of State Lands Commission		11,277,000
Schedule:		
(1) 10-Mineral Resources Management	6,145,000	
(2) 20-Land Management	8,964,000	
(3) 30.01-Executive and Administration	3,003,000	
(4) 30.02-Distributed Administration	–3,003,000	
(5) 40-Marine Facilities Management	6,604,000	
(6) Reimbursements	–3,208,000	
(7) Amount payable from the Exotic Species Control Fund (Item 3560-001-0212)	–987,000	
(8) Amount payable from the Oil Spill Prevention and Administration Fund (Item 3560-001-0320)	–6,241,000	
Provisions:		
1. Notwithstanding subdivision (d) of Section 4 of Chapter 138 of the Statutes of 1964, 1st Extraordinary Session, all commission costs for administering the Long Beach Tidelands, exclusive of any Attorney General charges, shall be included in revenues deposited into the General Fund pursuant to paragraph (1) of subdivision (a) of Section 6217 of the Public Resources Code.		
2. All costs incurred to manage state school lands shall be deducted from the revenues produced by		

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those lands and deposited into the General Fund pursuant to Section 24412 of the Education Code.	
3560-001-0212—For support of State Lands Commission, for payment to Item 3560-001-0001, payable from the Exotic Species Control Fund.....	987,000
3560-001-0320—For support of State Lands Commission, for payment to Item 3560-001-0001, payable from the Oil Spill Prevention and Administration Fund	6,241,000
Provisions:	
1. Funds appropriated in this item shall not be expended to monitor or inspect marine bunkering operations from barges or any marine lightering operations.	
3600-001-0001—For support of Department of Fish and Game	49,451,000
Schedule:	
(1) 20-Biodiversity Conservation Program.....	110,374,000
(2) 25-Hunting, Fishing and Public Use.....	44,682,000
(3) 30-Management of Department Lands and Facilities	40,868,000
(4) 40-Conservation Education and Enforcement	50,020,000
(5) 50-Spill Prevention and Response..	23,772,000
(6) 70.01-Administration.....	31,557,000
(7) 70.02-Distributed Administration ...	–31,474,000
(8) Reimbursements.....	–23,400,000
(9) Amount payable from Safe Neighborhood Parks, Clean Water, Clean Air, and Coastal Protection Bond Fund (Item 3600-001-0005).....	–1,075,000
(10) Amount payable from the California Environmental License Plate Fund (Item 3600-001-0140).....	–19,382,000
(11) Amount payable from the Fish and Game Preservation Fund (Item 3600-001-0200)	–95,437,000
(12) Amount payable from the Fish and Wildlife Pollution Account (Item 3600-001-0207)	–2,198,000
(13) Amount payable from the California Waterfowl Habitat Preservation Account, Fish and Game Preservation Fund (Item 3600-001-0211)...	–207,000

Item	Amount
(14) Amount payable from the Exotic Species Control Fund (Item 3600-001-0212)	–865,000
~~(15) Amount payable from the Public Resources Account, Cigarette and Tobacco Products Surtax Fund (Item 3600-001-0235)~~	~~0~~
(16) Amount payable from the Oil Spill Prevention and Administration Fund (Item 3600-001-0320)	–15,849,000
(17) Amount payable from the Environmental Enhancement Fund (Item 3600-001-0322)	–104,000
(18) Amount payable from the Central Valley Project Improvement Subaccount (Item 3600-001-0404)	–48,000
(19) Amount payable from the Federal Trust Fund (Item 3600-001-0890)	–49,350,000
(20) Amount payable from the Coastal Watershed Salmon Habitat Subaccount (Item 3600-001-6018)	–4,433,000
(21) Amount payable from the California Clean Water, Clean Air, Safe Neighborhood Parks, and Coastal Protection Fund (Item 3600-001-6029)	–8,000,000

Provisions:

1. The funds appropriated in this item may be increased with the approval of, and under the conditions set by, the Department of Finance to meet current obligations proposed to be funded in Schedules (8) and (19). The funds appropriated by this item shall not be increased until the Department of Fish and Game has a valid contract, signed by the client agency, that provides sufficient funds to finance the increased authorization. This increased authorization may not be used to expand services or create new obligations.

   Reimbursements received under Schedules (8) and (19) shall be used in repayment of any funds used to meet current obligations pursuant to this provision.

3600-001-0005—For support of the Department of Fish and Game, for payment to Item 3600-001-0001, payable from the Safe Neighborhood Parks, Clean Water, Clean Air, and Coastal Protection Bond Fund... 1,075,000

Item	Amount
3600-001-0140—For support of Department of Fish and Game, for payment to Item 3600-001-0001, payable from the California Environmental License Plate Fund	19,382,000
3600-001-0200—For support of Department of Fish and Game, for payment to Item 3600-001-0001, payable from the Fish and Game Preservation Fund	95,437,000
Provisions: 1. Of the funds appropriated in this item, $203,000 is for reimbursement to the State Department of Health Services for shellfish monitoring activities. 2. Notwithstanding Section 711 of the Fish and Game Code, the funds appropriated in this item may be used to support the activities of the Department of Fish and Game.	
3600-001-0207—For support of Department of Fish and Game, for payment to Item 3600-001-0001, payable from the Fish and Wildlife Pollution Account	2,198,000
3600-001-0211—For support of Department of Fish and Game, for payment to Item 3600-001-0001, payable from the California Waterfowl Habitat Preservation Account, Fish and Preservation Fund	207,000
3600-001-0212—For support of Department of Fish and Game, for payment to Item 3600-001-0001, payable from the Exotic Species Control Fund	865,000
3600-001-0320—For support of Department of Fish and Game, for payment to Item 3600-001-0001, payable from the Oil Spill Prevention and Administration Fund	15,849,000
3600-001-0322—For support of Department of Fish and Game, for payment to Item 3600-001-0001, payable from the Environmental Enhancement Fund	104,000
3600-001-0404—For support of Department of Fish and Game, for payment to Item 3600-001-0001, payable from the Central Valley Project Improvement Subaccount	48,000
3600-001-0890—For support of Department of Fish and Game, for payment to Item 3600-001-0001, payable from the Federal Trust Fund	49,350,000
3600-001-6018—For support of Department of Fish and Game, for payment to Item 3600-001-0001, payable from the Coastal Watershed Salmon Habitat Subaccount	4,433,000

Item		Amount
3600-001-6029—For support of Department of Fish and Game, for payment to Item 3600-001-0001, payable from the California Clean Water, Clean Air, Safe Neighborhood Parks, and Coastal Protection Fund..		8,000,000
Provisions:		
1. Funds appropriated in this item shall be expended in the same manner, and subject to the same provisions, as funds appropriated from the Salmon and Steelhead Trout Restoration Account pursuant to Section 6217.1 of the Public Resources Code.		
3600-002-0643—For transfer by the Controller, upon order of the Director of Finance, from the Upper Newport Bay Ecological Reserve Maintenance and Preservation Fund to the General Fund.....		(1,000,000)
3600-011-0001—For support of Department of Fish and Game (reimbursement of free fishing licenses), for transfer to the Fish and Game Preservation Fund....		17,000
3600-101-0001—For local assistance, Department of Fish and Game		600,000
Schedule:		
(1) 20-Biodiversity Conservation Program.....	565,000	
(2) 30-Management of Department Lands and Facilities	35,000	
3600-101-0207—For local assistance, Department of Fish and Game, Program 50-Spill Prevention and Response, payable from the Fish and Wildlife Pollution Account.....		33,000
3600-101-0320—For local assistance, Department of Fish and Game, Program 50-Spill Prevention and Response, payable from the Oil Spill Prevention and Administration Fund.....		900,000
3600-301-0005—For capital outlay, Department of Fish and Game, payable from the Safe Neighborhood Parks, Clean Water, Clean Air, and Coastal Protection Bond Fund		1,768,000
Schedule:		
(1) 90.02.01-Elkhorn Slough Ecological Reserve Research and Education Center—Preliminary plans, working drawings	250,000	
(2) 90.07.100-Minor Projects	1,518,000	
3600-301-0140—For capital outlay, Department of Fish and Game, payable from the Environmental License Plate Fund.....		572,000

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Schedule:	
(1) 90.07.100-Minor Projects 572,000	
3600-301-0200—For capital outlay, Department of Fish and Game, payable from the Fish and Game Preservation Fund	1,340,000
Schedule:	
(1) 90.88.020-Project Planning 160,000	
(2) 90.07.100-Minor Projects 1,280,000	
(3) Reimbursements-Project Planning .. −100,000	
3600-301-0320—For capital outlay, Department of Fish and Game, payable from the Oil Spill Prevention and Administration Fund	88,000
Schedule:	
(1) 90.07.100-Minor Projects 88,000	
3600-301-0890—For capital outlay, Department of Fish and Game, payable from the Federal Trust Fund	14,000
Schedule:	
(1) 90.02.001-Elkhorn Slough Ecological Reserve Research and Education Center—Working drawings ... 14,000	
3600-490—Reappropriation, Department of Fish and Game. Notwithstanding any other provision of law, the balance of the appropriation provided in the following citation is reappropriated to the Department of Fish and Game for the purposes and subject to the limitations, unless otherwise specified, provided in that appropriation and is available for expenditure until June 30, 2003:	
0001—General Fund	
(1) Item 3600-001-0001, Budget Act of 2001 (Ch. 106, Stats. 2001)	
(2) 25-Hunting, Fishing & Public Use. The balance of the $4,723,000 provided for the Automated License Data System is reappropriated for the program in fiscal year 2002–03, subject to the limitations provided in the appropriation.	
3640-001-0001—For support of Wildlife Conservation Board, payable to Item 3640-001-0447.....	431,000
3640-001-0005—For support of Wildlife Conservation Board, payable to Item 3640-001-0447, from the Safe Neighborhood Parks, Clean Water, Clean Air, and Coastal Protection Bond Fund	379,000
3640-001-0140—For support of Wildlife Conservation Board, payable to Item 3640-001-0447, from the California Environmental License Plate Fund	246,000

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3640-001-0262—For support of Wildlife Conservation Board, payable to Item 3640-001-0447, from the Habitat Conservation Fund	336,000
Provisions:	
1. The amount appropriated in this item shall be available to the Wildlife Conservation Board for administrative costs associated with the California Wildlife Protection Act of 1990, and the requirements of the Habitat Conservation Fund.	
3640-001-0447—For support of Wildlife Conservation Board, payable from the Wildlife Restoration Fund	799,000
Schedule:	
(1) 10-Wildlife Conservation Board..... 2,600,000	
(2) Amount payable from the General Fund (3640-001-0001) ..... –431,000	
(3) Amount payable from the Safe Neighborhood Parks, Clean Water, Clean Air, and Coastal Protection Bond Fund (Item 3640-001-0005). –379,000	
(4) Amount payable from the California Environmental License Plate Fund (Item 3640-001-0140)..... –246,000	
(5) Amount payable from the Habitat Conservation Fund (Item 3640-001-0262) ..... –336,000	
(6) Amount payable from the California Clean Water, Clean Air, Safe Neighborhood Parks, and Coastal Protection Fund (Item 3640-001-6029)..... –409,000	
Provisions:	
1. Of the funds appropriated by this act from the General Fund, special funds, or bond funds to the Wildlife Conservation Board for local assistance or capital outlay, upon approval of the Department of Finance, the board may allocate an amount not to exceed 1.5 percent of each project's allocation to provide for the department's costs to administer the projects.	
3640-001-6029—For support of Wildlife Conservation Board, for payment to Item 3640-001-0447, from the California Clean Water, Clean Air, Safe Neighborhood Parks, and Coastal Protection Bond Fund	409,000
3640-011-0447—For transfer by the Controller from the Wildlife Restoration Fund to the General Fund	(2,800,000)

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3640-301-0262—For capital outlay, Wildlife Conservation Board, payable from the Habitat Conservation Fund 20,664,000

Schedule:

(1) 80.10.000-Wildlife Conservation Board Projects (Unscheduled) 20,664,000

Provisions:

1. The funds appropriated in this item are provided in accordance with the Wildlife Conservation Law of 1947 and, therefore, shall not be subject to Public Works Board review.
2. The amount appropriated in this item is available for expenditure for capital outlay or local assistance until June 30, 2005.

3640-301-0447—For capital outlay, Wildlife Conservation Board, payable from the Wildlife Restoration Fund, in lieu of the appropriation made by the Wildlife Conservation Law of 1947..... 500,000

Schedule:

(1) 80.10.010-Minor Projects 500,000

Provisions:

1. The funds appropriated in this item are provided in accordance with the provisions of the Wildlife Conservation Law of 1947 and, therefore, shall not be subject to Public Works Board review.
2. The amount appropriated in this item is available for expenditure for capital outlay or local assistance.

3640-302-6029—For capital outlay, Wildlife Conservation Board, payable from the California Clean Water, Clean Air, Safe Neighborhood Parks, and Coastal Protection Bond Fund..... 2,500,000

Schedule:

(1) 80.10.603.000-San Joaquin River Conservancy—Project and acquisition 5,000,000

(2) Reimbursements..... –2,500,000

Provisions:

1. The funds in this item are provided in accordance with the Wildlife Conservation Law of 1947 and, therefore, are not subject to review by the State Public Works Board.
2. The amount appropriated in this item is available for expenditure for capital outlay or local assistance until June 30, 2005.

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3. The funds appropriated in this item shall be allocated to the San Joaquin River Conservancy for purposes consistent with the conservancy's mission.

3640-311-0001—For transfer by the Controller to the Habitat Conservation Fund..... 21,301,000

Provisions:

1. The funds transferred by this item shall be used for purposes consistent with the requirements of the Habitat Conservation Fund.
2. The amounts transferred by this item may be adjusted to reflect the requirements of subdivision (a) of Section 2796 of the Fish and Game Code.

3640-495—Reversion, Wildlife Conservation Board. The unencumbered balance, as of June 30, 2002, of the appropriation made in the following citation shall revert to the fund from which the appropriation was made:

0001—General Fund

(1) Item 3640-301-0001, Provision 3, Budget Act of 2000 (Ch. 52, Stats. 2000)
(2) 80.10.500-Wetlands Restoration and Acquisition

3680-001-0516—For support of Department of Boating and Waterways, payable from the Harbors and Watercraft Revolving Fund..... 17,088,000

Schedule:

(1) 10-Boating Facilities	14,651,000
(2) 20-Boating Operations.....	6,388,000
(3) 30-Beach Erosion Control	217,000
(4) 40.01-Administration.....	2,168,000
(5) 40.02-Distributed Administration ...	−2,168,000
(6) Reimbursements.....	−15,000
(7) Amount payable from the Federal Trust Fund (Item 3680-001-0890).	−4,153,000

Provisions:

1. Notwithstanding Section 85.2 of the Harbors and Navigation Code, $209,000 of the funds appropriated in this item shall be expended for support of the Department of Boating and Waterways beach erosion control program.

3680-001-0890—For support of Department of Boating and Waterways, for payment to Item 3680-001-0516, payable from the Federal Trust Fund..... 4,153,000

3680-011-0560—For transfer by the Controller, upon order of the Director of Finance, from the Small Craft Harbor Improvement Fund, to the General Fund..... (4,800,000)

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3680-101-0516—For local assistance, Department of Boating and Waterways, payable from the Harbors and Watercraft Revolving Fund			54,326,000
Schedule:			
(1) 10-Boating Facilities		41,866,000	
(a) Launching Facility Grants		(16,665,000)	
(1) Alviso Marina County Park BLF	(304,000)		
(2) Black Point BLF	(80,000)		
(3) Buckley Cove BLF	(100,000)		
(4) Camp Far West Reservoir North Recreation Area	(150,000)		
(5) Canyon Dam BLF	(150,000)		
(6) Chula Vista BLF	(378,000)		
(7) Cottage Creek BLF	(85,000)		
(8) Crescent City Harbor BLF	(85,000)		
(9) Cuttings Wharf BLF	(80,000)		
(10) El Dorado BLF	(460,000)		
(11) Fairview BLF	(1,000,000)		
(12) Floating Restrooms	(500,000)		
(13) Granada BLF	(676,000)		
(14) Jack Smith Park Bureau Bay	(174,000)		
(15) Louis Park BLF	(792,000)		
(16) Mendota-Delta BLF	(1,127,000)		
(17) Morelli Park BLF	(2,367,000)		
(18) Pepper Park BLF	(378,000)		
(19) Ramp Repair & Extension	(1,000,000)		
(20) Red Hill Marina	(1,700,000)		
(21) Shelter Island BLF	(378,000)		
(22) Signs	(50,000)		
(23) South Harbor BLF	(264,000)		
(24) Spalding Tract	(2,410,000)		
(25) Tisdale BLF	(960,000)		
(26) West Bend/Riverbend Corridor BLF	(917,000)		
(27) Vessel Pumpouts	(100,000)		
(b) Public Small Craft Harbor Loans		(19,298,000)	
(1) Alamitos Bay-Basin 4	(2,000,000)		

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(2) Bay Street Bulkhead ..... (200,000)
(3) Berkeley Marina ...(2,000,000)
(4) Emergency Loans .. (500,000)
(5) Los Cerritos Channel Basin 8.....(1,000,000)
(6) McClure Point ..... (767,000)
(7) Planning Loans ..... (200,000)
(8) Port of San Diego ..(4,031,000)
(9) Stockton Waterfront Marina .....(8,600,000)
(c) Private Loans ..... (3,750,000)
(d) Clean Vessel Act Grant Program.... (753,000)
(e) Boating Trails ..... (300,000)
(f) Boating Infrastructure Grant Program..... (1,100,000)
(2) 20-Boating Operations..... 9,825,000
(3) 30-Beach Erosion Control 6,513,000
(4) Amount payable from the Abandoned Watercraft Abatement Fund (Item 3680-101-0577) ..... –750,000
(5) Amount payable from the Federal Trust Fund (Item 3680-101-0890). –3,128,000

Provisions:

1. Of the funds appropriated in Schedule (2), Program 20-Boating Operations, $8,100,000 is for boating safety and enforcement programs pursuant to Section 663.7 of the Harbors and Navigation Code.

3680-101-0577—For local assistance, Department of Boating and Waterways, for payment to Item 3680-101-0516, payable from the Abandoned Watercraft Abatement Fund 750,000

3680-101-0890—For local assistance, Department of Boating and Waterways, for payment to Item 3680-101-0516, payable from the Federal Trust Fund..... 3,128,000

Provisions:

1. Of the amount appropriated in this item, $925,000 shall be for grants to local governments for boating safety and law enforcement, 15 percent of which shall be allocated according to the department's discretion, and 85 percent of which shall be allocated by the department in accordance with the following priorities:

First—To local governments that are eligible for state aid because they are spending all their lo-

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cal boating revenue on boating enforcement and safety, but are not receiving sufficient state funds to meet their calculated need as defined in Section 663.7 of the Harbors and Navigation Code.

Second—To local governments that are not spending all local boating revenue on boating enforcement and safety, and whose boating revenue does not equal their calculated need. Local assistance shall not exceed the difference between the calculated need and local boating revenue.

Third—To local governments whose boating revenue exceeds their need, but who are not spending sufficient local revenue to meet their calculated need.

3680-301-0516—For capital outlay, Department of Boating and Waterways, payable from the Harbors and Watercraft Revolving Fund 9,792,000

Schedule:

(1) 50.12.020-Humboldt Bay: Boat Instruction and Safety Center—Working drawings and construction.....	3,822,000
(2) 50.30.040-Brannan Island: Boat launching facility—Preliminary plans	230,000
(3) 50.34.031-Lake Natoma: Boating Instruction and Safety Center, Phase II—Preliminary plans	128,000
(4) 50.36.010-Silverwood Lake: Boating Facility Renovation—Preliminary plans	136,000
(5) 50.56.010-Channel Islands: Boating Instruction and Safety Center—Working drawings.....	310,000
(6) 50.99.010-Project Planning	135,000
(7) 50.99.020-Minor Projects	5,031,000

Provisions:

1. Funds appropriated in Schedule (6) are available for expenditure by the Department of Boating and Waterways upon approval of the Department of Finance to be used to develop design information or cost information for new construction projects for which funds have not been appropriated previously but which are anticipated to be included in

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the Governor's Budget for the 2004–05 or 2005–06 fiscal year.	
3680-490—Reappropriation, Department of Boating and Waterways. Notwithstanding any other provision of law, the balance of the appropriation in the following citation is reappropriated and shall be available for expenditure until June ~~3~~ 30 , 2006.	
(1) Item 3680-103-0516, Budget Act of 2001 (Ch. 106, Stats. 2001), for improvements to Pier 11a in the City of San Diego to be used to the following purpose: for expenditure for the purposes of the National Defense Authorization Act for the 2002 fiscal year.	
3720-001-0001—For support of California Coastal Commission.....	10,777,000
Schedule:	
(1) 10-Coastal Management Program .. 14,546,000	
(2) 20-Coastal Energy Program 868,000	
(3) 30.01-Administration..... 1,585,000	
(4) 30.02-Distributed Administration ... –1,504,000	
(5) Reimbursements..... –1,172,000	
(6) Amount payable from California Beach and Coastal Enhancement Account (Item 3720-001-0371)..... –426,000	
(7) Amount payable from the Federal Trust Fund (Item 3720-001-0890). –3,120,000	
3720-001-0371—For support of California Coastal Commission, for payment to Item 3720-001-0001, payable from the California Beach and Coastal Enhancement Account, California Environmental License Plate Fund	426,000
3720-001-0890—For support of California Coastal Commission, for payment to Item 3720-001-0001, payable from the Federal Trust Fund	3,120,000
3720-101-0001—For local assistance, California Coastal Commission	500,000
Schedule:	
(1) 10-Coastal Management Program .. 500,000	
3720-101-0371—For local assistance, California Coastal Commission, payable from California Beach and Coastal Enhancement Account, California Environmental License Plate Fund	509,000
Schedule:	
(1) 10-Coastal Management Program .. 509,000	

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3720-295-0001—For local assistance, California Coastal Commission, for reimbursement, in accordance with the provisions of Section 6 of Article XIII B of the California Constitution or Section 17561 of the Government Code, of the costs of any new program or increased level of service of an existing program mandated by statute or executive order, for disbursement by the State Controller	0
Schedule:	
(1) 98.01.133.076-Local coastal plans (Ch. 1330, Stats. 1976) 0	
Provisions:	
1. Pursuant to Section 17581 of the Government Code, the mandate identified in the appropriation schedule of this item with an appropriation of $0 and included in the language of this provision is specifically identified by the Legislature for suspension during the 2002–03 fiscal year:	
(1) Local coastal plans (Ch. 1330, Stats. 1976)	
3760-001-0005—For support of State Coastal Conservancy, for payment to Item 3760-001-0565, payable from the Safe Neighborhood Parks, Clean Water, Clean Air, and Coastal Protection Bond Fund.....	1,500,000
3760-001-0565—For support of State Coastal Conservancy, payable from the State Coastal Conservancy Fund	3,877,000
Schedule:	
(1) 15-Coastal Resource Development. 4,040,000	
(2) 25-Coastal Resource Enhancement. 2,259,000	
(3) 90.01-Administration and Support . 2,145,000	
(4) 90.02-Distributed Administration..... –2,145,000	
(5) Reimbursements..... –106,000	
(7) Amount payable from the Safe Neighborhood Parks, Clean Water, Clean Air, and Coastal Protection Bond Fund (Item 3760-001-0005). –1,500,000	
(8) Amount payable from the Federal Trust Fund (Item 3760-001-0890)..... –111,000	
(9) Amount payable from the California Clean Water, Clean Air, Safe Neighborhood Parks, and Coastal Protection Fund (Item 3760-001-6029)..... –705,000	

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Provisions:

1. Notwithstanding any other provision of law, upon approval and order of the Department of Finance, the State Coastal Conservancy may borrow sufficient funds from the State Coastal Conservancy Fund to meet cashflow needs due to delays in collecting reimbursements. Any loan made by the Department of Finance pursuant to this provision may be made only if the State Coastal Conservancy has a valid contract or certification signed by the agency providing the reimbursements, which demonstrates that sufficient funds will be available to repay the loan. All money so transferred shall be repaid to the State Coastal Conservancy Fund as soon as possible, but not later than one year from the date of the loan.
2. Of the funds appropriated by this act from the General Fund, special funds, or bond funds to the State Coastal Conservancy for local assistance or capital outlay, upon approval of the Department of Finance, the conservancy may allocate an amount not to exceed 1.5 percent of each project's allocation to provide for the department's costs to administer the projects.

3760-001-0890—For support of State Coastal Conservancy, for payment to Item 3760-001-0565, payable from the Federal Trust Fund 111,000

3760-001-6029—For support of State Coastal Conservancy, for payment to Item 3760-001-0565, from the California Clean Water, Clean Air, Safe Neighborhood Parks, and Coastal Protection Fund..... 705,000

3760-301-0005—For capital outlay, State Coastal Conservancy, payable from the Safe Neighborhood Parks, Clean Water, Clean Air, and Coastal Protection Bond Fund 12,391,000

Schedule:

(1) 80.01.024-Salmon Habitat Restoration Program..... 2,750,000
(2) 80.93.025-Coastal Resource Enhancement 10,441,000
(3) Reimbursements..... −800,000

Provisions:

1. (a) The State Coastal Conservancy shall not enter into a grant contract with a nonprofit organization or local government for property acquisition unless the grant contract provides a reversionary interest to the state that specifies

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that the property shall not revert to the state without review and approval by the State Coastal Conservancy and the State Public Works Board.

(b) The State Coastal Conservancy shall not enter into a grant contract with a nonprofit organization or local government for property acquisition that provides for a state leasehold interest in property acquired by a nonstate public agency with grant funds of the State Coastal Conservancy unless the Director of General Services approves the lease terms.

(c) Except for the above, the expenditures of funds for grants to nonstate public agencies and nonprofit organizations shall be exempt from State Public Works Board review.

2. The amount appropriated in this item is available for encumbrance for either capital outlay or local assistance until June 30, 2005.

3. Notwithstanding any other provision of law, upon approval and order of the Department of Finance, the State Coastal Conservancy may borrow sufficient funds from the State Coastal Conservancy Fund to meet cashflow needs due to delays in collecting reimbursements. Any loan made by the Department of Finance pursuant to this provision may be made only if the State Coastal Conservancy has a valid contract or certification signed by the agency providing the reimbursements, which demonstrates that sufficient funds will be available to repay the loan. All money so transferred shall be repaid to the State Coastal Conservancy Fund as soon as possible, but not later than one year from the date of the loan.

3760-301-0262—For capital outlay, State Coastal Conservancy, payable from the Habitat Conservation Fund 4,000,000

Schedule:

(1) 80.93.025-Coastal Resource Enhancement 4,700,000

(2) Reimbursements ..... −700,000

Provisions:

1. (a) The State Coastal Conservancy shall not enter into a grant contract with a nonprofit organization or local government for property acquisition unless the grant contract provides a reversionary interest to the state that specifies

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that the property shall not revert to the state without review and approval by the State Coastal Conservancy and the State Public Works Board.

(b) The State Coastal Conservancy shall not enter into a grant contract with a nonprofit organization or local government for property acquisition that provides for a state leasehold interest in property acquired by a nonstate public agency with grant funds of the State Coastal Conservancy unless the Director of General Services approves the lease terms.

(c) Except for the above, the expenditures of funds for grants to nonstate public agencies and nonprofit organizations shall be exempt from State Public Works Board review.

2. The funds appropriated in this item are available for encumbrance for either capital outlay or local assistance without regard to fiscal year.

3. Notwithstanding any other provision of law, upon approval and order of the Department of Finance, the State Coastal Conservancy may borrow sufficient funds from the State Coastal Conservancy Fund to meet cashflow needs due to delays in collecting reimbursements. Any loan made by the Department of Finance pursuant to this provision may be made only if the State Coastal Conservancy has a valid contract or certification signed by the agency providing the reimbursements, which demonstrates that sufficient funds will be available to repay the loan. All money so transferred shall be repaid to the State Coastal Conservancy Fund as soon as possible, but not later than one year from the date of the loan.

3760-301-0371—For capital outlay, State Coastal Conservancy, payable from the California Beach and Coastal Enhancement Account, California Environmental License Plate Fund 400,000

Schedule:

(1) 80.93.015-Coastal Resources Development 500,000

(2) Reimbursements ..... −100,000

Provisions:

1. (a) The State Coastal Conservancy shall not enter into a grant contract with a nonprofit organization or local government for property acquisition unless the grant contract provides a

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reversionary interest to the state that specifies that the property shall not revert to the state without review and approval by the State Coastal Conservancy and the State Public Works Board.

(b) The State Coastal Conservancy shall not enter into a grant contract with a nonprofit organization or local government for property acquisition that provides for a state leasehold interest in property acquired by a nonstate public agency with grant funds of the State Coastal Conservancy unless the Director of General Services approves the lease terms.

(c) Except for the above, the expenditures of funds for grants to nonstate public agencies and nonprofit organizations shall be exempt from State Public Works Board review.

2. The amount appropriated in this item is available for encumbrance for either capital outlay or local assistance until June 30, 2005.

3760-301-0593—For capital outlay, State Coastal Conservancy, payable from the Coastal Access Account, State Coastal Conservancy Fund 600,000

Schedule:

(1) 80.97.030-Conservancy Programs .. 800,000

(2) Reimbursements ..... –200,000

Provisions:

1. (a) The State Coastal Conservancy shall not enter into a grant contract with a nonprofit organization or local government for property acquisition unless the grant contract provides a reversionary interest to the state that specifies that the property shall not revert to the state without review and approval by the State Coastal Conservancy and the State Public Works Board.

(b) The State Coastal Conservancy shall not enter into a grant contract with a nonprofit organization or local government for property acquisition that provides for a state leasehold interest in property acquired by a nonstate public agency with grant funds of the State Coastal Conservancy unless the Director of General Services approves the lease terms.

(c) Except for the above, the expenditures of funds for grants to nonstate public agencies

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and nonprofit organizations shall be exempt from State Public Works Board review.

2. The amount appropriated in this item is available for encumbrance for either capital outlay or local assistance until June 30, 2005.

3760-301-0890—For capital outlay, State Coastal Conservancy, payable from the Federal Trust Fund..... 2,000,000

Schedule:

(1) 80.97.030-Conservancy Programs .. 2,000,000

Provisions:

1. (a) The State Coastal Conservancy shall not enter into a grant contract with a nonprofit organization or local government for property acquisition unless the grant contract provides a reversionary interest to the state that specifies that the property shall not revert to the state without review and approval by the State Coastal Conservancy and the State Public Works Board.

(b) The State Coastal Conservancy shall not enter into a grant contract with a nonprofit organization or local government for property acquisition that provides for a state leasehold interest in property acquired by a nonstate public agency with grant funds of the State Coastal Conservancy unless the Director of General Services approves the lease terms.

(c) Except for the above, the expenditures of funds for grants to nonstate public agencies and nonprofit organizations shall be exempt from State Public Works Board review.

2. The funds appropriated in this item are available for encumbrance for either capital outlay or local assistance until June 30, 2005.

3760-301-6029—For capital outlay, State Coastal Conservancy, payable from the California Clean Water, Clean Air, Safe Neighborhood Parks, and Coastal Protection Fund 160,000,000

Schedule:

(1) 80.97.030-Conservancy Programs ..140,000,000

(2) 80.00.023-San Francisco Bay Conservancy Program 23,000,000

(3) Reimbursements..... –3,000,000

Provisions:

1. (a) The State Coastal Conservancy shall not enter into a grant contract with a nonprofit organi-

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zation or local government for property acquisition unless the grant contract provides a reversionary interest to the state that specifies that the property shall not revert to the state without review and approval by the State Coastal Conservancy and the State Public Works Board.

(b) The State Coastal Conservancy shall not enter into a grant contract with a nonprofit organization or local government for property acquisition that provides for a state leasehold interest in property acquired by a nonstate public agency with grant funds of the State Coastal Conservancy unless the Director of General Services approves the lease terms.

(c) Except for the above, the expenditures of funds for grants to nonstate public agencies and nonprofit organizations shall be exempt from State Public Works Board review.

2. The amount appropriated in this item is available for encumbrance for either capital outlay or local assistance until June 30, 2005.

3760-490—Reappropriation—State Coastal Conservancy. Notwithstanding any other provision of law, funds appropriated in the following citation are available for liquidation until June 30, 2003:

0545-River Parkway Subaccount

(1) Item 3760-301-0545, Budget Act of 1997 (Ch. 282, Stats. 1997)

3760-491—Reappropriation, State Coastal Conservancy. Notwithstanding any other provision of law, the balance of the appropriation provided in the following citation is reappropriated for the purposes and subject to the limitations, unless otherwise specified, provided for in the appropriation:

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

(1) Item 3760-302-0005(2)(Z), Budget Act of 2000 (Ch. 52, Stats. 2000) State Coastal Conservancy: Santa Cruz Depot Project and Tai Property, Santa Cruz County—to be cost-shared.

3780-001-0001—For support of Native American Heritage Commission, Program 10 327,000

3790-001-0001—For support of Department of Parks and Recreation 122,523,500

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Schedule:

(1) For support of the Department of Parks and Recreation 287,165,500

(2) Reimbursements.....–11,958,000

(3) Less funding provided by capital outlay ..... –1,744,000

(4) Amount payable from the Safe Neighborhood Parks, Clean Water, Clean Air, and Coastal Protection Bond Fund (Item 3790-001-0005).–22,837,000

(5) Amount payable from the California Environmental License Plate Fund (Item 3790-001-0140)..... –115,000

(6) Amount payable from the Public Resources Account, Cigarette and Tobacco Products Surtax Fund (Item 3790-001-0235) .....–13,694,000

(7) Amount payable from the Off-Highway Vehicle Trust Fund (Item 3790-001-0263) .....–22,235,000

(8) Amount payable from the State Parks and Recreation Fund (Item 3790-001-0392) .....–73,120,000

(9) Amount payable from the Winter Recreation Fund (Item 3790-001-0449)..... –287,000

(10) Amount payable from the Harbors and Watercraft Revolving Fund (Item 3790-001-0516) ..... –638,000

(11) Amount payable from the Federal Trust Fund (Item 3790-001-0890). –2,948,000

(12) Amount payable from the California Clean Water, Clean Air, Safe Neighborhood Parks, and Coastal Protection Fund (Item 3790-001-6029).....–15,066,000

Provisions:

1. Of the funds appropriated by this act from the General Fund and special funds, other than the Off-Highway Vehicle Trust Fund and bond funds, to the Department of Parks and Recreation for local assistance grants to local agencies, the department may allocate an amount not to exceed 1.5 percent of each project's allocation to provide for the department's costs to administer these grants.

Item	Amount
2. It is the intent of the Legislature that salaries, wages, operating expenses, and positions associated with implementing specific Department of Parks and Recreation capital outlay projects continue to be funded through capital outlay appropriations, and that these funds and related position authority should also be reflected in the department's state operations budget in the Governor's Budget and Budget Bill with an offsetting payable from the capital outlay appropriation.	
3790-001-0005—For support of Department of Parks and Recreation, for payment to Item 3790-001-0001, payable from the Safe Neighborhood Parks, Clean Water, Clean Air, and Coastal Protection Bond Fund	22,837,000
3790-001-0140—For support of Department of Parks and Recreation, for payment to Item 3790-001-0001, payable from the California Environmental License Plate Fund	115,000
3790-001-0235—For support of Department of Parks and Recreation, for payment to Item 3790-001-0001, payable from the Public Resources Account, Cigarette and Tobacco Products Surtax Fund	13,694,000
3790-001-0263—For support of Department of Parks and Recreation, for payment to Item 3790-001-0001, payable from the Off-Highway Vehicle Trust Fund	22,235,000
3790-001-0392—For support of Department of Parks and Recreation, for payment to Item 3790-001-0001, payable from the State Parks and Recreation Fund	73,120,000
3790-001-0449—For support of Department of Parks and Recreation, for payment to Item 3790-001-0001, payable from the Winter Recreation Fund	287,000
3790-001-0516—For support of Department of Parks and Recreation, for payment to Item 3790-001-0001, payable from the Harbors and Watercraft Revolving Fund	638,000
3790-001-0890—For support of Department of Parks and Recreation, for payment to Item 3790-001-0001, payable from the Federal Trust Fund	2,948,000
3790-001-6029—For support of Department of Parks and Recreation, for payment to Item 3790-001-0001, payable from the California Clean Water, Clean Air, Safe Neighborhood Parks, and Coastal Protection Fund	15,066,000

Item Amount

3790-011-0062—For transfer by the Controller to the State Parks and Recreation Fund, as prescribed by subdivision (a) of Section 2107.7 of the Streets and Highways Code, for expenditure by the Department of Parks and Recreation for maintenance and repair of highways in units of the State Park System, payable from the Highway Users Tax Account, Transportation Tax Fund ..... (3,400,000)

3790-011-0392—For transfer by the Controller from the State Parks and Recreation Fund to the General Fund ..... (19,800,000)

3790-012-0061—For transfer by the Controller from the Motor Vehicle Fuel Account, Transportation Tax Fund to the State Parks and Recreation Fund ..... (26,649,000)

Provisions:

1. Notwithstanding any other provision of law, of the amount that would have transferred to the Harbors and Watercraft Revolving Fund from the Motor Vehicle Fuel Account, Transportation Tax Fund, the amount of this item shall be available for transfer from the Motor Vehicle Fuel Account, Transportation Tax Fund to the State Parks and Recreation Fund.
2. Of the transfer specified in this item, $15,000,000 is a loan to the State Parks and Recreation Fund. It is the intent of the Legislature that repayment of this loan be made to the Harbors and Watercraft Revolving Fund no later than June 30, 2006, so as to ensure that the programs supported by this fund are not adversely affected.

3790-101-0001—For local assistance, Department of Parks and Recreation 250,000

Schedule:

(1) 80.28-Local Projects..... 250,000

(a) Boys and Girls Club of Napa Valley..... (250,000)

3790-101-0005—For local assistance, Department of Parks and Recreation, payable from the Safe Neighborhood Parks, Clean Water, Clean Air, and Coastal Protection Bond Fund, to be available for expenditure through fiscal year 2004–05..... 17,121,000

Schedule:

(1) 80.25-Recreational Grants 17,121,000

(a) Urban Centers and Educational Facilities ..... (7,675,000)

Item Amount

(b) Riparian and Riverine Habitat..... (9,446,000)

Provisions:

1. The funds appropriated in this item shall be available for encumbrance for three years after the date upon which it first became available for encumbrance. Disbursements in liquidation of encumbrances shall be made before or during five years following the last day the appropriation is available for encumbrance.

3790-101-0262—For local assistance, Department of Parks and Recreation, payable from the Habitat Conservation Fund, to be available for expenditure through fiscal year 2004–05..... 2,086,000

Schedule:

(1) 80.25-Recreational Grants 2,086,000

Provisions:

1. The funds appropriated by this item shall be available only for projects submitted to the Department of Parks and Recreation for consideration during the evaluation process for the Habitat Conservation Fund Program.

3790-101-0263—For local assistance, Department of Parks and Recreation, payable from the Off-Highway Vehicle Trust Fund, for grants to cities, counties, federal agencies or special districts, as specified in Section 5090.50 of the Public Resources Code, to be available for expenditure through fiscal year 2004–05..... 16,400,000

Schedule:

(1) 80.12-OHV Grants 16,400,000

3790-101-0858—For local assistance, Department of Parks and Recreation, payable from the Recreational Trails Fund, to be available for expenditure through fiscal year 2004–05 4,000,000

Schedule:

(1) 80.12-OHV Grants 1,200,000

(2) 80.25-Recreational Grants 2,800,000

Provisions:

1. The funds appropriated in Schedules (1) and (2) shall be available for expenditure for local assistance or capital outlay.
2. Of the funds appropriated, the department may allocate, to the maximum extent allowable under federal law, the amount necessary to provide for the department's costs to administer these grants.

Item Amount

3. Grants may be made to nonprofit organizations and government entities.

3790-101-0890—For local assistance, Department of Parks and Recreation, payable from the Federal Trust Fund, to be available for expenditure through fiscal year 2004–05 21,334,000

Schedule:

(1) 80.25-Recreational Grants 20,140,000

(2) 80.30-Historic Preservation Grants. 1,194,000

Provisions:

1. The funds appropriated in Schedules (1) and (2) shall be available for expenditure for local assistance or capital outlay.

3790-101-6029—For ~~support of~~ local assistance, Department of Parks and Recreation, payable from the California Clean Water, Clean Air, Safe Neighborhood Parks and Coastal Protection Fund , to be available for expenditure through fiscal year 2004–05..... 172,900,000

Schedule:

(1) 80.28-Local Projects.....172,900,000

(a) Urban Park Grants .....(127,400,000)

(b) Murray-Hayden Competitive Grants ..... (45,500,000)

3790-301-0005—For capital outlay, Department of Parks and Recreation, payable from the Safe Neighborhood Parks, Clean Water, Clean Air, and Coastal Protection Bond Fund 35,730,000

Schedule:

(1) 90.2W.101-Prairie Creek Redwoods SP: Public Use Improvements—Working drawings 159,000

(2) 90.3B.102-Humboldt Redwoods SP: Replace Five Restroom Buildings—Preliminary plans 94,000

(3) 90.5N.101-Mount Diablo SP: Road System Improvements—Preliminary plans and working drawings. 613,000

(4) 90.5R.101-Fort Ross SHP: Reconstruct Historic Fur Warehouse —Working drawings 370,000

(4.5) 90.6F.101-Angel Island SP: Immigration Station Area Restoration—Preliminary plans and construction 1,144,000

Item	Amount
(5) 90.6P.101-Jack London SHP: Restore Cottage as House Museum—Working drawings, construction and equipment	1,661,000
(5.5) 90.86.100-Rancho San Andres: Castro Adobe—Preliminary plans, working drawings, and construction	613,000
(6) 90.AA.101-Folsom Powerhouse SHP: Powerhouse Stabilization—Working drawings, construction and equipment	2,420,000
(7) 90.AN.101-Empire Mine SHP: Public Underground Tour—Working drawings	97,000
(8) 90.BA.101-Big Basin Redwoods SP: Wastewater Collection/Treatment System Improvements—Preliminary plans and working drawings	169,000
(9) 90.BC.101-New Brighton SB: Rehabilitate Campground and Day Use—Construction and equipment.	2,520,000
(10) 90.C0.101-Henry W. Coe SP: Day Use Development at Dowdy Ranch—Construction and equipment	2,040,000
(11) 90.CB.600-Morro Bay SP: Campground and Day Use Rehabilitation—Construction	3,206,000
(12) 90.CG.101-Pfeiffer Big Sur SP: Park Entrance and Day Use Redevelopment—Working drawings	299,000
(13) 90.CO.101-Wilder Ranch SP: Farmhouse Rehabilitation—Construction	2,083,000
(14) 90.DQ.101-Hearst San Simeon SHM: Hearst Road Stabilization—Construction	4,337,000
(15) 90.E9.101-La Purisima Mission SHP: Restore Historic Adobe Structures—Preliminary plans and working drawings	143,000
(16) 90.F6.101-Los Encinos SHP: De La Ossa Adobe House Museum—Working drawings, construction and equipment	1,091,000

Item	Amount
(17) 90.FJ.101-Will Rogers SHP: Restore Historic Ranch House—Preliminary plans and working drawings	214,000
(18) 90.G ~~1~~ I .101-Crystal Cove SP: El Morro Mobilehome Park Conversion—Working drawings and construction	899,000
(19) 90.GG.101-Silverwood Lake SRA: Campground and Day Use Improvements—Working drawings and construction	2,547,000
(20) 90.H9.101-Cardiff SB: Rebuild South Cardiff Facilities—Construction	2,153,000
(21) 90.HA.106-Anza-Borrego Desert SP: Visitor Center Exhibits—Preliminary plans	367,000
(22) 90.IL.101-Border Field SP: Develop and Rehabilitate Day Use Facilities—Working drawings	150,000
(23) 90.IL.102-Border Field SP: Sediment Basins and Road Realignment—Construction	7,649,000
(24) 90.RS.205-Statewide: Minor Capital Outlay Program—Minor projects	3,904,000
(25) 90.RS.416-Statewide: 2000 Bond Habitat Acquisition Program—Acquisition	1,237,000
(26) 90.RS.601-Statewide: Budget Development—Study	500,000
(27) 90.RS.810-Capital Outlay Projects—Acquisition, preliminary plans, working drawings and construction	3,000,000
(27.5) ~~99~~ 90 .AA.102-Folsom Powerhouse SHP: Visitor Center—Preliminary plans, working drawings, construction, and equipment.	1,887,000
(28) Reimbursements—Capital Outlay.	–3,000,000
(29) Reimbursements-Border Field SP—Sediment Basins and road realignment	–6,449,000

Item Amount

(30) Reimbursements—Folsom Powerhouse SHP: Visitor Center..... –1,887,000

(31) Reimbursements—Angel Island SP: Immigration Station Area Restoration..... –500,000

Provisions:

1. The funds appropriated in Schedule (26) of this item shall be used to develop design information or cost information for new projects for which funds have not been appropriated previously, but which are anticipated to be included in the Governor's Budget for the 2003–04 or 2004–05 fiscal year.
2. The funds appropriated in Schedule (29) and Schedule (23) of this item are subject to the oversight of the State Public Works Board and shall not be expended until preliminary plans and working drawings are approved.
3. Notwithstanding any other provisions of law, funds available in Schedules 5.5, 27.5, and 30 of this item shall be available for expenditure in fiscal years 2002–03, 2003–04, and 2004–05.

3790-301-0140—For capital outlay, Department of Parks and Recreation, payable from the California Environmental License Plate Fund 248,000

Schedule:

(1) 90.HA.105-Anza-Borrego Desert SP: General Plan—Study 248,000

3790-301-0262—For capital outlay, Department of Parks and Recreation, payable from the Habitat Conservation Fund 2,500,000

Schedule:

(1) 90.RS.406-Habitat Conservation: Proposed Additions—Acquisition . 1,000,000

(2) 90.RS.407-Santa Lucia Mountains: Proposed Additions—Acquisition..... 1,500,000

3790-301-0263—For capital outlay, Department of Parks and Recreation, payable from the Off-Highway Vehicle Trust Fund 6,450,000

Schedule:

(1) 90.6S.101-Hollister Hills SVRA: Hudner/Renz Public Use Facility—Preliminary plans 50,000

Item		Amount
(2) 90.7C.101-Oceano Dunes SVRA: Pier Avenue Lots—Preliminary plans	50,000	
(3) 90.A7.101-Prairie City SVRA: Compatible Land Use—Acquisition	3,805,000	
(4) 90.RS.206-Statewide: OHV Minor Capital Outlay—Minor projects	2,145,000	
(5) 90.RS.405-Statewide: OHV Opportunity Purchase, Budget Packages and Prebudget Appraisal—Acquisition and study	400,000	
Provisions:		
1. A portion of the funds appropriated in Schedule (5) shall be used to develop design information or cost information for new projects for which funds have not been appropriated previously, but which are anticipated to be included in the Governor's Budget for the 2003–04 and 2004–05 fiscal years.		
3790-301-0786—For capital outlay, Department of Parks and Recreation, payable from the California Wildlife, Coastal and Park Land Conservation Fund of 1988		25,000
Schedule:		
(1) 90.RS.240-Statewide: California Sno-Park Program—Minor projects	25,000	
3790-301-0890—For capital outlay, Department of Parks and Recreation, payable from the Federal Trust Fund		3,700,000
Schedule:		
(1) 90.RS.801-Federal Trust Fund Program—Acquisition, preliminary plans, working drawings, and construction	3,700,000	
3790-301-6029—For capital outlay, Department of Parks and Recreation, payable from the California Clean Water, Clean Air, Safe Neighborhood Parks, and Coastal Protection Fund		55,500,000
Schedule:		
(1) 90.FJ.103-Will Rogers SHP: Restoration Historic Landscape—Preliminary plans, working drawings, and construction	2,000,000	

Item	Amount
(2) 90.FW.104-Topanga SP: Immediate Public Use and General Planning—Study, preliminary plans, working drawings, and construction	800,000
(3) 90.GI.102-Crystal Cove SP: Rehabilitation of Historic Cottages and Infrastructure—Preliminary plans, working drawings, and construction	9,200,000
(4) 90.KV.101-Los Angeles River Parkway Project: Taylor Yards, Immediate Public Use and General Planning—Study, preliminary plans, working drawings, and construction	1,650,000
(5) 90.KZ.102-Cornfields Project: Immediate Public Use and General Planning—Study, preliminary plans, working drawings, and construction	1,850,000
(6) 90.RS.224-Statewide Acquisition—Proposition 40-Acquisition	40,000,000

Provisions:

1. Notwithstanding any other provisions of law, funds appropriated in this item shall be available for expenditure until June 30, 2005.

3790-401—For the 2002–03 fiscal year, the balance as of July 1, 2002, deposits in, and accruals to the Conservation and Enforcement Services Account in the Off-Highway Vehicle Trust Fund shall be transferred by the State Controller to the Off-Highway Vehicle Trust Fund. All funds transferred pursuant to this item shall be available for expenditure by the Department of Parks and Recreation for purposes of conservation and enforcement activities pursuant to Sections 23 and 25 of Chapter 1027 of the Statutes of 1987 which are authorized for expenditure within Items 3790-001-0263, 3790-101-0263, and 3790-301-0263. The Controller shall make the transfers quarterly or at such intervals as determined necessary to meet the cashflow needs of the Off-Highway Vehicle Trust Fund.

Item Amount

3790-490—Reappropriation, Department of Parks and Recreation. Notwithstanding any other provision of law, the balance of the appropriations provided in the following citations are reappropriated for the purposes and subject to the limitations, unless otherwise specified, provided for in the appropriations:

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

(1) Item 3790-301-0005, Budget Act of 2001 (Ch. 106, Stats. 2001)

(3) 90.3P.101-Sinkyone Wilderness SP: Watershed Restoration—preliminary plans and construction

(4) 90.4C.101-Point Cabrillo Light Station and Preserve: Initial Studies for Rehabilitation—Study

(5) 90.4C.102-Point Cabrillo Light Station and Preserve: Drainage and Erosion Control—Minor projects

(14) 90.CO.101-Wilder Ranch SP: Farmhouse Rehabilitation—Working drawings

(15) 90.DQ.101-Hearst San Simeon SHM: Hearst Road Stabilization—Working drawings

(17) 90.EX.101-Malibu Creek SP: Restore Sepulveda Adobe—Study

0263—Off-Highway Vehicle Trust Fund

(1) Item 3790-301-0263, Budget Act of 2000 (Ch. 52, Stats. 2000), as reappropriated by Item 3790-490, Budget Act of 2001 (Ch. 106, Stats. 2001)

(1) 90.7K.601-Carnegie SVRA: Alameda/Tesla—Working drawings

3790-491—Reappropriation—Department of Parks and Recreation. Notwithstanding any other provision of law, the balance of the appropriation provided for in the following citation is reappropriated for the purposes provided for in that appropriation and shall be available for encumbrance and expenditure until June 30, 2003:

0263—Off-Highway Vehicle Trust Fund

(1) Item 3790-001-0263, Budget Act of 2001 (Ch. 106, Stats. 2001)

3810-001-0140—For support of Santa Monica Mountains Conservancy, payable from the California Environmental License Plate Fund 455,000

Item	Amount
Schedule:	
(1) 10-Santa Monica Mountains Conservancy	655,000
(2) Amount payable from the California Clean Water, Clean Air, Safe Neighborhood Parks, and Coastal Protection Fund (Item 3810-001-6029)	–200,000

Provisions:

1. Notwithstanding Article 4 (commencing with Section 11040) of Chapter 1 of Part 1 of Division 3 of Title 2 of the Government Code, the Attorney General shall continue to provide legal services to the Santa Monica Mountains Conservancy consistent with the manner in which the Attorney General provides legal services to state agencies that are funded by appropriations made from the General Fund.
2. (a) The Santa Monica Mountains Conservancy shall not encumber state appropriated funds for the purchase or acquisition of real property directly or through any public agency intermediary, including the State Public Works Board, that requires the payment of interest costs, or late fees or penalties, unless the conservancy certifies all of the following: (1) that the purchase is necessary to implement an acquisition identified in the high-priority category of the work program submitted annually to the Legislature pursuant to Section 33208 of the Public Resources Code, or amendments made thereto, (2) that the purchase agreement does not involve interest payments or terms in excess of those that the State Public Works Board may enter into pursuant to Section 15854.1 of the Government Code, and (3) that the purchase agreement does not commit the state to future appropriations.

   (b) The Santa Monica Mountains Conservancy shall report periodically to the Legislature, but no less frequently than twice yearly, concerning the status of any purchases certified as required in (a) and the amount of state funds thus far encumbered for interest, penalties, or other principal surcharges.

Item		Amount
3810-001-6029—For support of the Santa Monica Mountains Conservancy, for payment to Item 3810-001-0140, payable from the California Water, Clean Air, Safe Neighborhood Parks, and Coastal Protection Fund		200,000
3810-301-0005—For capital outlay, Santa Monica Mountains Conservancy, payable from the Safe Neighborhood Parks, Clean Water, Clean Air, and Coastal Protection Bond Fund		728,000
Provisions:		
1. Notwithstanding any other provision of law, the funds appropriated in this item are available for encumbrance for either capital outlay or local assistance until June 30, 2005.		
3810-301-0941—For capital outlay, Santa Monica Mountains Conservancy, payable from the Santa Monica Mountains Conservancy Fund		466,000
Schedule:		
(1) 50.20.001-Capital outlay acquisitions	516,000	
(2) Reimbursements	–50,000	
Provisions:		
1. Notwithstanding any other provision of law, the funds appropriated by this item are available for encumbrance for either capital outlay or local assistance until June 30, 2005.		
3810-301-6029—For capital outlay, Santa Monica Mountains Conservancy, payable from the California Clean Water, Clean Air, Safe Neighborhood Parks, and Coastal Protection Fund		~~20,000,000~~ *12,000,000*
Schedule:		
(1) 50.20.001 ~~.000~~ -Capital outlay acquisitions	~~20,000,000~~ *12,000,000*	
Provisions:		
1. The funds appropriated in this item are available for expenditure for capital outlay or local assistance until June 30, 2005.		
3820-001-0001—For support of San Francisco Bay Conservation and Development Commission		3,748,000
Schedule:		
(1) 10-Bay Conservation and Development	4,384,000	
(2) Reimbursements	–636,000	

Item	Amount
3825-001-0140—For support of San Gabriel and Lower Los Angeles Rivers and Mountains Conservancy, payable from the California Environmental License Plate Fund	265,000
Schedule:	
(1) 10-San Gabriel and Lower Los Angeles Rivers and Mountains Conservancy 265,000	
Provisions:	
1. Acquisitions and enhancements administered pursuant to this item shall not be undertaken if they would require increased state funds for management purposes.	
3825-001-6029—For support of San Gabriel and Lower Los Angeles Rivers and Mountains Conservancy, payable from the California Clean Water, Clean Air, Safe Neighborhood Parks, and Coastal Protection Fund	525,000
3825-301-6029—For capital outlay, San Gabriel and Lower Los Angeles Rivers and Mountains Conservancy, payable from the California Clean Water, Clean Air, Safe Neighborhood Parks, and Coastal Protection Fund	18,000,000
Provisions:	
1. The funds appropriated in this item are available for expenditure for capital outlay or local assistance until June 30, 2005.	
3830-001-0140—For support of San Joaquin River Conservancy, payable from the California Environmental License Plate Fund	253,000
Schedule:	
(1) 10-San Joaquin River Conservancy. 253,000	
Provisions:	
1. Acquisitions and enhancements administered pursuant to this item shall not be undertaken if they would require increased state funds for management purposes.	
3835-001-0140—For support of Baldwin Hills Conservancy payable from the California Environmental License Plate Fund	262,000
Schedule:	
(1) 10-Baldwin Hills Conservancy 262,000	
3835-301-6029—For capital outlay, Baldwin Hills Conservancy, payable from the California Clean Water, Clean Air, Safe Neighborhood Parks, and Coastal Protection Fund	~~20,000,000~~ *15,000,000*

Item Amount

Schedule:

(1) 20 ~~.00.000.000~~ -Capital Outlay Acquisition and Improvement Program ..... ~~35,000,000~~ *30,000,000*

(2) Reimbursements ..... –15,000,000

Provisions:

1. The funds appropriated in this item are available for expenditure for capital outlay or local assistance until June 30, 2005.

3840-001-0140—For support of Delta Protection Commission, payable from the California Environmental License Plate Fund 142,000

3840-001-0516—For support of Delta Protection Commission, payable from the Harbors and Watercraft Revolving Fund 162,000

3850-001-0140—For support of Coachella Valley Mountains Conservancy, payable from the California Environmental License Plate Fund 125,000

Schedule:

(1) 10-Coachella Valley Mountains Conservancy 274,000

(2) Reimbursements ..... –115,000

(3) Amount payable from the Coachella Valley Mountains Conservancy Fund (Item 3850-001-0296) ..... –34,000

Provisions:

1. Acquisitions and enhancements administered pursuant to this item shall not be undertaken if they would require increased state funds for management purposes.

3850-001-0296—For support of Coachella Valley Mountains Conservancy, for payment to Item 3850-001-0140, payable from the Coachella Valley Mountains Conservancy Fund 34,000

3850-301-6029—For capital outlay, Coachella Valley Mountains Conservancy, payable from the California Clean Water, Clean Air, Safe Neighborhood Parks, and Coastal Protection Fund 8,000,000

Schedule:

(1) 20.00.000.000-Coachella Valley Mountains Acquisition and Enhancement Projects and Costs 13,000,000

(2) Reimbursements ..... –5,000,000

Item	Amount
Provisions:	
1. The funds appropriated in this item are available for expenditure for capital outlay or local assistance until June 30, 2005.	
3860-001-0001—For support of Department of Water Resources	79,713,000
Schedule:	
(1) 10-Continuing Formulation of the California Water Plan	61,056,000
(2) 15-CalFed Bay-Delta Program	122,283,000
(3) 20-Implementation of the State Water Resources Development System	3,879,000
(4) 30-Public Safety and Prevention of Damage	33,719,000
(4.5) 45-California Energy Resources Scheduling (CERS)	28,161,000
(5) 40-Services	4,985,000
(6) 50.01-Management and Administration	77,403,000
(7) 50.02-Distributed Management and Administration	–77,403,000
(8) Reimbursements	–21,348,000
(9) Amount payable from the California Environmental License Plate Fund (Item 3860-001-0140)	–378,000
(10) Amount payable from the Central Valley Project Improvement Subaccount (Item 3860-001-0404)	–1,567,000
(11) Amount payable from the Delta Levee Rehabilitation Subaccount (Item 3860-001-0409)	–1,780,000
(12) Amount payable from the Feasibility Projects Subaccount (Item 3860-001-0445)	–1,460,000
(13) Amount payable from the Water Conservation and Groundwater Recharge Subaccount (Item 3860-001-0446)	–123,000
(14) Amount payable from the Energy Resources Programs Account (Item 3860-001-0465)	–1,754,000
(15) Amount payable from the Local Projects Subaccount (Item 3860-001-0543)	–235,000

Item	Amount
(16) Amount payable from the Sacramento Valley Water Management and Habitat Protection Subaccount (Item 3860-001-0544)	–384,000
(17) Amount payable from the 1984 State Clean Water Bond Fund (Item 3860-001-0740)	–2,000
(18) Amount payable from the 1986 Water Conservation and Water Quality Bond Fund (Item 3860-001-0744)	–181,000
(19) Amount payable from the 1988 Water Conservation Fund (Item 3860-001-0790)	–42,000
(20) Amount payable from the Federal Trust Fund (Item 3860-001-0890)	–60,240,000
(21) Amount payable from the Renewable Resources Investment Fund (Item 3860-001-0940)	–680,000
(21.5) Amount payable from the Electric Power Fund (Item 3860-001-3100)	–28,161,000
(22) Amount payable from the Flood Protection Corridor Subaccount (Item 3860-001-6005)	–949,000
(23) Amount payable from the Urban Stream Restoration Subaccount (Item 3860-001-6007)	–662,000
(24) Amount payable from the Yuba Feather Flood Protection Subaccount (Item 3860-001-6010)	–986,000
(25) Amount payable from the Arroyo Pasajero Watershed Subaccount (Item 3860-001-6011)	–627,000
(25.5) Amount payable from the River Protection Subaccount (Item ~~3800~~ 3860 -001-6015)	–207,000
(26) Amount payable from the Water Conservation Account (Item 3860-001-6023)	–744,000
(26.1) Amount payable from Conjunctive Use Subaccount (Item 3860-001-6025)	–1,243,000
(27) Amount payable from the Bay-Delta Multipurpose Water Management Subaccount (Item 3860-001-6026)	–29,597,000

Item	Amount
(28) Amount payable from the Interim Water Supply and Water Quality Infrastructure and Management Subaccount (Item 3860-001-6027).	–420,000
(30) Amount payable from the Water Security, Clean Drinking Water, Coastal and Beach Protection Fund (Item 3860-001-6031)	–20,600,000

Provisions:

1. The amounts appropriated in Items 3860-001-0001 to 3860-001-6031, inclusive, shall be transferred to the Water Resources Revolving Fund (0691) for direct expenditure in such amounts as the Department of Finance may authorize, including cooperative work with other agencies.

3860-001-0140—For support of Department of Water Resources, for payment to Item 3860-001-0001, payable from the California Environmental License Plate Fund	378,000
3860-001-0404—For support of Department of Water Resources, for payment to Item 3860-001-0001, payable from the Central Valley Project Improvement Subaccount	1,567,000
3860-001-0409—For support of Department of Water Resources, for payment to Item 3860-001-0001, payable from the Delta Levee Rehabilitation Subaccount	1,780,000
3860-001-0445—For support of Department of Water Resources, for payment to Item 3860-001-0001, payable from the Feasibility Projects Subaccount	1,460,000
3860-001-0446—For support of Department of Water Resources, for payment to Item 3860-001-0001, payable from the Water Conservation and Groundwater Recharge Subaccount	123,000
3860-001-0465—For support of Department of Water Resources, for payment to Item 3860-001-0001, payable from the Energy Resources Programs Account	1,754,000
3860-001-0543—For support of Department of Water Resources, for payment to Item 3860-001-0001, payable from the Local Projects Subaccount	235,000
3860-001-0544—For support of Department of Water Resources, for payment to Item 3860-001-0001, payable from the Sacramento Valley Water Management and Habitat Protection Subaccount	384,000

Item	Amount
3860-001-0740—For support of Department of Water Resources, for payment to Item 3860-001-0001, payable from the 1984 State Clean Water Bond Fund ..	2,000
3860-001-0744—For support of the Department of Water Resources, for payment to Item 3860-001-0001, payable from the 1986 Water Conservation and Water Quality Bond Fund	181,000
3860-001-0790—For support of the Department of Water Resources, for payment to Item 3860-001-0001, payable from the 1988 Water Conservation Fund.....	42,000
3860-001-0890—For support of Department of Water Resources, for payment to Item 3860-001-0001, payable from the Federal Trust Fund	60,240,000
3860-001-0940—For support of Department of Water Resources, for payment to Item 3860-001-0001, payable from the Renewable Resources Investment Fund	680,000
3860-001-3100—For support of Department of Water Resources, for payment to Item 3860-001-0001, payable from the Electric Power Fund.....	28,161,000
3860-001-6005—For support of Department of Water Resources, for payment to Item 3860-001-0001, payable from the Flood Protection Corridor Subaccount.....	949,000
3860-001-6007—For support of Department of Water Resources, for payment to Item 3860-001-0001, payable from the Urban Stream Restoration Subaccount.....	662,000
3860-001-6010—For support of Department of Water Resources, for payment to Item 3860-001-0001, payable from the Yuba Feather Flood Protection Subaccount.....	986,000
3860-001-6011—For support of Department of Water Resources, for payment to Item 3860-001-0001, payable from the Arroyo Pasajero Watershed Subaccount.....	627,000
3860-001-6015—For support of Department of Water Resources, for payment to Item 3860-001-0001, payable from the River Protection Subaccount.....	207,000
3860-001-6023—For support of Department of Water Resources, for payment to Item 3860-001-0001, payable from the Water Conservation Account.....	744,000
3860-001-6025—For support of Department of Water Resources, for payment to Item 3860-001-0001, payable from the Conjunctive Use Subaccount	1,243,000

Item	Amount
3860-001-6026—For support of Department of Water Resources, for payment to Item 3860-001-0001, payable from the Bay-Delta Multipurpose Water Management Subaccount	29,597,000
3860-001-6027—For support of Department of Water Resources, for payment to Item 3860-001-0001, payable from the Interim Water Supply and Water Quality Infrastructure and Management Subaccount	420,000
~~3860-001-6029—For support of Department of Water Resources, for payment to Item 3860-001-0001, payable from the California Clean Water, Clean Air, Safe Neighborhood Parks, and Coastal Protection Fund~~	~~20,600,000~~
~~Provisions:~~	
~~1. The funds appropriated in this item are only available for expenditure if the Water Security, Clean Drinking Water, Coastal and Beach Protection Act of 2002 is not approved by the voters.~~	
3860-001-6031—For support of Department of Water Resources, for payment to Item 3860-001-0001, payable from the Water Security, Clean Drinking Water, Coastal and Beach Protection Fund	20,600,000
Provisions:	
1. The funds available in this item are contingent upon voter approval of the Water Security, Clean Drinking Water, Coastal and Beach Protection Act of 2002 on the November 5, 2002, statewide general election.	
3860-011-0050—For transfer by the Controller, upon order of the Director of Finance, from the Colorado River Management Account to the General Fund	(22,000,000)
3860-012-0502—For transfer by the Controller from the California Water Resources Development Bond Fund to the General Fund	(31,400,000)
3860-101-0001—For local assistance, Department of Water Resources	14,200,000
Schedule:	
(1) 30.20.020-Delta Levee Subventions 2,000,000	
(2) 10.10-Water Management Planning. 12,200,000	
3860-101-0244—For local assistance, Department of Water Resources, payable from the Environmental Water Fund	6,683,000
3860-101-0543—For local assistance, Department of Water Resources, payable from the Local Projects Subaccount	3,289,000

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3860-101-0544—For local assistance, Department of Water Resources, payable from the Sacramento Valley Water Management and Habitat Protection Subaccount		16,185,000
3860-101-0740—For local assistance, Department of Water Resources, Program 10.29—Conservation Loans, payable from the 1984 State Clean Water Bond Fund		500,000
3860-101-0744—For local assistance, Department of Water Resources, Program 10.29—Conservation Loans, payable from the 1986 Water Conservation and Water Quality Bond Fund		1,600,000
3860-101-0790—For local assistance, Department of Water Resources, Program 10.29—Conservation Loans, payable from the 1988 Water Conservation Fund		8,974,000
3860-101-6005—For local assistance, Department of Water Resources, payable from the Flood Protection Corridor Subaccount		20,000,000
3860-101-6007—For local assistance, Department of Water Resources, payable from the Urban Stream Restoration Subaccount		9,500,000
3860-101-6010—For local assistance, Department of Water Resources, payable from the Yuba Feather Flood Protection Subaccount		4,500,000
3860-101-6023—For local assistance, Department of Water Resources, payable from the Water Conservation Account		47,822,000
3860-101-6025—For local assistance, Department of Water Resources, payable from the Conjunctive Use Subaccount		79,203,000
3860-101-6027—For local assistance, Department of Water Resources, payable from the Interim Water Supply and Water Quality Infrastructure and Management Subaccount		4,377,000
3860-301-0001—For capital outlay, Department of Water Resources		7,181,000
Schedule:		
(1) 30.95.115-American River Flood Control Project Phase I: Common Elements	5,376,000	
(2) 30.95.202-Sacramento/San Joaquin Basins Comprehensive Study	1,450,000	
(3) 30.95.260-South Sacramento County Streams	624,000	
(4) 30.95.297-Success Reservoir Enlargement Project	2,203,000	

Item	Amount
(5) Reimbursements-American River Flood Control Project Phase I: Common Elements	−1,613,000
(6) Reimbursements-South Sacramento County Streams	−187,000
(7) Reimbursements-Success Reservoir Enlargement Project	−672,000

Provisions:

1. The funds appropriated in this item may be expended for relocations and acquisition of land, easements, and rights-of-way, including, but not limited to, borrow pits, spoil areas, and easements for levees, clearing, flood control works, and flowage, and for appraisals, surveys, and engineering studies necessary for the completion or operation of the projects in the Sacramento and San Joaquin watersheds as authorized by Section 8617.1 and Chapters 1 (commencing with Section 12570), 2 (commencing with Section 12639), 3 (commencing with Section 12800), 3.5 (commencing with Section 12840), and 4 (commencing with Section 12850) of Part 6 of Division 6 of the Water Code. Notwithstanding Section 12585.5 of the Water Code, prior to state and federal authorization of the project and appropriation of federal construction funds by Congress and subsequent to submittal of a report to the Legislature pursuant to Section 12582.7, the amounts appropriated in this item may be expended for state costs associated with preconstruction design and engineering work conducted by the federal government and others.
2. The amounts appropriated in this item are also for advances to the federal government or payments to the federal government or others for incidental construction or reconstruction items that are an obligation of the state in connection with the completion or operation of the projects and for materials and necessary construction, reconstruction, relocation, or alterations to highways, railroads, bridges, powerlines, communication lines, pipelines, irrigation works, and other structures and facilities and for appraisals, surveys, and engineering studies incidental thereto.
3. The funds appropriated in this item include funding for preliminary plans, working drawings, con-

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struction supervision, contract administration, and other work activities to be performed by Department of Water Resources personnel in completion of the projects.

4. Notwithstanding Section 26.00 of this act, funds may be transferred, with the approval of the Department of Finance, between projects specified in this item and other Department of Water Resources major capital outlay projects with an active appropriation. The Director of Finance shall notify, in writing, the chairperson of the committee in each house that considers appropriations and the Chairperson of the Joint Legislative Budget Committee, within 30 days, or such lesser time as the Chairperson of the Joint Legislative Budget Committee, or his or her designee, may determine, prior to any transfer.

3860-301-0413—For capital outlay, Department of Water Resources, payable from the South Delta Barriers Subaccount 1,000,000

Schedule:

(1) 10.95.015-South Delta Barriers Program 1,000,000

3860-490—Extension of liquidation period, Department of Water Resources. Notwithstanding any other provision of law, funds appropriated in the following citation shall be available for liquidation until June 30, 2003:

0001—General Fund

(1) Item 3860-001-0001, Budget Act of 1999, (Ch. 50, Stats. 1999), ($2,500,000) for purposes of the Integrated Storage Investigations Program

3860-491—Reappropriation—Department of Water Resources. Notwithstanding any other provision of law, the balance of the appropriation provided in the following citation is reappropriated for purposes provided for in that appropriation and shall be available for encumbrance until June 30, 2005:

6027—Interim Water Supply and Water Quality Infrastructure and Management Subaccount

(1) Item 3860-101-6027, Budget Act of 2000 (Ch. 52, Stats. 2000), as reappropriated by Item 3860-492, Budget Act of 2001 (Ch. 106, Stats. 2001), ($6,250,000) for purposes of the Environmental Water Account

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3860-492—Reappropriation, Department of Water Resources. Notwithstanding any other provision of law, the balance of the appropriations provided in the following citations are hereby reappropriated for the purposes and subject to the limitations, unless otherwise specified, provided for in those appropriations:

0001—General Fund

(1) Item 3860-301-0001, Budget Act of 2000 (Ch. 52, Stats. 2000)
  (6) 30.95.303-Tuolumne River Flood Control Project—Feasibility Study

(2) Item 3860-301-0001, Budget Act of 1999 (Ch. 50, Stats. 1999)
  (5) 30.95.280-Terminus Dam, Lake Kaweah Project
  (6) 30.95.285-Willow Slough Bypass Levee Subsidence Repair
  (8) 30.95.290-Hamilton City Feasibility Study

(3) Item 3860-301-0001, Budget Act of 1998 (Ch. 324, Stats. 1998)
  (1.1) 30.95.111-1997 Flood Damage Repair Projects

(4) Item 3860-301-0001, Budget Act of 1997 (Ch. 282, Stats. 1997)
  (5) 30.95.220-Upper Sacramento Area Levee Reconstruction Project

Section 1 of Chapter 5 of the Statutes of 1997, First Extraordinary Session
  (e) 30.95.085-Cache Creek Settling Basin
  (g) 30.95.155-Mid-Valley Area Levee

CALIFORNIA ENVIRONMENTAL PROTECTION AGENCY

3900-001-0001—For support of State Air Resources Board, for payment to Item 3900-001-0044 21,663,000

3900-001-0044—For support of State Air Resources Board, payable from the Motor Vehicle Account, State Transportation Fund ..... ~~55,654,000~~ *53,854,000*

Schedule:

(1) 15-Mobile Source.....~~101,157,000~~ *99,357,000*

(2) 25-Stationary Source 39,837,000

(3) 30.01-Program Direction and Support..... 10,127,000

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(4) 30.02-Distributed Program Direction and Support .....–10,127,000
(5) Reimbursements..... –5,377,000
(6) Amount payable from the General Fund (Item 3900-001-0001).....–21,663,000
(7) Amount payable from the Air Pollution Control Fund (Item 3900-001-0115) .....–11,302,000
(8) Amount payable from the Vehicle Inspection and Repair Fund (Item 3900-001-0421).....–10,225,000
(9) Amount payable from the Air Toxics Inventory and Assessment Account (Item 3900-001-0434)..... –1,109,000
(10) Amount payable from the Federal Trust Fund (Item 3900-001-0890)..–10,664,000
(11) Amount payable from the California Clean Water, Clean Air, Safe Neighborhood Parks, and Coastal Protection Fund (Item 3900-001-6029).....–25,000,000

3900-001-0115—For support of State Air Resources Board, for payment to Item 3900-001-0044, payable from the Air Pollution Control Fund 11,302,000

3900-001-0421—For support of State Air Resources Board, for payment to Item 3900-001-0044, payable from the Vehicle Inspection and Repair Fund 10,225,000

3900-001-0434—For support of State Air Resources Board, for payment to Item 3900-001-0044, payable from the Air Toxics Inventory and Assessment Account..... 1,109,000

3900-001-0890—For support of State Air Resources Board, for payment to Item 3900-001-0044, payable from the Federal Trust Fund 10,664,000

3900-001-6029—For support of Air Resources Board, for payment to Item 3900-001-0044, payable from the California Clean Water, Clean Air, Safe Neighborhood Parks, and Coastal Protection Fund..... 25,000,000

Provisions:

1. Notwithstanding subdivision (b) of Section 44282, Section 44283, subdivision (e) of Section 44287, and Section 44299.1 of the Health and Safety Code, 20 percent of the funds made available to the State Air Resources Board in this item shall be allocated for the acquisition of clean, safe, schoolbuses for use in California's public

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schools that serve pupils in kindergarten and grades 1 to 12, inclusive.

3900-101-0044—For local assistance, State Air Resources Board, for assistance to counties in the operation of local air pollution control districts, payable from the Motor Vehicle Account, State Transportation Fund ..... ~~15,111,000~~ *10,111,000*

Schedule:

(1) 35-Subvention ..... ~~15,111,000~~ *10,111,000*

Provisions:

1. It is the intent of the Legislature that funds appropriated in this item shall not be used to reduce the fees paid by permittees to the local air pollution control districts.

3900-495—Reversion, State Air Resources Board. As of June 30, 2002, $6,000,000 of the appropriation provided in the following citation shall revert to the fund from which the appropriation was made.

0001—General Fund

Chapter 1072 of the Statutes of 2000 (AB 2061)

3910-001-0001—For support of California Integrated Waste Management Board, for payment to Item 3910-001-0387 116,000

3910-001-0005—For support of California Integrated Waste Management Board, for payment to Item 3910-001-0387, payable from the Safe Neighborhood Parks, Clean Water, Clean Air, and Coastal Protection Bond Fund 147,000

3910-001-0100—For support of California Integrated Waste Management Board, for payment to Item 3910-001-0387, payable from the California Used Oil Recycling Fund 4,433,000

Provisions:

1. Notwithstanding subdivision (d) of Section 48653 of the Public Resources Code, the aggregate of appropriations from the California Used Oil Recycling Fund may exceed $3,000,000 during the 2002–03 fiscal year.

3910-001-0226—For support of California Integrated Waste Management Board, for payment to Item 3910-001-0387, payable from the California Tire Recycling Management Fund 27,089,000

Provisions:

1. The amount appropriated in this item includes revenues derived from the assessment of fines and

Item	Amount
penalties imposed as specified in Section 13332.18 of the Government Code.	
2. Notwithstanding Section 42889 of the Public Resources Code, expenditures for administration of the Tire Recycling Program may exceed the limits set forth in subdivisions (a) and (b) of Section 42889 of the Public Resources Code.	
3910-001-0281—For support of California Integrated Waste Management Board, for payment to Item 3910-001-0387, payable from the Recycling Market Development Revolving Loan Account, Integrated Waste Management Fund	1,853,000
3910-001-0386—For support of California Integrated Waste Management Board, for payment to Item 3910-001-0387, payable from the Solid Waste Disposal Site Cleanup Trust Fund	637,000
Provisions:	
1. Notwithstanding Section 48020 of the Public Resources Code, expenditures for administration of the Solid Waste Cleanup Trust Fund Program may exceed the limits set forth in subdivision (c) of Section 48020 of the Public Resources Code.	
3910-001-0387—For support of California Integrated Waste Management Board, payable from the Integrated Waste Management Account, Integrated Waste Management Fund	36,279,000
Schedule:	
(1) 11-Waste Reduction and Management 79,576,000	
(2) 30.01-Administration 9,030,000	
(3) 30.02-Distributed Administration ... –9,030,000	
(4) Reimbursements ..... –585,000	
(5) Amount payable from General Fund (Item 3910-001-0001) ..... –116,000	
(6) Amount payable from Safe Neighborhood Parks, Clean Water, Clean Air, and Coastal Protection Bond Fund (Item 3910-001-0005)..... –147,000	
(7) Amount payable from California Used Oil Recycling Fund (Item 3910-001-0100) ..... –4,433,000	
(8) Amount payable from California Used Oil Recycling Fund (paragraph (4) of subdivision (a) of Section 48653 of the Public Resources Code) ..... –4,000,000	

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(9) Amount payable from California Used Oil Recycling Fund (paragraph (1) of subdivision (a) of Section 48653 of the Public Resources Code) ..... –2,336,000

(10) Amount payable from California Tire Recycling Management Fund (Item 3910-001-0226) .....–27,089,000

(11) Amount payable from Recycling Market Development Revolving Loan Account, Integrated Waste Management Fund (Item 3910-001-0281) ..... –1,853,000

(12) Amount payable from Solid Waste Disposal Site Cleanup Trust Fund (Item 3910-001-0386) ..... –637,000

(13) Amount payable from Farm and Ranch Solid Waste Cleanup and Abatement Account (Item 3910-001-0558) ..... –1,035,000

(14) Amount payable from Federal Trust Fund (Item 3910-001-0890). –66,000

(15) Amount payable from Rigid Container Account (Item 3910-001-3024)..... –1,000,000

Provisions:

1. Notwithstanding subdivision (h) of Section 42023.1 of the Public Resources Code, the California Integrated Waste Management Board may offset the costs of administering the revolving loan program for Recycling Market Development Zones with funds appropriated in this item.
2. The amount appropriated in this item includes revenues derived from the assessment of fines and penalties imposed as specified in Section 13332.18 of the Government Code.

3910-001-0558—For support of California Integrated Waste Management Board, for payment to Item 3910-001-0387, payable from the Farm and Ranch Solid Waste Cleanup and Abatement Account..... 1,035,000

Provisions:

1. Notwithstanding Section 48100 of the Public Resources Code, expenditures for administration of the Farm and Ranch Solid Waste Cleanup and Abatement Grant Program may exceed the limits set forth in paragraph (3)(A) of subdivision (c) of Section 48100 of the Public Resources Code.

Item	Amount
3910-001-0890—For support of California Integrated Waste Management Board, for payment to Item 3910-001-0387, payable from the Federal Trust Fund	66,000
3910-001-3024—For support of California Integrated Waste Management Board, for payment to Item 3910-001-0387, payable from the Rigid Container Account	1,000,000
3910-003-0100—For transfer by the Controller, upon notification by the board, of an amount not to exceed the appropriation in this item, from the California Used Oil Recycling Fund to the Farm and Ranch Solid Waste Cleanup and Abatement Account pursuant to paragraph (2)(A) of subdivision (c) of Section 48100 of the Public Resources Code	(333,000)
3910-003-0226—For transfer by the Controller, upon notification by the board, of an amount not to exceed the appropriation in this item, from the California Tire Recycling Management Fund to the Farm and Ranch Solid Waste Cleanup and Abatement Account pursuant to paragraph (2)(A) of subdivision (c) of Section 48100 of the Public Resources Code	(333,000)
3910-003-0387—For transfer by the Controller from the Integrated Waste Management Account, Integrated Waste Management Fund, to the Recycling Market Development Revolving Loan Account as a loan pursuant to subdivision (a) of Section 42023.2 of the Public Resources Code	(2,000,000)
3910-004-0387—For transfer by the Controller from the Integrated Waste Management Account, Integrated Waste Management Fund, to the Solid Waste Disposal Site Cleanup Trust Fund pursuant to paragraph (1) of subdivision (c) of Section 48027 of the Public Resources Code	(5,000,000)
3910-005-0387—For transfer by the Controller, upon notification by the board, of an amount not to exceed the appropriation in this item, from the Integrated Waste Management Account, Integrated Waste Management Fund, to the Farm and Ranch Solid Waste Cleanup and Abatement Account pursuant to paragraph (2)(A) of subdivision (c) of Section 48100 of the Public Resources Code	(334,000)
3910-101-0226—For local assistance, California Integrated Waste Management Board, payable from the California Tire Recycling Management Fund	4,000,000

Item	Amount
Provisions:	
1. The amount appropriated in this item includes revenues derived from the assessment of fines and penalties imposed as specified in Section 13332.18 of the Government Code.	
3910-101-0387—For local assistance, California Integrated Waste Management Board, payable from the Integrated Waste Management Account, Integrated Waste Management Fund	4,404,000
3930-001-0001—For support of Department of Pesticide Regulation	10,944,000
Schedule:	
(1) 12-Registration and Health Evaluation	15,591,000
(2) 17-Pest Management, Environmental Monitoring, Enforcement, and Licensing	27,162,000
(3) 20.10-Executive and Administrative Services	7,618,000
(4) 20.20-Distributed Executive and Administrative Services	–7,618,000
(5) Reimbursements	–479,000
(6) Amount payable from the Department of Pesticide Regulation Fund (Item 3930-001-0106)	–28,224,000
(7) Amount payable from the California Environmental License Plate Fund (Item 3930-001-0140)	–496,000
(8) Amount payable from the Food Safety Account (Item 3930-001-0224)	–418,000
(9) Amount payable from the Federal Trust Fund (Item 3930-001-0890)	–2,192,000
3930-001-0106—For support of Department of Pesticide Regulation, for payment to Item 3930-001-0001, payable from the Department of Pesticide Regulation Fund	28,224,000
Provisions:	
1. The amount appropriated in this item includes revenues derived from the assessment of fines and penalties imposed as specified in Section 13332.18 of the Government Code.	
3930-001-0140—For support of Department of Pesticide Regulation, for payment to Item 3930-001-0001, payable from the California Environmental License Plate Fund	496,000

Item		Amount
3930-001-0224—For support of Department of Pesticide Regulation, for payment to Item 3930-001-0001, payable from the Food Safety Account.....		418,000
Provisions:		
1. The amount appropriated in this item includes revenues derived from the assessment of fines and penalties imposed as specified in Section 13332.18 of the Government Code.		
3930-001-0890—For support of Department of Pesticide Regulation, for payment to Item 3930-001-0001, payable from the Federal Trust Fund.....		2,192,000
3930-101-0001—For local assistance, Department of Pesticide Regulation		2,881,000
Schedule:		
(1) 17-Pest Management, Environmental Monitoring, Enforcement, and Licensing	13,817,000	
(2) Amount payable from the Department of Pesticide Regulation Fund (Item 3930-101-0106)	–34,000	
(3) Amount payable from the Department of Pesticide Regulation Fund (Section 12844 of the Food and Agricultural Code)	–10,902,000	
3930-101-0106—For local assistance, Department of Pesticide Regulation, for payment to Item 3930-101-0001, payable from the Department of Pesticide Regulation Fund		34,000
Provisions:		
1. The amount appropriated in this item includes revenues derived from the assessment of fines and penalties imposed as specified in Section 13332.18 of the Government Code.		
3930-295-0001—For local assistance, Department of Pesticide Regulation, for reimbursement, in accordance with the provisions of Section 6 of Article XIII B of the California Constitution or Section 17561 of the Government Code, of the costs of any new program or increased level of service of an existing program mandated by statute or executive order, for disbursement by the State Controller.....		1,000
Schedule:		
(1) 98.01.120.089-Pesticide Use Reports (Ch. 1200, Stats. 89)	1,000	
Provisions:		
1. Except as provided in Provision 2 , allocations of funds provided in this item to the appropriate lo-		

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cal entities shall be made by the State Controller in accordance with the provisions of each statute or executive order that mandates the reimbursement of the costs, and shall be audited to verify the actual amount of the mandated costs in accordance with subdivision (d) of Section 17561 of the Government Code. Audit adjustments to prior year claims may be paid from this item. Funds appropriated in this item may be used to provide reimbursement pursuant to Article 5 (commencing with Section 17615) of Chapter 4 of Part 7 of Division 4 of Title 2 of the Government Code.

2. If any of the scheduled amounts are insufficient to provide full reimbursement of costs, the State Controller may, upon notifying the Director of Finance in writing, augment those deficient amounts from the unencumbered balance of any other scheduled amounts therein. No order may be issued pursuant to this provision unless written notification of the necessity therefor is provided to the chairperson of the committee in each house which considers appropriations and the Chairperson of the Joint Legislative Budget Committee or his or her designee.

3940-001-0001—For support of State Water Resources Control Board..... 76,278,000

Schedule:

(1) 10-Water Quality.....408,569,000
(2) 20-Water Rights 11,951,000
(3) 30.01-Administration..... 17,448,000
(4) 30.02-Distributed Administration ...–17,448,000
(5) Reimbursements.....–10,573,000
(6) Amount payable from the Unified Program Account (Item 3940-001-0028)..... –498,000
(7) Amount payable from the Waste Discharge Permit Fund (Item 3940-001-0193) .....–32,174,000
(8) Amount payable from the Exotic Species Control Fund (Item 3940-001-0212)..... –246,000
(9) Amount payable from the Environmental Protection Trust Fund (Item 3940-001-0225) ..... –1,691,000

Item	Amount
(10) Amount payable from the Public Resources Account, Cigarette and Tobacco Products Surtax Fund (Item 3940-001-0235)	–2,032,000
(11) Amount payable from the Integrated Waste Management Account, Integrated Waste Management Fund (Item 3940-001-0387)	–5,450,000
(12) Amount payable from the State Revolving Fund Loan Subaccount (Item 3940-001-0417)	–492,000
(13) Amount payable from the Small Communities Grant Subaccount (Item 3940-001-0418)	–758,000
(14) Amount payable from the Water Recycling Subaccount (Item 3940-001-0419)	–275,000
(15) Amount payable from the Drainage Management Subaccount (Item 3940-001-0422)	–75,000
(16) Amount payable from the Delta Tributary Watershed Subaccount (Item 3940-001-0423)	–224,000
(17) Amount payable from the Seawater Intrusion Control Subaccount (Item 3940-001-0424)	–37,000
(18) Amount payable from the Underground Storage Tank Tester Account (Item 3940-001-0436)	–28,000
(19) Amount payable from the Underground Storage Tank Cleanup Fund (Item 3940-001-0439)	–249,428,000
(20) Amount payable from the Underground Storage Tank Fund (Item 3940-001-0475)	–1,033,000
(21) Amount payable from the 1984 State Clean Water Bond Fund (Item 3940-001-0740)	–310,000
(22) Amount payable from the Federal Trust Fund (Item 3940-001-0890)	–36,438,000
(23) Amount payable from the Watershed Protection Subaccount (Item 3940-001-6013)	–519,000
(24) Amount payable from the Santa Ana River Watershed Subaccount (Item 3940-001-6016)	–524,000

Item	Amount
(25) Amount payable from the Lake Elsinore and San Jacinto Watershed Subaccount (Item 3940-001-6017)	–42,000
(26) Amount payable from the Nonpoint Source Pollution Control Subaccount (Item 3940-001-6019).	–576,000
(27) Amount payable from the State Revolving Fund Loan Subaccount (Item 3940-001-6020)	–83,000
(28) Amount payable from the Wastewater Construction Grant Subaccount (Item 3940-001-6021)	–22,000
(29) Amount payable from the Coastal Nonpoint Source Control Subaccount (Item 3940-001-6022)	–714,000

Provisions:

1. Notwithstanding any other provision of law, upon approval and order of the Director of Finance, the State Water Resources Control Board may borrow sufficient funds, from special funds that otherwise provide support for the board, for cash purposes. Any such loans are to be repaid with interest at the rate earned in the Pooled Money Investment Account.
2. Of the amount appropriated in this item, $272,000 shall be used to review applications for a hydroelectric project license for compliance with the federal Clean Water Act. Any fees received from applicants shall be used to reduce expenditures from the General Fund.

3940-001-0028—For support of State Water Resources Control Board, for payment to Item 3940-001-0001, payable from the Unified Program Account 498,000

Provisions:

1. It is intended that the total funding provided in this item and Item 3940-001-0475 be maintained in 2002–03 for the state underground storage tank regulatory activities. In the event that revenues for the Unified Program Account are insufficient to support the appropriation in this item because of delays in shifting programmatic responsibilities to certified unified program agencies, this item may be reduced and a corresponding increase may be made to Item 3940-001-0475, upon approval of the Department of Finance.

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Any funding adjustments to this item or to Item 3940-001-0475 that would result in a total expenditure authorization exceeding the cumulative appropriation amount of these two items remain subject to the provisions of Section 27.00.	
3940-001-0193—For support of State Water Resources Control Board, for payment to Item 3940-001-0001, payable from the Waste Discharge Permit Fund.....	32,174,000
3940-001-0212—For support of State Water Resources Control Board, for payment to Item 3940-001-0001, payable from the Exotic Species Control Fund	246,000
3940-001-0225—For support of State Water Resources Control Board, for payment to Item 3940-001-0001, payable from the Environmental Protection Trust Fund	1,691,000
3940-001-0235—For support of State Water Resources Control Board, for payment to Item 3940-001-0001, payable from the Public Resources Account, Cigarette and Tobacco Products Surtax Fund.....	2,032,000
3940-001-0387—For support of State Water Resources Control Board, for payment to Item 3940-001-0001, payable from the Integrated Waste Management Account, Integrated Waste Management Fund.....	5,450,000
3940-001-0417—For support of State Water Resources Control Board, for payment to Item 3940-001-0001, payable from the State Revolving Fund Loan Subaccount.....	492,000
3940-001-0418—For support of State Water Resources Control Board, for payment to Item 3940-001-0001, payable from the Small Communities Grant Subaccount.....	758,000
3940-001-0419—For support of State Water Resources Control Board, for payment to Item 3940-001-0001, payable from the Water Recycling Subaccount	275,000
3940-001-0422—For support of State Water Resources Control Board, for payment to Item 3940-001-0001, payable from the Drainage Management Subaccount.....	75,000
3940-001-0423—For support of State Water Resources Control Board, for payment to Item 3940-001-0001, payable from the Delta Tributary Watershed Subaccount.....	224,000
3940-001-0424—For support of State Water Resources Control Board, for payment to Item 3940-001-0001, payable from the Seawater Intrusion Control Subaccount.....	37,000

Item	Amount
3940-001-0436—For support of State Water Resources Control Board, for payment to Item 3940-001-0001, payable from the Underground Storage Tank Tester Account	28,000
3940-001-0439—For support of State Water Resources Control Board, for payment to Item 3940-001-0001, payable from the Underground Storage Tank Cleanup Fund	249,428,000
Provisions:	
1. The amount appropriated in this item includes revenues derived from the assessment of fines and penalties imposed as specified in Section 13332.18 of the Government Code.	
3940-001-0475—For support of State Water Resources Control Board, for payment to Item 3940-001-0001, payable from the Underground Storage Tank Fund	1,033,000
Provisions:	
1. Pursuant to subdivision (b) of Section 25287 of the Health and Safety Code, the surcharge to be included in the fee paid to a local agency by each person who submits an application for a permit to operate an underground storage tank shall be $56 per tank, during the 2002–03 fiscal year. This surcharge shall be transmitted to the State Water Resources Control Board and deposited in the Underground Storage Tank Fund.	
3940-001-0740—For support of State Water Resources Control Board, for payment to Item 3940-001-0001, payable from the 1984 State Clean Water Bond Fund	310,000
3940-001-0890—For support of State Water Resources Control Board, for payment to Item 3940-001-0001, payable from the Federal Trust Fund	36,438,000
3940-001-6013—For support of State Water Resources Control Board, for payment to Item 3940-001-0001, payable from the Watershed Protection Subaccount	519,000
3940-001-6016—For support of State Water Resources Control Board, for payment to Item 3940-001-0001, payable from the Santa Ana River Watershed Subaccount	524,000
3940-001-6017—For support of State Water Resources Control Board, for payment to Item 3940-001-0001, payable from the Lake Elsinore and San Jacinto Watershed Subaccount	42,000

Item	Amount
3940-001-6019—For support of State Water Resources Control Board, for payment to Item 3940-001-0001, payable from the Nonpoint Source Pollution Control Subaccount	576,000
3940-001-6020—For support of State Water Resources Control Board, for payment to Item 3940-001-0001, payable from the State Revolving Fund Loan Subaccount	83,000
3940-001-6021—For support of State Water Resources Control Board, for payment to Item 3940-001-0001, payable from the Wastewater Construction Subaccount	22,000
3940-001-6022—For support of State Water Resources Control Board, for payment to Item 3940-001-0001, payable from the Nonpoint Source Control Subaccount	714,000
3940-011-0740—For transfer by the Controller from the 1984 State Clean Water Bond Fund to the State Water Pollution Control Revolving Fund	1,151,000
3940-011-0942—For transfer by the Controller from the Special Deposit Fund to the Underground Storage Tank Cleanup Fund	(0)
Provisions:	
1. Notwithstanding any other provision of law, the Controller shall transfer the unliquidated balance as of January 1, 2003, from the Circle K Settlement Subaccount within the Special Deposit Fund to the Underground Storage Tank Cleanup Fund.	
3940-101-0001—For local assistance, State Water Resources Control Board	0
Schedule:	
(1) 10-Water Quality	92,381,000
(2) Amount payable from the Water Recycling Subaccount (Item 3940-101-0419)	–2,500,000
(3) Amount payable from the Watershed Protection Subaccount (Item 3940-101-6013)	–21,000,000
(5) Amount payable from the Lake Elsinore and San Jacinto Watershed Subaccount (Item 3940-101-6017)	–50,000
(6) Amount payable from the Nonpoint Source Pollution Control Subaccount (Item 3940-101-6019)	–27,000,000

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(7) Amount payable from the Coastal Nonpoint Source Control Subaccount (Item 3940-101-6022).....–11,331,000

(8) Amount payable from the Water Security, Clean Drinking Water, Coastal and Beach Protection Fund (Item 3940-101-6031) .....–30,500,000

3940-101-0419—For local assistance, State Water Resources Control Board, for payment to Item 3940-101-0001, payable from the Water Recycling Subaccount to be available for expenditure during the 2002–03, 2003–04, and 2004–05 fiscal years..... 2,500,000

3940-101-0744—For local assistance, State Water Resources Control Board, payable from the 1986 Water Conservation and Water Quality Bond Fund to be available for expenditure during the 2002–03, 2003–04, and 2004–05 fiscal years 9,000,000

3940-101-6013—For local assistance, State Water Resources Control Board, for payment to Item 3940-101-0001, payable from the Watershed Protection Subaccount to be available for expenditure during the 2002–03, 2003–04, and 2004–05 fiscal years.... 21,000,000

3940-101-6017—For local assistance, State Water Resources Control Board, for payment to Item 3940-101-0001, payable from the Lake Elsinore and San Jacinto Watershed Subaccount to be available for expenditure during the 2002–03, 2003–04, and 2004–05 fiscal years 50,000

3940-101-6019—For local assistance, State Water Resources Control Board, for payment to Item 3940-101-0001, payable from the Nonpoint Source Pollution Control Subaccount to be available for expenditure during the 2002–03, 2003–04, and 2004–05 fiscal years 27,000,000

3940-101-6022—For local assistance, State Water Resources Control Board, for payment to Item 3940-101-0001, payable from the Coastal Nonpoint Source Control Subaccount to be available for expenditure during the 2002–03, 2003–04, and 2004–05 fiscal years 11,331,000

3940-101-6031—For local assistance, State Water Resources Control Board, for payment to Item 3940-101-0001, payable from the Water Security, Clean Drinking Water, Coastal and Beach Protection Fund 30,500,000

Provisions:

1. The funds available in this item are contingent upon voter approval of the Water Security, Clean

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Drinking Water, Coastal and Beach Protection Act of 2002 at the November 5, 2002, statewide general election.

2. The amount appropriated in this item may be used to provide grants to local, state, federal, and private entities for CALFED Drinking Water Quality Program and Water Use Efficiency Program Projects.

3960-001-0001—For support of Department of Toxic Substances Control 29,448,000

Schedule:

(1) 12-Site Mitigation 79,696,000
(2) 13-Hazardous Waste Management.. 51,436,000
(3) 15-Statewide Support 3,945,000
(3.5) 97.20.001- Unallocated reduction. –2,000,000
(4) 19.01-Administration..... 38,491,000
(5) 19.02-Distributed Administration ...–38,491,000
(6) 20-Science, Pollution Prevention and Technology..... 12,452,000
(7) Reimbursements..... –7,001,000
(8) Amount payable from Hazardous Waste Control Account (Item 3960-001-0014) .....–41,816,000
(9) Amount payable from Unified Program Account (Item 3960-001-0028)..... –995,000
(9.5) Amount payable from Illegal Drug Lab Cleanup Account (Item 3960-001-0065) ..... –1,953,000
(10) Amount payable from California Used Oil Recycling Fund (Item 3960-001-0100) ..... –331,000
(11) Amount payable from Toxic Substances Control Account (Item 3960-001-0557) .....–40,886,000
(12) Amount payable from Federal Trust Fund (Item 3960-001-0890).–22,128,000
(13) Amount payable from Cleanup Loans and Environmental Assistance to Neighborhoods Account (Item 3960-001-1003) ..... –971,000

Provisions:

1. The Director of the Department of Toxic Substances Control may expend from this item: (a) $11,202,000 for the following activities at the Stringfellow Federal Superfund site: (1) operation and maintenance of pretreatment plants to treat

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contaminated groundwater extracted from the site, (2) site maintenance and groundwater monitoring, and (3) implementation of work to stabilize the site, and (b) $11,880,000 for the operation of the Illegal Drug Laboratory Removal Program.

2. Notwithstanding Section 2.00 of this act, the funds appropriated for removal and remedial action at the Stringfellow Federal Superfund site shall be available for encumbrance for three fiscal years subsequent to the fiscal year in which the funds are appropriated, and disbursements in liquidation of encumbrances shall be pursuant to Section 16304.1 of the Government Code.

3. Of the amount appropriated in this item, $750,000 shall be used for the purposes of emergency response activity pursuant to Section 25354 of the Health and Safety Code, in lieu of the appropriation made pursuant to that section.

3960-001-0014—For support of Department of Toxic Substances Control, for payment to Item 3960-001-0001, payable from the Hazardous Waste Control Account 41,816,000

Provisions:

1. Notwithstanding any other provision of law, upon approval and order of the Director of Finance, the Department of Toxic Substances Control may borrow sufficient funds from special funds that otherwise provide support for the department for cash purposes. Any such loans are to be repaid with interest at the rate earned by the Pooled Money Investment Account.

2. Notwithstanding any other provision of law, upon request of the Director of the Department of Toxic Substances Control, and approval of the Department of Finance, the Controller shall increase the appropriation in this item in an amount necessary to pay the Board of Equalization any additional costs the board may incur to make refunds required by Chapter 737 of the Statutes of 1998, provided sufficient funds are available for such purposes and the board provides workload information that justifies the increase.

3960-001-0018—For support of Department of Toxic Substances Control, payable from the Site Remediation Account..... 7,641,000

Schedule:

(1) 12-Site Mitigation 7,641,000

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Provisions:

1. The amount appropriated in this item includes revenues derived from the assessment of fines and penalties imposed as specified in Section 13332.18 of the Government Code.
2. The Director of the Department of Toxic Substances Control shall report, in writing, not later than 90 days after the end of the fiscal year to the Chairperson of the Joint Legislative Budget Committee, the chairperson of the legislative fiscal committees that act on the department's budget, the Chairperson of the Environmental Safety and Toxic Materials Committee of the Assembly, and the Chairperson of the Environmental Quality Committee of the Senate actions taken under this provision.
3. Notwithstanding Section 2.00 of the Budget Act, this appropriation shall be available in accordance with the provisions of Section 25330.2 of the Health and Safety Code.

3960-001-0028—For support of Department of Toxic Substances Control, for payment to Item 3960-001-0001, payable from the Unified Program Account .. 995,000

3960-001-0065—For support of Department of Toxic Substances Control, for payment to Item 3960-001-0001, payable from the Illegal Drug Lab Cleanup Account 1,953,000

3960-001-0100—For support of Department of Toxic Substances Control, for payment to Item 3960-001-0001, payable from the California Used Oil Recycling Fund..... 331,000

3960-001-0456—For support of Department of Toxic Substances Control, payable from the Expedited Site Remediation Trust Fund..... 491,000

Schedule:

(1) 12-Site Mitigation 491,000

Provisions:

1. Notwithstanding any other provision of law, upon request of the Department of Toxic Substances Control, and approval by the Department of Finance, the Controller shall augment the appropriation in this item to pay costs associated with orphan shares at sites selected for the Expedited Site Remediation Pilot Program from any uncommitted funds in the Expedited Site Remediation Trust Fund.

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2. The amount appropriated in this item includes revenues derived from the assessment of fines and penalties imposed as specified in Section 13332.18 of the Government Code.

3960-001-0557—For support of Department of Toxic Substances Control, for payment to Item 3960-001-0001, payable from the Toxic Substances Control Account 40,886,000

Provisions:

1. The amount appropriated in this item includes revenues derived from the assessment of fines and penalties imposed as specified in Section 13332.18 of the Government Code.
2. Of the amount appropriated in this item, $3,370,763 shall be used for state oversight costs, including cost recovery, at open and closing military bases. The expenditure of these funds shall not relieve the federal government of the responsibility to pay for all state oversight costs. The department shall take all steps necessary to recover these costs from the federal government including, but not limited to, filing civil actions authorized by state and federal law.

3960-001-0890—For support of Department of Toxic Substances Control, for payment to Item 3960-001-0001, payable from the Federal Trust Fund 22,128,000

3960-001-1003—For support of Department of Toxic Substances Control, for payment to Item 3960-001-0001, payable from the Cleanup Loans and Environmental Assistance to Neighborhoods Account..... 971,000

Provisions:

1. Notwithstanding any other provision of law, $350,000 shall be used to implement Chapter 764 of the Statutes of 2001.
2. Notwithstanding subdivision (a) of Section 2.00 of this act, the funds described in Provision 1 are available for expenditure until June 30, 2004.

3960-011-0014—For transfer by the Controller, upon order of the Director of Finance, from the Hazardous Waste Control Account to the General Fund..... (15,000,000)

Provisions:

1. The transfer made by this item is a loan to the General Fund and shall be fully repaid by June 30, 2006. This loan shall be repaid with interest calculated at the rate earned by the Pooled Money Investment Account at the time of the transfer. The Controller shall, within 15 working days of re-

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ceipt of written notification from the Department of Finance, transfer from the General Fund to the Hazardous Waste Control Account the full amount of the loan or increments thereof requested by the Department of Finance. It is the in tent of the Legislature that repayment be made so as to ensure that the programs supported by the Hazardous Waste Control Account are not adversely affected by the loan.

3960-011-0018—For transfer by the Controller from the Site Remediation Account to the General Fund ..... (1,000,000)

3960-011-0557—For transfer by the Controller from the Toxic Substances Control Account to the Expedited Site Remediation Trust Fund..... (454,000)

Provisions:

1. Notwithstanding any other provision of law, upon request of the Department of Toxic Substances Control, the Controller shall transfer funds from the Toxic Substances Control Account to the Expedited Site Remediation Trust Fund, pursuant to Chapter 6.85 (commencing with Section 25396) of Division 20 of the Health and Safety Code. The amount of the funds transferred shall not exceed the proceeds of fines and penalties deposited in the Toxic Substances Control Account in the 2002–03 fiscal year, exclusive of the fines and penalties transferred to the Hazardous Substance Account pursuant to Section 25192 of the Health and Safety Code for expenditure in accordance with Section 25385.9 of the Health and Safety Code.
2. The amount specified in this item is an estimate of the funds available from the proceeds of fines and penalties described in Provision 1, and does not represent a limit on the funds that may be transferred.
3. The amount appropriated in this item includes revenues derived from the assessment of fines and penalties imposed as specified in Section 13332.18 of the Government Code.

3960-012-0557—For transfer by the Controller from the Toxic Substances Control Account to the Site Remediation Account ..... (7,641,000)

3960-013-0557—For transfer by the Controller from the Toxic Substances Control Account to the Hazardous Substance Account..... (1,000,000)

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Provisions:

1. Upon request of the Department of Toxic Substances Control, the Controller shall transfer up to $1,000,000 to the Hazardous Substance Account, pursuant to this item.

3960-490—Reappropriation, Department of Toxic Substances Control. The balance of the appropriation provided in the following citation is reappropriated for the purposes provided for in that appropriation and is available for encumbrance and expenditure until June 30, 2004:

0557—Toxic Substances Control Account

(1) Item 3960-001-0557, Budget Act of 2001 (Ch. 106, Stats. 2001) for implementation of the cost recovery billing system project.

3960-495—Reversion, Department of Toxic Substances Control. As of June 30, 2002, the unencumbered balance of the appropriation provided in the following citation shall revert to the Toxic Substances Control Account.

0557-Toxic Substances Control Account

(1) Chapter 601 of the Statutes of 1999

3980-001-0001—For support of Office of Environmental Health Hazard Assessment ..... ~~12,929,000~~ *12,220,000*

Schedule:

(1) 10-Health Risk Assessment..... ~~15,997,000~~ *15,288,000*

(2) Reimbursements ..... –2,246,000

(3) Amount payable from the California Environmental License Plate Fund (Item 3980-001-0140)..... –822,000

3980-001-0140—For support of Office of Environmental Health Hazard Assessment, for payment to Item 3980-001-0001, payable from the California Environmental License Plate Fund 822,000

HEALTH AND HUMAN SERVICES

4100-001-0890—For support of the State Council on Developmental Disabilities, payable from the Federal Trust Fund..... 5,874,000

Schedule:

(1) 10-State Council Planning and Operations..... 1,448,000

Item	Amount
(2) 20-Community Program Development 1,318,000	
(3) 30-Allocation to Area Boards 3,108,000	
4100-490—Reappropriation, State Council on Developmental Disabilities. Notwithstanding any other provision of law, the balance of the amount appropriated for the State Council on Developmental Disabilities, payable from the Federal Trust Fund, in Item 4100-001-0890 of the Budget Act of 2001 (Ch. 106, Stats. 2001) is reappropriated for transfer to and in augmentation of Item 4100-001-0890 of this Budget Act for the following purposes:	
(a) To augment the allocation to the Program Development Fund.	
(b) To fund the cost of salary and benefit increases approved by the Legislature that exceed the Budget Act appropriation.	
(c) To fund the implementation of any portion of the state plan as approved by the council.	
4110-001-0001—For support of Area Boards on Developmental Disabilities	0
Schedule:	
(1) 10-Area Board Services..... 7,930,000	
(2) Reimbursements..... –7,930,000	
4120-001-0001—For support of Emergency Medical Services Authority	1,379,000
Schedule:	
(1) 10-Emergency Medical Services Authority 6,127,000	
(2) Reimbursements..... –2,101,000	
(3) Amount payable from the Emergency Medical Services Training Program Approval Fund (Item 4120-001-0194) ..... –427,000	
(4) Amount payable from the Emergency Medical Services Personnel Fund (Item 4120-001-0312)..... –918,000	
(5) Amount payable from the Federal Trust Fund (Item 4120-001-0890).. –1,302,000	
4120-001-0194—For support of Emergency Medical Services Authority, for payment to Item 4120-001-0001, payable from the Emergency Medical Services Training Program Approval Fund.....	427,000
4120-001-0312—For support of Emergency Medical Services Authority, for payment to Item 4120-001-0001, payable from the Emergency Medical Services Personnel Fund.....	918,000

Item	Amount
4120-001-0890—For support of Emergency Medical Services Authority, for payment to Item 4120-001-0001, payable from the Federal Trust Fund	1,302,000
4120-101-0001—For local assistance, Emergency Medical Services Authority, grants to local agencies.....	~~31,486,000~~ *26,486,000*

Schedule:

(1) 10-Emergency Medical Services Authority ..... ~~40,005,000~~ *35,005,000*

(2) Reimbursements ..... –8,519,000

Provisions:

1. The General Fund support for poison control centers shall augment, but not replace, local expenditures for existing poison control center services. These funds shall be used primarily to increase services to underserved counties and populations and for poison prevention and information services. The Director of the Emergency Medical Services Authority may contract with eligible poison control centers for the distribution of these funds.
2. Upon the request of the Director of the Emergency Medical Services Authority, and subject to the approval of the Department of Health Services, the California Medical Assistance Commission, and the Department of Finance, moneys appropriated in this item may be transferred to the Emergency Services and Supplemental Payments Fund for expenditure as provided in Item 4260-101-0693 for local assistance for the purposes specified in that item.
3. The Emergency Medical Services Authority shall seek a federal fund match through the California Medical Assistance Commission for any portion of the General Fund appropriation in this item to the extent permitted under Section 14085.6 of the Welfare and Institutions Code.
4. The Emergency Medical Services Authority shall use the following guidelines in administering state-funded grants to local agencies: (a) funding eligibility shall be limited to rural multicounty regions that demonstrate a heavy use of the emergency medical services system by nonresidents, (b) local agencies shall provide matching funds of at least $1 for each dollar of state funds received, (c) state funding shall be used to provide only essential

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minimum services necessary to operate the system, as defined by the authority, (d) no region shall receive both federal and state funds in the same fiscal year for the same purpose, and (e) the Emergency Medical Services Authority shall monitor the use of the funds by recipients to assure that these funds are used in an appropriate manner.

5. Each region shall be eligible to receive up to one-half of the total cost of a minimal system for that region, as defined by the Emergency Medical Services Authority. However, the authority may reallocate unclaimed funds among regions.
6. Notwithstanding Provision 4(b), each region with a population of 300,000 or less as of June 30, 2002, shall receive the full amount for which it is eligible if it provides a cash match of $0.41 per capita or more. Failure to provide local cash contributions at the specified level shall result in a proportional reduction in state funding.
7. The State Controller shall transfer ~~$25~~ *$20* million in funds appropriated in this item to the Trauma Care Fund.

4120-101-0890—For local assistance, Emergency Medical Services Authority, Program 10, payable from the Federal Trust Fund 2,004,000

4130-001-0632—For support of California Health and Human Services Agency Data Center, payable from the California Health and Human Services Agency Data Center Revolving Fund..... 307,006,000

Schedule:

(1) 25-Operations.....132,986,000

(2) 30-Systems Management Services.....174,020,000

Provisions:

1. Notwithstanding any other provision of law, the Director of Finance may authorize expenditures for unanticipated workload resulting from services provided to client departments or as appropriated in a client department's budget for the California Health and Human Services Agency Data Center in excess of the amount appropriated no sooner than 30 days after providing notification in writing to the chairperson of the fiscal committee of each house of the Legislature and the Chairperson of the Joint Legislative Budget Committee, or no sooner than such lesser time as

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the chairperson of the committee, or his or her designee, may in each instance determine.

2. Funds appropriated in this item are in lieu of the amounts that otherwise would have been appropriated pursuant to Section 11755 of the Government Code.
3. Notwithstanding any other provision of law, the California Health and Human Services Agency Data Center shall submit a Feasibility Study Report or equivalent federal planning document to the Department of Finance for review and approval prior to award of the systems implementation contract for each welfare automation consortium.
4. Expenditure authority provided in this item to support data center infrastructure projects may only be utilized for items outside the approved scope of those projects if these changes are supported by documentation prepared and processed in accordance with the state's established administrative and legislative reporting requirements. Changes in project scope must receive approval using the established administrative and legislative reporting requirements.
5. Resources necessary to develop a plan for the migration of the Interim Statewide Automated Welfare System (ISAWS) Consortium counties to one or more Statewide Automated Welfare System consortia shall be redirected from the funds appropriated in this item for the ISAWS consortium. The funds redirected by this provision shall be made available consistent with the amount approved by the Department of Finance based on review and approval of an appropriate update to the implementation planning document or equivalent document. At the time it approves the availability of funds, the Department of Finance shall provide written notification to the chairperson of the fiscal committee of each house of the Legislature and the Chairperson of the Joint Legislative Budget Committee. It is the intent of the Legislature that the ISAWS consortium counties will migrate to one or more of the remaining consortium systems. The ISAWS migration costs shall be included in the appropriate update to the implementation planning documents.

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4130-490—Reappropriation, California Health and Human Services Agency Data Center. Notwithstanding any other provision of law, the balance of the funds for the appropriations provided in the following citations are reappropriated for expenditure pursuant to Provision 1 and are available for expenditure until June 30, 2003:

0632—Revolving Fund

Item 4130-001-0632, Budget Act of 2001 (Ch. 106, Stats. 2001)

Provisions:

1. It is the intent of this item to continue funding approved activities for the automation projects that, due to schedule changes, result in unexpended appropriations one year and the need for additional funding in the following year. Therefore, notwithstanding any other provision of law, the balance of the appropriations for these automation projects may, upon approval of the Department of Finance, be reappropriated for transfer to and in augmentation of the corresponding items in this act. The funds reappropriated by this provision shall be made available consistent with the amount approved by the Department of Finance ~~and the Department of Information Technology~~ based on an approved special project report or equivalent document not sooner than 30 days after providing notification in writing to the chairperson of the fiscal committee of each house of the Legislature and the Chairperson of the Joint Legislative Budget Committee.

4140-001-0001—For support of Office of Statewide Health Planning and Development 716,000

Schedule:

(1)	10-Healthcare Quality and Analysis	6,467,000
(2)	30-Healthcare Workforce	5,688,000
(3)	42-Facilities Development	22,744,000
(4)	45-Cal-Mortgage Loan Insurance...	4,263,000
(5)	60-Healthcare Information	10,006,000
(6)	80.01-Administration.....	10,385,000
(7)	80.02-Distributed Administration ...	–9,912,000
(8)	Reimbursements.....	–3,635,000
(9)	Amount payable from the Hospital Building Fund (Item 4140-001-0121).....	–20,707,000

Item		Amount
(10) Amount payable from the California Health Data and Planning Fund (Item 4140-001-0143)	–16,634,000	
(11) Amount payable from the Registered Nurse Education Fund (Item 4140-001-0181)	–1,245,000	
(12) Amount payable from the Federal Trust Fund (Item 4140-001-0890).	–498,000	
(13) Amount payable from the Health Facilities Construction Loan Insurance Fund (Section 129200, Health and Safety Code)	–4,657,000	
(14) Amount payable from the Health Professions Education Fund (Section 128355, Health and Safety Code)	–1,549,000	
4140-001-0121—For support of Office of Statewide Health Planning and Development, for payment to Item 4140-001-0001, payable from the Hospital Building Fund		20,707,000
4140-001-0143—For support of Office of Statewide Health Planning and Development, for payment to Item 4140-001-0001, payable from the California Health Data and Planning Fund		16,634,000
4140-001-0181—For support of Office of Statewide Health Planning and Development, for payment to Item 4140-001-0001, payable from the Registered Nurse Education Fund		~~737,000~~ 1,245,000
4140-001-0890—For support of Office of Statewide Health Planning and Development, for payment to Item 4140-001-0001, payable from the Federal Trust Fund		498,000
4140-001-8007—For support of Office of Statewide Health Planning and Development payable from the Specialty Care Fund		0

Provisions:

1. Notwithstanding any other provision of law, upon request of the Office of Statewide Health Planning and Development, the Department of Finance may authorize expenditures of up to $200,000 in excess of the amount appropriated in this item, if sufficient funds are available in the Specialty Care Fund, to pay costs associated with fundraising activities by a nonprofit organization as specified in Chapter 520, Statutes of 2001, not sooner than 30 days after notification in writing of

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the necessity therefor to the chairperson of the committee in each house of the Legislature that considers appropriations and the Chairperson of the Joint Legislative Budget Committee. The funds appropriated by this provision shall be made available consistent with the amount approved by the Department of Finance based on its review of the proposed contractual agreement for the fundraising activities.

4140-017-0143—For support of Office of Statewide Health Planning and Development, payable from the California Health Data and Planning Fund 99,000

Schedule:

(1) 60-Healthcare Information 99,000

Provisions:

1. The funding appropriated in this item is limited to the amount specified in Control Section 17.00. These funds are to be used in support of compliance activities related to the federal Health Insurance Portability and Accountability Act (HIPAA) of 1996.

4140-101-0001—For local assistance, Office of Statewide Health Planning and Development 3,931,000

Schedule:

(1) 30-Healthcare Workforce 5,331,000
(2) Reimbursements ..... −400,000
(3) Amount payable from the Federal Trust Fund (Item 4140-101-0890) ..... −1,000,000

Provisions:

1. Notwithstanding subdivision (a) of Section 2.00 of this act, or any other provision of law, the funds appropriated in this item for contracts with accredited medical schools or programs that train primary care physicians' assistants or primary care nurse practitioners, as well as contracts with hospitals or other health care delivery systems located in California, that meet the standards of the Health Manpower Policy Commission established pursuant to Article 1 (commencing with Section 128200) of Chapter 4 of Part 3 of Division 107 of the Health and Safety Code, shall continue to be available for the 2003–04, 2004–05, and 2005–06 fiscal years.

Item		Amount
4140-101-0890—For local assistance, Office of Statewide Health Planning and Development, for payment to Item 4140-101-0001, payable from the Federal Trust Fund		1,000,000
4140-111-0236—For local assistance, Office of Statewide Health Planning and Development, payable from the Unallocated Account, Cigarette and Tobacco Products Surtax Fund		1,047,000
Schedule:		
(1) 10-Healthcare Quality and Analysis	1,047,000	
4170-001-0001—For support of Department of Aging		5,234,000
Schedule:		
(1) 10-Nutrition	3,389,000	
(2) 20-Senior Community Employment Service	480,000	
(3) 30-Supportive Services and Centers	5,004,000	
(4) 40-Special Projects	6,302,000	
(5) 50.01-Administration	7,810,000	
(6) 50.02-Distributed Administration	−7,810,000	
(7) Reimbursements	−2,958,000	
(8) Amount payable from the State HICAP Fund (Item 4170-001-0289)	−182,000	
(9) Amount payable from the Federal Trust Fund (Item 4170-001-0890)	−6,801,000	

Provisions:

1. In the administration of the Senior Housing Information and Support Center, the Department of Aging shall coordinate its information and outreach efforts with the Department of Rehabilitation and the State Department of Social Services to ensure the following:
   (a) Efforts are not duplicated.
   (b) Outreach to local communities is coordinated in order to reach as many individuals as possible, regardless of age or the nature of their disability, who may be in need of information on home modification and assistive technology.
   (c) County social service departments, to the extent possible, assist eligible individuals to make needed modifications or obtain assistive devices through the Special Circumstances Program.
   (d) The departments coordinate efforts to identify funding sources to assist individuals to make

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the needed modifications or obtain needed assistive devices.	
4170-001-0289—For support of Department of Aging, for payment to Item 4170-001-0001, payable from the State HICAP Fund	182,000
4170-001-0890—For support of Department of Aging, for payment to Item 4170-001-0001, payable from the Federal Trust Fund	6,801,000

Provisions:

1. The Department of Finance may authorize the transfer of funds between this item and Item 4170-101-0890 no sooner than 30 days after written notification to the chairpersons of the fiscal committees of each house and the Chairperson of the Joint Legislative Budget Committee, or not sooner than whatever lesser time the Chairperson of the Joint Legislative Budget Committee may determine. The notification shall include: (1) the amount of the proposed transfer; (2) an identification of the purposes for which the funds will be used; (3) documentation that the proposed activities must be carried out in the current year and that no other funds are available for their support; and (4) the impact of any transfer on the level of services.

4170-101-0001—For local assistance, Department of Aging	34,799,000

Schedule:

(1) 10-Nutrition	72,430,000
(2) 20-Senior Community Employment Service	9,149,000
(3) 30-Supportive Services and Centers	65,134,000
(4) 40-Special Projects	23,623,000
(5) Reimbursements	−2,839,000
(6) Amount payable from the State HICAP Fund (Item 4170-101-0289)	−1,418,000
(7) Amount payable from the Federal Trust Fund (Item 4170-101-0890)	−131,280,000

Provisions:

1. Notwithstanding Section 26.00 of this act, the Department of Finance, upon notification by the California Department of Aging, may authorize transfers between Program 10—Nutrition and Program 30—Supportive Services and Centers in

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response to budget revisions submitted by the Area Agencies on Aging.

2. To the extent the United States enacts a minimum wage equal to or greater than that of California, state funding provided in this item for the Senior Community Service Employment Program shall revert to the General Fund.

4170-101-0289—For local assistance Department of Aging, for payment to Item 4170-101-0001, payable from the State HICAP Fund..... 1,418,000

4170-101-0890—For local assistance, Department of Aging, for payment to Item 4170-101-0001, payable from the Federal Trust Fund 131,280,000

Provisions:

1. Provision 1 of Item 4170-001-0890 is also applicable to this item.
2. Notwithstanding subdivision (d) of Section 28.00 of this act, the Department of Finance, upon notification by the California Department of Aging, may authorize augmentations in this item for budget revisions submitted by Area Agencies on Aging and approved by the Department of Aging for estimated entitlements of per-meal reimbursements from the U.S. Department of Agriculture and for funds allocated to Area Agencies on Aging for federal Title III and Title VII one-time-only allocations.
3. Notwithstanding Section 26.00 of this act, the Department of Finance, upon notification by the Department of Aging, may authorize transfers between Program 10—Nutrition and Program 30—Supportive Services and Centers in response to budget revisions submitted by the Area Agencies on Aging.

4180-001-0983—For support of Commission on Aging, payable from the California Fund for Senior Citizens..... 296,000

Provisions:

1. Funds appropriated in this item from the California Fund for Senior Citizens shall be allocated by the Commission on Aging for the purposes specified in Section 18723 of the Revenue and Taxation Code.
2. Pursuant to Section 18723 of the Revenue and Taxation Code, the balance of this item as well as the balance of prior year appropriations from the

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California Fund for Senior Citizens may be carried over and expended in any following fiscal year.

3. Notwithstanding any other provision of law, the Director of Finance may authorize expenditures from the California Fund for Senior Citizens for the Commission on Aging in excess of the amount appropriated not sooner than 30 days after notification in writing of the necessity therefor is provided to the chairpersons of the fiscal committees and the Chairperson of the Joint Legislative Budget Committee.

4180-002-0886—For support of Commission on Aging, payable from the California Seniors Special Fund 48,000

Provisions:

1. Pursuant to Section 18773 of the Revenue and Taxation Code, the balance of this item as well as the balance of prior year appropriations from the California Seniors Special Fund may be carried over and expended in any following fiscal year.
2. Notwithstanding any other provision of law, the Director of Finance may authorize expenditures from the California Seniors Special Fund for the Commission on Aging in excess of the amount appropriated not sooner than 30 days after notification in writing of the necessity therefor is provided to the chairpersons of the fiscal committees and the Chairperson of the Joint Legislative Budget Committee, or not sooner than whatever lesser time the chairperson of the committee, or his or her designee, may in each instance determine.

4180-002-0890—For support of Commission on Aging, payable from the Federal Trust Fund..... 297,000

4200-001-0001—For support of Department of Alcohol and Drug Programs..... 5,007,000

Schedule:

(1) 15-Alcohol and Other Drug Services Program..... 36,124,000
(2) 30.01-State Administration 10,637,000
(3) 30.02-State Administration—Distributed.....–10,637,000
(4) Reimbursements..... –4,265,000
(5) Amount payable from Driving-Under-the-Influence Program Licensing Trust Fund (Item 4200-001-0139)..... –1,781,000

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(6) Amount payable from Narcotic Treatment Program Licensing Trust Fund (Item 4200-001-0243)..... –1,127,000

(7) Amount payable from Audit Repayment Trust Fund (Item 4200-001-0816)..... –67,000

(8) Amount payable from the Federal Trust Fund (Item 4200-001-0890).....–20,900,000

(9) Amount payable from Substance Abuse Treatment Trust Fund (Item 4200-001-3019) ..... –2,977,000

Provisions:

1. Upon approval by the Department of Finance, the Controller shall transfer such funds as are necessary between this item and Items 4200-101-0001, 4200-102-0001, 4200-103-0001, and 4200-104-0001.

4200-001-0139—For support of Department of Alcohol and Drug Programs, for payment to Item 4200-001-0001, payable from the Driving-Under-the-Influence Program Licensing Trust Fund..... 1,781,000

Provisions:

1. Notwithstanding any other provision of law, the Director of Finance may authorize expenditures for the Driving-Under-the-Influence Program Licensing Trust Fund in excess of the amount appropriated not sooner than 30 days after notification in writing of the necessity therefore is provided to the chairpersons of the fiscal committees and the Chairperson of the Joint Legislative Budget Committee, or not sooner than whatever lesser time the chairperson of the committee, or his or her designee, may in each instance determine.

4200-001-0243—For support of Department of Alcohol and Drug Programs, for payment to Item 4200-001-0001, payable from the Narcotic Treatment Program Licensing Trust Fund..... 1,127,000

Provisions:

1. Notwithstanding any other provision of law, the Director of Finance may authorize expenditures for the Narcotic Treatment Program Licensing Trust Fund in excess of the amount appropriated not sooner than 30 days after notification in writing of the necessity therefore is provided to the

Item	Amount
chairpersons of the fiscal committees and the Chairperson of the Joint Legislative Budget Committee, or not sooner than whatever lesser time the chairperson of the committee, or his or her designee, may in each instance determine.	
4200-001-0816—For support of Department of Alcohol and Drug Programs, for payment to Item 4200-001-0001, payable from the Audit Repayment Trust Fund	67,000
4200-001-0890—For support of Department of Alcohol and Drug Programs, for payment to Item 4200-001-0001, payable from the Federal Trust Fund	20,900,000
Provisions:	
1. Upon order of the Department of Finance, the Controller shall transfer such funds as are necessary between this item and Item 4200-101-0890.	
2. Of the amount appropriated in this item, $2,050,000 is available for information technology projects. These funds may not be expended without the prior approval of the required planning documents for technology projects by both the Department of Information Technology and the Department of Finance.	
4200-001-3019—For support of Department of Alcohol and Drug Programs, for payment to Item 4200-001-0001, payable from the Substance Abuse Treatment Trust Fund.....	2,977,000
Provisions:	
1. Funds appropriated in this item are in lieu of the amounts that otherwise would have been appropriated for administration pursuant to Section 11999.6 of the Health and Safety Code.	
2. Notwithstanding any other provision of law, the Department of Finance may authorize a loan from the General Fund to the Substance Abuse Treatment Trust Fund for administrative costs of the State Department of Alcohol and Drug Programs made necessary by the provisions of the Substance Abuse and Crime Prevention Act of 2000. The amounts so transferred are in augmentation of Item 4200-001-3019, as directed by the Department of Finance. The moneys shall be repaid to the General Fund without interest, from the next annual allocation of the Substance Abuse Treatment Trust Fund pursuant to Section 11999.6 of	

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the Health and Safety Code, prior to the distribution of trust funds to the counties and state departments.

4200-017-0001—For support of Department of Alcohol and Drug Programs 982,000

Schedule:

(1) 15-Alcohol and Other Drug Services Program 1,963,000

(2) Reimbursements ..... –981,000

Provisions:

1. The funding appropriated in this item is limited to the amount specified in Control Section 17.00. These funds are to be used in support of compliance activities related to the federal Health Insurance Portability and Accountability Act (HIPAA) of 1996.

4200-101-0001—For local assistance, Department of Alcohol and Drug Programs 37,377,000

Schedule:

(1) 15-Alcohol and Other Drug Services Program 299,163,000

(2) Reimbursements .....–13,595,000

(3) Amount payable from the Federal Trust Fund (Item 4200-101-0890) ..... –248,047,000

(4) Amount payable from Resident-Run Housing Revolving Fund (Item 4200-101-0977) ..... –144,000

Provisions:

1. Upon approval by the Department of Finance, the Controller shall transfer such funds as are necessary between this item and Items 4200-001-0001, 4200-102-0001, 4200-103-0001, and 4200-104-0001.
2. Upon approval of the Department of Finance, one or more short-term loans not to exceed a cumulative total of $59,745,000 may be made available from the General Fund when there is a delay in the allocation of federal Substance Abuse Prevention and Treatment (SAPT) Block Grant funds to California. The loans shall be repaid, with interest calculated pursuant to subdivision (a) of Section 16314 of the Government Code, upon receipt of the federal SAPT Block Grant.
3. The department shall provide to the appropriate budget subcommittees, by January 15, 2003, an implementation plan to improve accountability

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for prevention and treatment services by the providers, the counties, and the department. The plan shall include, but not be limited to, identification of necessary statute changes to require prevention and treatment providers and counties to collect and submit data and other information as needed to demonstrate accountability, needs, and outcomes of prevention and treatment services. Additionally, the plan shall identify necessary statute and regulation changes to ensure the department has the appropriate authority to hold counties accountable for prevention and treatment service outcomes. The plan shall also provide recommendations for changes to funding allocations to reflect changes in needs and service priorities.

4200-101-0890—For local assistance, Department of Alcohol and Drug Programs, for payment to Item 4200-101-0001, payable from the Federal Trust Fund..... 248,047,000

Provisions:

1. Upon order of the Department of Finance, the Controller shall transfer such funds as are necessary between this item and Item 4200-001-0890.

4200-101-0977—For local assistance, Department of Alcohol and Drug Programs, for payment to Item 4200-101-0001, payable from the Resident-Run Housing Revolving Fund..... 144,000

Provisions:

1. To the extent that moneys available in the Resident-Run Housing Revolving Fund are less than the amount appropriated by this item, this appropriation shall be limited to that lesser amount.
2. Notwithstanding any other provision of law, if revenues and loan repayments to the Resident-Run Housing Revolving Fund are sufficient to create additional allocation workload, the Director of Finance may authorize expenditures for the Department of Alcohol and Drug Programs in excess of the amount appropriated not sooner than 30 days after notification in writing of the necessity therefor is provided to the chairpersons of the fiscal committees and the Chairperson of the Joint Legislative Budget Committee, or not sooner than whatever lesser time the chairperson of the committee, or his or her designee, may in each instance determine.

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4200-102-0001—For local assistance, Department of Alcohol and Drug Programs, for perinatal substance abuse treatment programs (Drug Medi-Cal) 3,098,000

Schedule:

(1) 15-Alcohol and Other Drug Services Program 6,244,000

(2) Reimbursements ..... –3,146,000

Provisions:

1. Upon approval by the Department of Finance, the Controller shall transfer such funds as are necessary between this item and Items 4200-001-0001, 4200-101-0001, 4200-103-0001, and 4200-104-0001.
2. The funds appropriated by this item, exclusive of funds allocated to alcohol and drug-free living programs and transitional living programs, are available to provide funding for the state's share of expenditures for perinatal substance abuse services provided to persons eligible for Medi-Cal.
3. Provisions 2 and 3 of Item 4200-103-0001 also apply to this item.

4200-103-0001—For local assistance, Department of Alcohol and Drug Programs, Drug Medi-Cal Services 46,811,000

Schedule:

(1) 15-Alcohol and Other Drug Services Program 94,377,000

(2) Reimbursements .....–47,566,000

Provisions:

1. Upon approval by the Department of Finance, the Controller shall transfer such funds as are necessary between this item and Items 4200-001-0001, 4200-101-0001, 4200-102-0001, and 4200-104-0001.
2. The funds appropriated in this item are available to provide funding for the state's share of expenditures for substance abuse services provided to persons eligible for Medi-Cal.
3. Notwithstanding subdivision (a) of Section 2.00 and Section 26.00, the Department of Finance may authorize a transfer of expenditure authority between this item and Item 4200-102-0001 so that the funds appropriated in either item may be used to pay the state and federal share of prior fiscal years' allowable Medi-Cal costs that exceed the amount encumbered in prior fiscal years. The Director of Finance shall notify the Legislature

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within 10 days after authorizing a transfer pursuant to this provision unless prior notification of the transfer has been included in the Medi-Cal estimates submitted pursuant to Section 14100.5 of the Welfare and Institutions Code.

4. Notwithstanding any other provision of law, both the federal and nonfederal shares of any money recovered for previously paid drug Medi-Cal program services provided pursuant to Chapter 7 (commencing with Section 14000) of Part 3 of Division 9 of the Welfare and Institutions Code are hereby appropriated and shall be expended as soon as practicable for drug Medi-Cal program services, as defined in the Welfare and Institutions Code.

4200-104-0001—For local assistance, Department of Alcohol and Drug Programs, for perinatal substance abuse treatment programs 23,457,000

Schedule:

(1) 15-Alcohol and Other Drug Services Program 24,957,000

(2) Amount payable from the Federal Trust Fund (Item 4200-104-0890). −1,500,000

Provisions:

1. Upon approval by the Department of Finance, the Controller shall transfer such funds as are necessary between this item and Items 4200-001-0001, 4200-101-0001, 4200-102-0001, and 4200-103-0001.

2. Of the funds appropriated in this item, $6,408,000 shall be used to fund existing residential perinatal treatment programs that were begun through federal Center for Substance Abuse Treatment grants but whose grants have since expired and currently are constituted as Women and Children's Residential Treatment Services. For counties in which there is such a provider, the Department of Alcohol and Drug Programs shall include language in those counties' allocation letters that indicates the amount of the allocation designated for the provider during the fiscal year. Pursuant to Section 11840.1 of the Health and Safety Code, the treatment programs that were established through federal Center for Substance Abuse Treatment grants are not subject to the county 10 percent match. All of the funds allocated for programs shall be passed through those counties directly to the des-

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ignated nine residential treatment programs in each county, respectively.

3. Notwithstanding any specified amount in other provisions of this item, any general reduction in this item shall be made proportionately between the Women and Children's Residential Treatment Services and other perinatal programs.

4200-104-0890—For support of Department of Alcohol and Drug programs, for payment to Item 4200-104-0001, payable from the Federal Trust Fund 1,500,000

4200-496—Reversion, Department of Alcohol and Drug Programs.

As of June 30, 2002, the unencumbered balance of the appropriations provided in the following citations shall revert to the fund from which the appropriation was made.

0001—General Fund

(1) Item 4200-102-0001, Budget Act of 2001 (Ch. 106, Stats. 2001), perinatal substance abuse treatment programs (Drug Medi-Cal)

(2) Item 4200-102-0001, Budget Act of 2000 (Ch. 52, Stats. 2000), perinatal substance abuse treatment programs (Drug Medi-Cal)

(3) Item 4200-103-0001, Budget Act of 2001 (Ch. 106, Stats. 2001), Drug Medi-Cal Services

(4) Item 4200-103-0001, Budget Act of 2000 (Ch. 52, Stats. 2000), Drug Medi-Cal Services

4220-001-0001—For support of Child Development Policy Advisory Committee appointed pursuant to Section 8286 of the Education Code 360,000

Schedule:

(1) 10-Child Development Policy Advisory Committee 612,000

(2) Reimbursements ..... –252,000

4260-001-0001—For support of Department of Health Services 219,390,000

Schedule:

(1) 10-Public and Environmental Health .....~~309,846,266~~ *284,446,266*

(2) 20-Health Care Services 510,786,134

(3) 30.01-Departmental Administration..... 41,720,000

(4) 30.02-Departmental Administration Distributed.....–39,560,000

(5) Reimbursements .....–35,942,000

Item	Amount
(6) Amount payable from the Breast Cancer Research Account (Item 4260-001-0007)	–1,617,000
(7) Amount payable from the Breast Cancer Control Account (Item 4260-001-0009)	–7,133,000
(8) Amount payable from the Nuclear Planning Assessment Special Account (Item 4260-001-0029)	–595,000
(9) Amount payable from the Motor Vehicle Account, State Transportation Fund (Item 4260-001-0044)	–997,000
(10) Amount payable from the Sale of Tobacco to Minors Control Account (Item 4260-001-0066)	–2,246,000
(11) Amount payable from the Occupational Lead Poisoning Prevention Account (Item 4260-001-0070)	–2,683,000
(12) Amount payable from the Medical Waste Management Fund (Item 4260-001-0074)	–1,002,000
(13) Amount payable from the Radiation Control Fund (Item 4260-001-0075)	–16,502,000
(14) Amount payable from the Tissue Bank License Fund (Item 4260-001-0076)	–180,000
(15) Amount payable from the Childhood Lead Poisoning Prevention Fund (Item 4260-001-0080)	–10,635,000
(16) Amount payable from the Export Document Program Fund (Item 4260-001-0082)	–132,000
(17) Amount payable from the Clinical Laboratory Improvement Fund (Item 4260-001-0098)	–6,134,000
(18) Amount payable from the Health Statistics Special Fund (Item 4260-001-0099)	–12,943,000
(19) Amount payable from the Wine Safety Fund (Item 4260-001-0116).	–45,000
(20) Amount payable from the Water Device Certification Special Account (Item 4260-001-0129)	–183,000
(21) Amount payable from the Food Safety Fund (Item 4260-001-0177)	–4,709,000

Item	Amount
(22) Amount payable from the Environmental Laboratory Improvement Fund (Item 4260-001-0179)	–3,548,000
(23) Amount payable from the Genetic Disease Testing Fund (Item 4260-001-0203)	–64,293,000
(25) Amount payable from the Health Education Account, Cigarette and Tobacco Products Surtax Fund (Item 4260-001-0231)	–6,489,400
(26) Amount payable from the Hospital Services Account, Cigarette and Tobacco Products Surtax Fund (Item 4260-001-0232)	–279,000
(28) Amount payable from the Research Account, Cigarette and Tobacco Products Surtax Fund (Item 4260-001-0234)	–4,930,000
(29) Amount payable from Unallocated Account, Cigarette and Tobacco Products Surtax Fund (Item 4260-001-0236)	–2,744,000
(30) Amount payable from Drinking Water Operator Certification Special Account (Item 4260-001-0247)	–1,280,000
(31) Amount payable from Nursing Home Administrator's State License Examining Fund (Item 4260-001-0260)	–530,000
(32) Amount payable from the Infant Botulism Treatment and Prevention Fund (Item 4260-001-0272)	–1,536,000
(33) Amount payable from the Safe Drinking Water Account (Item 4260-001-0306)	–8,007,000
(34) Amount payable from the Registered Environmental Health Specialist Fund (Item 4260-001-0335)	–210,000
(35) Amount payable from the Mosquitoborne Disease Surveillance Account (Item 4260-001-0478)	–36,000
(35.5) Amount payable from Cancer Research Fund (Item 4260-001-0589)	–12,500,000

Item	Amount
(36) Amount payable from the Drinking Water Treatment and Research Fund (Item 4260-001-0622).....	–617,000
(37) Amount payable from the Domestic Violence Training and Education Fund (Item 4260-001-0642)...	–781,000
(38) Amount payable from the Emergency Services and Supplemental Payments Fund (Item 4260-001-0693).....	–124,000
(39) Amount payable from the California Alzheimer's and Related Disorders Research Fund (Item 4260-001-0823).....	–271,000
(40) Amount payable from the Medi-Cal Inpatient Payment Adjustment Fund (Item 4260-001-0834).....	–799,000
(41) Amount payable from the Federal Trust Fund (Item 4260-001-0890)	~~–358,240,000~~ *–332,840,000*
(42) Amount payable from the Birth Defects Research Fund (Item 4260-001-0919)	–422,000
(43) Amount payable from the Drug and Device Safety Fund (Item 4260-001-3018)	–975,000
(45) Amount payable from Tobacco Settlement Fund (Item 4260-001-3020).....	–31,113,000

Provisions:

1. Except as otherwise prohibited by law, the department shall promulgate emergency regulations to adjust the public health fees set by regulation to an amount, such that if the new fees were effective throughout the 2002–03 fiscal year, the estimated revenues would be sufficient to offset at least 95 percent of the approved program level intended to be supported by those fees.

   The General Fund fees of the State Department of Health Services (DHS) that are subject to the annual fee adjustment pursuant to subdivision (a) of Section 100425 of the Health and Safety Code shall be increased by 9.50 percent. The special fund fees of DHS that are subject to the annual fee adjustment pursuant to subdivision (a) of Section 100425 of the Health and Safety Code may be in-

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creased by 9.50 percent only if the fund condition statements project fund reserves to be less than 10% and the revenues projected for FY 2002–03 are less than the appropriation contained in this act.

2. Effective July 1, 2002, the annual fee for a general acute care hospital, acute psychiatric hospital, special hospital, general acute care rehabilitation hospital and chemical dependency recovery hospital shall be $120.56 per bed. Effective July 1, 2002, the annual fee for a skilled nursing facility, intermediate care facility, or intermediate care facility for the developmentally disabled is $199.55 per bed.

   The fees of the State Department of Health Services that are subject to the annual fee adjustment pursuant to subdivision (a) of Section 100445 of the Health and Safety Code shall be increased by 1.39 percent, effective July 1, 2002.

   Notwithstanding subdivision (b) of Section 100450 of the Health and Safety Code, departmental fees that are subject to the annual fee adjustment pursuant to subdivision (a) of Section 100450 of the Health and Safety Code shall be increased by 1.36 percent, effective July 1, 2002.

3. The Department of Health Services may spend up to $631,000 appropriated in this item to augment Lead-Related Construction Program regulatory activities. The amount spent shall be entirely supported by revenue collections above 1999–00 fee receipts.

4. ~~Of the amount appropriated in this item, one-time funding of $1,016,000 for the assisted living waiver is available for expenditure through June 30, 2003.~~

5. Provision 4 of Item 4260-111-0001 also applies to this item.

6. The Department of Health Services shall limit expenditures in this item to implement the Uniform Anatomical Gift Act (Chapter 819, Statutes of 2000) to the amount of actual fees collected from tissue banks.

7. Of the amount appropriated in this item, $200,000 shall be used to fund positions to expand the Program for All-Inclusive Care (PACE). The Legislature's intent for expanding this program is to increase community-based services and to address

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state concerns pertaining to the United States Supreme Court's ruling in the Olmstead v. L.C. and E.W. (1999) 119 S. Ct. 2716. Further, the General Fund savings generated from this expansion shall be used to assist the state in mitigating future Medi-Cal expenditures attributable to placement in nursing homes.

8. Of the amount appropriated in this item, up to $2,732,700 shall be available no sooner than 30 days after notification to the Joint Legislative Budget Committee and the Legislature's fiscal committees is provided by the Department of Finance of its review and acceptance of an independent legal evaluation of the proposed contract for the Genetic Disease Branch Screening Information System. The independent legal review shall include, but is not limited to, evaluations of the state's contractual legal protections, the contractor's obligations to comply with the Health Information Portability and Accountability Act (HIPAA), alternatives to reduce contract costs, and the proposed automation solution's compliance to the HIPAA. The independent legal review shall be provided to the Department of General Services, Office of Legal Services.

4260-001-0007—For support of Department of Health Services, for payment to Item 4260-001-0001, payable from the Breast Cancer Research Account 1,617,000

4260-001-0009—For support of Department of Health Services, for payment to Item 4260-001-0001, payable from the Breast Cancer Control Account..... 7,133,000

4260-001-0029—For support of Department of Health Services, for payment to Item 4260-001-0001, payable from the Nuclear Planning Assessment Special Account 595,000

4260-001-0044—For support of Department of Health Services, for payment to Item 4260-001-0001, payable from the Motor Vehicle Account, State Transportation Fund..... 997,000

4260-001-0066—For support of Department of Health Services, for payment to Item 4260-001-0001, payable from the Sale of Tobacco to Minors Control Account..... 2,246,000

Provisions:

1. The amount appropriated in this item includes revenues derived from the assessment of fines and

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penalties imposed as specified in Government Code Section 13332.18.	
4260-001-0070—For support of Department of Health Services, for payment to Item 4260-001-0001, payable from the Occupational Lead Poisoning Prevention Account	2,683,000
Provisions:	
1. The amount appropriated in this item includes revenues derived from the assessment of fines and penalties imposed as specified in Section 13332.18 of the Government Code.	
4260-001-0074—For support of Department of Health Services, for payment to Item 4260-001-0001, payable from the Medical Waste Management Fund	1,002,000
Provisions:	
1. The amount appropriated in this item includes revenues derived from the assessment of fines and penalties imposed as specified in Government Code Section 13332.18.	
4260-001-0075—For support of Department of Health Services, for payment to Item 4260-001-0001, payable from the Radiation Control Fund	16,502,000
Provisions:	
1. The amount appropriated in this item includes revenues derived from the assessment of fines and penalties imposed as specified in Section 13332.18 of the Government Code.	
4260-001-0076—For support of Department of Health Services, for payment to Item 4260-001-0001, payable from the Tissue Bank License Fund	180,000
4260-001-0080—For support of Department of Health Services, for payment to Item 4260-001-0001, payable from the Childhood Lead Poisoning Prevention Fund	10,635,000
Provisions:	
1. It is the intent of the Legislature that the department prepare a special project report and receive approval of that report from the Department of Finance prior to continued development of the RASSCLE II project.	
4260-001-0082—For support of Department of Health Services, for payment to Item 4260-001-0001, payable from the Export Document Program Fund	132,000
4260-001-0098—For support of Department of Health Services, for payment to Item 4260-001-0001, payable from the Clinical Laboratory Improvement Fund	6,134,000

Item	Amount
Provisions:	
1. The amount appropriated in this item includes revenues derived from the assessment of fines and penalties imposed as specified in Section 13332.18 of the Government Code.	
4260-001-0099—For support of Department of Health Services, for payment to Item 4260-001-0001, payable from the Health Statistics Special Fund.....	12,943,000
4260-001-0116—For support of Department of Health Services, for payment to Item 4260-001-0001, payable from the Wine Safety Fund	45,000
4260-001-0129—For support of Department of Health Services, for payment to Item 4260-001-0001, payable from the Water Device Certification Special Account.....	183,000
4260-001-0177—For support of Department of Health Services, for payment to Item 4260-001-0001, payable from the Food Safety Fund.....	4,709,000
4260-001-0179—For support of Department of Health Services, for payment to Item 4260-001-0001, payable from the Environmental Laboratory Improvement Fund.....	3,548,000
4260-001-0203—For support of Department of Health Services, for payment to Item 4260-001-0001, payable from the Genetic Disease Testing Fund.....	64,293,000
4260-001-0231—For support of Department of Health Services, for payment to Item 4260-001-0001, payable from the Health Education Account, Cigarette and Tobacco Products Surtax Fund	6,489,400
4260-001-0232—For support of Department of Health Services, for payment to Item 4260-001-0001, payable from the Hospital Services Account, Cigarette and Tobacco Products Surtax Fund	279,000
4260-001-0234—For support of Department of Health Services, for payment to Item 4260-001-0001, payable from the Research Account, Cigarette and Tobacco Products Surtax Fund.....	4,930,000
Provisions:	
1. Of the funds appropriated in this item, $500,000 shall be available for population-based cancer research and surveillance, and $500,000 shall be available for cancer registry data collection.	
4260-001-0236—For support of Department of Health Services, for payment to Item 4260-001-0001, payable from the Unallocated Account, Cigarette and Tobacco Products Surtax Fund.....	2,744,000

Item	Amount
4260-001-0247—For support of Department of Health Services, for payment to Item 4260-001-0001, payable from the Drinking Water Operator Certification Special Account	1,280,000
4260-001-0260—For support of Department of Health Services, for payment to Item 4260-001-0001, payable from the Nursing Home Administrator's State License Examining Fund	530,000
4260-001-0272—For support of Department of Health Services, for payment to Item 4260-001-0001, payable from the Infant Botulism Treatment and Prevention Fund	1,536,000
4260-001-0306—For support of Department of Health Services, for payment to Item 4260-001-0001, payable from the Safe Drinking Water Account	8,007,000
Provisions:	
1. The amount appropriated in this item includes revenues derived from the assessment of fines and penalties imposed as specified in Section 13332.18 of the Government Code.	
4260-001-0335—For support of Department of Health Services, for payment to Item 4260-001-0001, payable from the Registered Environmental Health Specialist Fund	210,000
4260-001-0478—For support of Department of Health Services, for payment to Item 4260-001-0001, payable from the Mosquitoborne Disease Surveillance Account	36,000
4260-001-0589—For support of Department of Health Services, for payment to Item 4260-001-0001, payable from the Cancer Research Fund	12,500,000
4260-001-0622—For support of Department of Health Services, for payment to Item 4260-001-0001, payable from the Drinking Water Treatment and Research Fund	617,000
4260-001-0642—For support of Department of Health Services, for payment to Item 4260-001-0001, payable from the Domestic Violence Training and Education Fund	781,000
4260-001-0693—For support of Department of Health Services, for payment to Item 4260-001-0001, payable from the Emergency Services and Supplemental Payments Fund	124,000
Provisions:	
1. To the extent that moneys available in the Emergency Services and Supplemental Payments Fund	

Item	Amount
are less than the amount appropriated in this item, this appropriation shall be limited to that lesser amount.	
2. Notwithstanding any other provision of law, if revenues to the Emergency Services and Supplemental Payments Fund are sufficient to create additional allocation workload, the Director of Finance may authorize expenditures for the Department of Health Services in excess of the amount appropriated not sooner than 30 days after notification in writing of the necessity therefor is provided to the chairpersons of the fiscal committees and the Chairperson of the Joint Legislative Budget Committee, or not sooner than whatever lesser time the chairperson of the committee, or his or her designee, may in each instance determine.	
4260-001-0823—For support of Department of Health Services, for payment to Item 4260-001-0001, payable from the California Alzheimer's and Related Disorders Research Fund	271,000
4260-001-0834—For support of Department of Health Services, for payment to Item 4260-001-0001, payable from the Medi-Cal Inpatient Payment Adjustment Fund.....	799,000
4260-001-0890—For support of Department of Health Services, for payment to Item 4260-001-0001, payable from the Federal Trust Fund	~~357,215,000~~ ~~358,240,000~~ *332,840,000*
Provisions:	
1. Of the funds appropriated in this item, $54,014,000 shall be available for administration, research, and training projects. Notwithstanding Section 28.00 of this act, the State Department of Health Services shall report under that section any new project over $200,000 or any increase in excess of $400,000 for an identified project.	
4260-001-0919—For support of Department of Health Services, for payment to Item 4260-001-0001, payable from the Birth Defects Research Fund	422,000
4260-001-3018—For support of Department of Health Services, for payment to Item 4260-001-0001, payable from the Drug and Device Safety Fund.....	975,000
4260-001-3020—For support of Department of Health Services, for payment to Item 4260-001-0001, payable from the Tobacco Settlement Fund.....	31,113,000

Item	Amount
4260-002-0001—For transfer by the Controller to the Cancer Research Fund	12,500,000
4260-002-0942—For support of Department of Health Services, payable from the Health Facilities Citation Penalties Account, Special Deposit Fund	5,000,000
4260-003-0001—For support of Department of Health Services, for rental payments on lease-revenue bonds (Richmond Laboratory)	9,857,000
Schedule:	
(1) Base Rental and Fees 10,328,000	
(2) Insurance 54,000	
(3) Reimbursements ..... –525,000	
Provisions:	
1. The Controller shall transfer funds appropriated in this item according to a schedule to be provided by the State Public Works Board. The schedule shall be provided on a monthly basis or as otherwise might be needed to ensure debt requirements are met.	
4260-003-0044—For support of Department of Health Services, for rental payments on lease-revenue bonds, payable from the Motor Vehicle Account, State Transportation Fund	314,000
Schedule:	
(1) Base Rental and Fees 312,000	
(2) Insurance 2,000	
Provisions:	
1. The Controller shall transfer funds appropriated in this item according to a schedule to be provided by the State Public Works Board. The schedule shall be provided on a monthly basis or as otherwise might be needed to ensure debt requirements are met.	
4260-003-0080—For support of Department of Health Services, for rental payments on lease-revenue bonds, payable from the Childhood Lead Poisoning Prevention Fund	198,000
Schedule:	
(1) Base Rental and Fees 197,000	
(2) Insurance 1,000	
Provisions:	
1. The Controller shall transfer funds appropriated in this item according to a schedule to be provided by the State Public Works Board. The schedule shall be provided on a monthly basis or as otherwise might be needed to ensure debt requirements are met.	

Item	Amount
4260-003-0098—For support of Department of Health Services, for rental payments on lease-revenue bonds, payable from the Clinical Lab Improvement Fund	82,000
Schedule:	
(1) Base Rental..... 82,000	
Provisions:	
1. The Controller shall transfer funds appropriated in this item according to a schedule to be provided by the State Public Works Board. The schedule shall be provided on a monthly basis or as otherwise might be needed to ensure debt requirements are met.	
4260-003-0179—For support of Department of Health Services, for rental payments on lease-revenue bonds, payable from the Environmental Laboratory Improvement Fund	4,000
Schedule:	
(1) Base Rental..... 4,000	
Provisions:	
1. The Controller shall transfer funds appropriated in this item according to a schedule to be provided by the State Public Works Board. The schedule shall be provided on a monthly basis or as otherwise might be needed to ensure debt requirements are met.	
4260-003-0203—For support of Department of Health Services, for rental payments on lease-revenue bonds, payable from the Genetic Disease Testing Fund	2,380,000
Schedule:	
(1) Base Rental and Fees 2,367,000	
(2) Insurance 13,000	
Provisions:	
1. The Controller shall transfer funds appropriated in this item according to a schedule to be provided by the State Public Works Board. The schedule shall be provided on a monthly basis or as otherwise might be needed to ensure debt requirements are met.	
4260-003-0890—For support of Department of Health Services, for rental payments on lease-revenue bonds, payable from the Federal Trust Fund.....	48,000
Schedule:	
(1) Base Rental..... 48,000	

Item Amount

Provisions:

1. The Controller shall transfer funds appropriated in this item according to a schedule to be provided by the State Public Works Board. The schedule shall be provided on a monthly basis or as otherwise might be needed to ensure debt requirements are met.

4260-003-0942—For support of Department of Health Services, payable from the Federal Citation Penalties Account, Special Deposit Fund 2,220,000

4260-004-0942—For support of Department of Health Services, payable from the Local Education Agency Medi-Cal Recovery Account, Special Deposit Fund 1,500,000

4260-007-0890—For support of Department of Health Services, payable from the Federal Trust Fund 18,859,000

Provisions:

1. Notwithstanding Section 28.00 of this act, adjustments may be made to align the federal funds for legislative actions and other technical adjustments affecting the recipient department's appropriation authority.

4260-011-0001—For transfer by the Controller to the Genetic Disease Testing Fund ..... (5,000,000)

Provisions:

1. The amount transferred in this item is a loan to the Genetic Disease Testing Fund. This loan shall be repaid with interest calculated at the rate earned by the Pooled Money Investment Account at the time of the transfer. Principal and interest earned on the loan shall be repaid in full no later than June 30, 2008.

4260-012-0099—For transfer by the Controller, upon order of the Director of Finance, from the Health Statistics Special Fund, to the General Fund ..... (4,200,000)

4260-017-0001—For support of the Department of Health Services, for implementation of the Health Insurance Portability and Accountability Act 6,898,000

Schedule:

(1) 10-Public and Environmental Health..... 439,000
(2) 20-Health Care Services 22,616,000
(3) Amount payable from the Genetic Disease Testing Fund (Item 4260-017-0203) ..... –2,183,000
(4) Amount payable from Federal Trust Fund (Item 4260-017-0890).....–13,974,000

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Provisions:

1. The funding appropriated in this item is limited to the amount specified in Control Section 17.00. These funds are to be used in support of compliance activities related to the federal Health Insurance Portability and Accountability Act (HIPAA) of 1996.

4260-017-0203—For support of Department of Health Services, for payment to Item 4260-017-0001, payable from the Genetic Disease Testing Fund, for implementation of the Health Insurance Portability and Accountability Act 2,183,000

Provisions:

1. The funding appropriated in this item is limited to the amount specified in Control Section 17.00. These funds are to be used in support of compliance activities related to the federal Health Insurance Portability and Accountability Act (HIPAA) of 1996.

4260-017-0890—For support of Department of Health Services, for payment to Item 4260-017-0001, payable from the Federal Trust Fund, for implementation of the Health Insurance Portability and Accountability Act 13,974,000

Provisions:

1. The funding appropriated in this item is limited to the amount specified in Control Section 17.00. These funds are to be used in support of compliance activities related to the federal Health Insurance Portability and Accountability Act (HIPAA) of 1996.

4260-101-0001—For local assistance, Department of Health Services, Medical Assistance Program, payable from the Health Care Deposit Fund (912) after transfer from the General Fund ..... ~~9,789,639,000~~ *9,749,203,000*

Schedule:

(1) 20.10.010-Eligibility (County Administration)..... ~~1,523,866,000~~ ~~1,506,695,000~~ *1,447,086,000*

(2) 20.10.020-Fiscal Intermediary Management ..... ~~292,841,000~~ 296,296,000

Item	Amount
(3) 20.10.030-Benefits (Medical Care and Services)	~~23,172,770,000~~ ~~23,186,486,000~~ *23,170,661,000*
(4) Prior Fiscal Year Reconciliation	0
(4.5) Reimbursements	–3,607,000
(5) Amount payable from the Federal Trust Fund (Item 4260-101-0890)	~~–14,951,031,000~~ *–14,916,033,000*
(6) Amount payable from Federal Trust Fund (Item 4260-103-0890)	–9,994,000
(7) Amount payable from the Tobacco Settlement Fund (Item 4260-101-3020)	–235,206,000

Provisions:

1. The aggregate principal amount of disproportionate share hospital general obligation debt that may be issued in the 2002–03 fiscal year pursuant to subparagraph (A) of paragraph (2) of subdivision (f) of Section 14085.5 of the Welfare and Institutions Code shall be $0.
2. Notwithstanding any other provision of law, both the federal and nonfederal shares of any money recovered for previously paid health care services, provided pursuant to Chapter 7 (commencing with Section 14000) of Part 3 of Division 9 of the Welfare and Institutions Code, are hereby appropriated and shall be expended as soon as practicable for medical care and services as defined in the Welfare and Institutions Code.
3. Notwithstanding any other provision of law, accounts receivable for recoveries as described in Provision 2 above shall have no effect upon the positive balance of the General Fund or the Health Care Deposit Fund. Notwithstanding any other provision of law, money recovered as described in this item that is required to be transferred from the Health Care Deposit Fund to the General Fund shall be credited by the Controller to the General Fund without regard to the appropriation from which it was drawn.
4. Without regard to fiscal year, the General Fund shall make one or more loans available not to exceed a cumulative total of $45,000,000 to be transferred as needed to the Health Care Deposit Fund to meet cash needs. The loans are subject to

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the repayment provisions of Section 16351 of the Government Code. Any additional loan requirement in excess of $45,000,000 shall be processed in the manner prescribed by Section 16351 of the Government Code.

5. Notwithstanding any other provision of law, the Director of Health Services may give public notice relative to proposing or amending any rule or regulation that could result in increased costs in the Medi-Cal program only after approval by the Department of Finance; and any rule or regulation adopted by the Director of Health Services and any communication that revises the Medi-Cal program shall be effective only from and after the date upon which it is approved by the Department of Finance.
6. Of the funds appropriated in this item, up to $50,000 may be allocated for attorneys' fees awarded pursuant to state or federal law without prior notification to the Legislature. Individual settlements authorized under this language shall not exceed $5,000. The semiannual estimates of Medi-Cal expenditures due to the Legislature in January and May shall reflect attorney fees paid 15 or more days prior to the transmittal of the estimate.
7. Change orders to the medical or the dental fiscal intermediary contract for amounts exceeding a total cost of $250,000 shall be approved by the Director of Finance not sooner than 30 days after written notification of the change order is provided to the chairpersons of the fiscal and policy committees in each house and to the Chairperson of the Joint Legislative Budget Committee or not sooner than such lesser time as the Chairperson of the Joint Legislative Budget Committee, or his or her designee, may designate. If there are changes or potential changes in federal funding, the Department of Finance shall provide timely written notification of the changes to the chairperson of the fiscal committee in each house and the Chairperson of the Joint Legislative Budget Committee. The semiannual estimates of Medi-Cal expenditures due to the Legislature in January and May may constitute the notification required by this provision.

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8. Recoveries of advances made to counties in prior years pursuant to Section 14153 of the Welfare and Institutions Code are reappropriated to the Health Care Deposit Fund for reimbursement of those counties where allowable costs exceeded the amounts advanced. Recoveries in excess of the amounts required to fully reimburse allowable costs shall be transferred to the General Fund. When a projected deficiency exists in the Medical Assistance Program, these funds, subject to notification to the Chairperson of the Joint Legislative Budget Committee, are appropriated and shall be expended as soon as practicable for the state's share of payments for medical care and services, county administration, and fiscal intermediary services.
9. The Department of Finance may transfer funds representing all or any portion of any estimated savings that are a result of improvements in the Medi-Cal claims processing procedures from the Medi-Cal services budget or the support budget of the State Department of Health Services (Item 4260-001-0001) to the fiscal intermediary budget item for purposes of making improvements to the Medi-Cal claims system.
10. Notwithstanding subdivision (a) of Section 2.00 and Section 26.00 of this act, the Department of Finance may authorize transfer of expenditure authority between Schedule (1), (2), (3) and Schedule (4). Schedule (4) may be used for the liquidation of prior years' excess obligations of Item 4260-101-0001.

    The Director of Finance shall notify the Legislature within 10 days of authorizing such a transfer unless prior notification of the transfer has been included in the Medi-Cal estimates submitted pursuant to Section 14100.5 of the Welfare and Institutions Code.
11. Of the amount appropriated in this item, $10,044,000 for the Statewide Automated Welfare System in Los Angeles Eligibility, Automated Determination, ~~Elevation~~ Evaluation and Reporting Consortium shall not be encumbered until the Department of Finance reviews and approves a special project report or equivalent document which specifies the application modifications to be completed and includes the ven-

Item Amount

dor's estimate of the funding needed to complete the modifications. At the time that it approves the fund availability, the Department of Finance shall provide written notification to the chairperson of the fiscal committees of each house of the Legislature and the Chairperson of the Joint Legislative Budget Committee.

~~12. A facility applying for reimbursement through the Wage Adjustment Rate Program, as described in Section 14110.65 of the Welfare and Institutions Code, shall submit a Rate Adjustment Request to the department by September 30, 2002. A Rate Adjustment Request from a facility which is received by the department after September 30, 2002, shall not be considered.~~

13. Of the amount appropriated in this item, $500,000 may be used to fund two pilot projects which allow select adult day health care centers to expand their hours of operation and to serve additional participants in a manner that meets the particular adult day health care needs of the Medi-Cal recipients within the service areas of the adult day health care centers that have been chosen for participation in the pilot program. This pilot program shall be known as the Alternative Scheduling Pilot Program.

14. The Department of Health Services shall conduct a study of the adequacy of Medi-Cal pharmacy reimbursement rates including the cost of providing prescription drugs and services. This study shall be provided to interested parties and the Legislature no later than August 15, 2002.

~~15. Notwithstanding any other provision of law, the Department of Health Services shall apply for a State Medi-Cal Plan Amendment to implement the Express Lane Eligibility for National School Lunch Program Eligible Children, effective July 1, 2002.~~

4260-101-0693—Notwithstanding any other provision of law, moneys available in the Emergency Services and Supplemental Payments Fund, after the appropriation made by Item 4260-001-0693 of this act, are appropriated to the Department of Health Services for expenditure for local assistance for the purposes specified in Section 14085.6 of the Welfare and Institutions Code.

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4260-101-0890—For local assistance, Department of Health Services, for payment to Item 4260-101-0001, payable from the Federal Trust Fund..... ~~14,951,031,000~~ *14,916,033,000*

Provisions:

1. Any of the provisions in Item 4260-101-0001 that are relevant to this item also apply to this item.
2. Of the amount appropriated in this item, $500,000 may be used to fund two pilot projects which allow select adult day health care centers to expand their hours of operation and to serve additional participants in a manner that meets the particular adult day health care needs of the Medi-Cal recipients within the service areas of the adult day health care centers who have been chosen for participation in the pilot program. This pilot program shall be known as the Alternative Scheduling Pilot Program.

4260-101-3020—For local assistance, Department of Health Services, for payment to Item 4260-101-0001, payable from the Tobacco Settlement Fund... 235,206,000

4260-102-0001—For local assistance, Department of Health Services, Program 20.10.030-Benefits (Medical Care and Services), for supplemental reimbursement for debt service pursuant to Section 14085.5 of the Welfare and Institutions Code..... 64,415,000

4260-102-0890—For local assistance, Department of Health Services, Program 20.10.030—Benefits (Medical Care and Services), payable from Federal Trust Fund, for supplemental reimbursement for debt service pursuant to Section 14085.5 of the Welfare and Institutions Code 65,324,000

4260-103-0890—For local assistance, for refugee services, Department of Health Services, for payment to Item 4260-101-0001, payable from the Federal Trust Fund 9,994,000

Provisions:

1. Any of the provisions in Item 4260-101-0001 that are relevant to this item also apply to this item.

4260-111-0001—For local assistance, Department of Health Services..... ~~425,121,000~~ *423,121,000*

Schedule:

(1) 10.10.010-Vital Records Improvement Project 300,000

Item	Amount
(2) 10.20.010-Environmental Management	~~26,344,000~~ *960,000*
(3) 10.20.040-Drinking Water	4,437,000
(4) 10.30.030-Childhood Lead Poisoning Prevention	11,000,000
(5) 10.30.040-Chronic Diseases	106,197,730
(6) 10.30.050-Communicable Disease Control	61,211,000
(7) 10.30.060-AIDS	290,344,000
(8) 20.30-County Health Services	96,521,420
(9) 20.40-Primary Care and Family Health	~~1,502,101,430~~ *1,498,101,430*
(10) Reimbursements	–70,980,000
(11) Amount payable from the Breast Cancer Control Account (Item 4260-111-0009)	–8,804,000
(12) Amount payable from the Childhood Lead Poisoning Prevention Fund (Item 4260-111-0080)	–14,500,000
(13) Amount payable from the Health Statistics Special Fund (Item 4260-111-0099)	–510,000
(13.5) Amount payable from the California Health Data and Planning Fund (Item 4260-111-0143)	–200,000
(14) Amount payable from the Health Education Account, Cigarette and Tobacco Products Surtax Fund (Item 4260-111-0231)	–53,866,730
(15) Amount payable from the Hospital Services Account, Cigarette and Tobacco Products Surtax Fund (Item 4260-111-0232)	–61,612,000
(16) Amount payable from the Physician Services Account, Cigarette and Tobacco Products Surtax Fund (Item 4260-111-0233)	–3,709,000
(17) Amount payable from the Unallocated Account, Cigarette and Tobacco Products Surtax Fund (Item 4260-111-0236)	–55,972,850
(18) Amount payable from the Child Health and Safety Fund (Item 4260-111-0279)	–491,000

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(19) Amount payable from the Drinking Water Treatment and Research Fund (Item 4260-111-0622)..... –4,374,000

(19.5) Amount payable from the Domestic Violence Training and Education Fund (Item 4260-111-0642). –900,000

(20) Amount payable from the Federal Trust Fund (Item 4260-111-0890) ..... ~~–1,078,357,000~~
–1,050,973,000

(21) Amount payable from the Tobacco Settlement Fund (Item 4260-111-3020).....–56,658,000

(22) Amount payable from WIC Manufacturer Rebate Fund (Item 4260-111-3023)..... –262,401,000

Provisions:

1. Program 10.30.060-AIDS:
The Office of AIDS in the State Department of Health Services, in allocating and processing contracts and grants, shall comply with the same requirements that are established for contracts and grants for other public health programs. The contracts or grants administered by the Office of AIDS shall be exempt from the Public Contract Code and shall be exempt from approval by the Department of Finance and the Department of General Services prior to their execution.
2. Program 20.40-Primary Care and Family Health:
Counties may retain 50 percent of total enrollment and assessment fees that are collected by the counties for the CCS program. Fifty percent of the enrollment and assessment fee for each county shall be offset from the state's match for that county.
3. Nonfederal funds appropriated in this item and Item 4260-001-0001 which have been budgeted to meet the state's Temporary Assistance for Needy Families maintenance-of-effort requirement established pursuant to the federal Personal Responsibility and Work Opportunity Reconciliation Act of 1996 (P.L. 104-193) may not be expended in any way that would cause their disqualification as a federally allowable maintenance-of-effort expenditure.
4. Using $20,000,000 in available one-time federal funds (reimbursements from the Department of

Item	Amount
Social Services), the funds appropriated in Schedule (5) of Item 4260-001-0001 ($988,000) and Schedule (10) of Item 4260-111-0001 ($19,012,000) are for expenditure in the 2002–03 fiscal year to continue the Community Challenge Grant Program.	
4260-111-0009—For local assistance, Department of Health Services, for payment to Item 4260-111-0001, payable from the Breast Cancer Control Account	8,804,000
4260-111-0080—For local assistance, Department of Health Services, for payment to Item 4260-111-0001, payable from the Childhood Lead Poisoning Prevention Fund	14,500,000
4260-111-0099—For local assistance, Department of Health Services, for payment to Item 4260-111-0001, payable from the Health Statistics Special Fund	510,000
4260-111-0143—For local assistance, Department of Health Services, for payment to Item 4260-111-0001, payable from the California Health Data and Planning Fund	200,000
4260-111-0231—For local assistance, Department of Health Services, for payment to Item 4260-111-0001, payable from the Health Education Account, Cigarette and Tobacco Products Surtax Fund	53,866,730
4260-111-0232—For local assistance, Department of Health Services, for payment to Item 4260-111-0001, payable from the Hospital Services Account, Cigarette and Tobacco Products Surtax Fund	61,612,000
4260-111-0233—For local assistance, Department of Health Services, for payment to Item 4260-111-0001, payable from the Physician Services Account, Cigarette and Tobacco Products Surtax Fund	3,709,000
4260-111-0236—For local assistance, Department of Health Services, for payment to Item 4260-111-0001, payable from the Unallocated Account, Cigarette and Tobacco Products Surtax Fund	55,972,850
~~Provisions:~~	
~~1. Of the amount appropriated in this item, $3,400,000 shall be available for expenditure in the Children's Treatment Program.~~	
4260-111-0279—For local assistance, Department of Health Services, for payment to Item 4260-111-0001, payable from the Child Health and Safety Fund	491,000

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4260-111-0622—For local assistance, Department of Health Services, for payment to Item 4260-111-0001, payable from the Drinking Water Treatment and Research Fund	4,374,000
4260-111-0642—For local assistance, Department of Health Services, for payment to Item 4260-111-0001, payable from the Domestic Violence Training and Education Fund	900,000
4260-111-0890—For local assistance, Department of Health Services, for payment to Item 4260-111-0001, payable from the Federal Trust Fund	~~1,078,357,000~~ *1,050,973,000*

Provisions:

1. Of the funds appropriated in this item, $57,207,000 shall be available for administration, research, and training projects. Notwithstanding the provisions of Section 28.00 of this act, the State Department of Health Services shall report under that section any new project over $200,000 or any increase in excess of $400,000 for an identified project.

4260-111-3020—For local assistance, State Department of Health Services, for payment to Item 4260-111-0001, payable from the Tobacco Settlement Fund	56,658,000
4260-111-3023—For local assistance, State Department of Health Services, for payment to Item 4260-111-0001, payable from the WIC Manufacturer Rebate Fund	262,401,000
4260-113-0001—For local assistance, Department of Health Services, for the Healthy Families Program (Medi-Cal)	~~29,791,000~~ *22,125,000*

Schedule:

(1) 20.10.010-Eligibility (County Administration)	~~12,709,000~~ ~~11,853,000~~ *10,691,000*
(2) 20.10.020-Fiscal Intermediary Management	92,000
(3) 20.10.030-Benefits (Medical Care and Services)	~~80,620,000~~ ~~81,476,000~~ *60,578,000*
(4) Amount payable from the Federal Trust Fund (Item 4260-113-0890)	~~–63,630,000~~ *–49,236,000*

Item	Amount
Provisions:	
1. Notwithstanding subdivision (a) of Section 2.00 and Section 26.00 of this act, the Department of Finance may authorize transfer of expenditure authority between Schedule (a), (b), or (c) and Schedule (d). Schedule (d) may be used for the liquidation of prior years' excess obligations of Item 4260-113-0001.	
The Director of Finance shall notify the Legislature within 10 days of authorizing such a transfer unless prior notification of the transfer has been included in the Medi-Cal estimates submitted pursuant to Section 14100.5 of the Welfare and Institutions Code.	
4260-113-0890—For local assistance, Department of Health Services, for payment to Item 4260-113-0001, payable from the Federal Trust Fund	~~63,630,000~~ *49,236,000*
4260-115-0890—For transfer by the Controller from the Federal Trust Fund to the Safe Drinking Water State Revolving Loan Fund	87,482,000
4260-116-0890—For transfer by the Controller to various federal funds	(12,128,000)
Provisions:	
1. Pursuant to Chapter 734, Statutes of 1997, the Department of Health Services may transfer funds appropriated in this item to the Administrative Account of the Safe Drinking Water State Revolving Fund (0625), Water System Reliability Account of the Safe Drinking Water State Revolving Fund (0626), Source Protection Account of the Safe Drinking Water State Revolving Fund (0627), Small System Technical Assistance Account of the Safe Drinking Water State Revolving Fund (0628), and Safe Drinking Water State Revolving Fund (0629) for the purpose of administering the California Safe Drinking Water Act. In addition, the Department of Health Services may transfer funds between the above-mentioned funds.	
2. Upon notification to the Department of Finance, the Department of Health Services may increase the amount appropriated in this item for transfer to the funds cited in Provision 1.	
4260-117-0001—For local assistance, Department of Health Services, for implementation of the Health Insurance Portability and Accountability Act	5,621,000

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Schedule:

(1) 20.10.010-Eligibility (County Administration) 6,203,000

(2) 20.10.020-Fiscal Intermediary Management 35,125,000

(4) Amount payable from the Federal Trust Fund (Item 4260-117-0890).–35,707,000

Provisions:

1. The funding appropriated in this item is limited to the amount specified in Section 17.00 of this act. These funds are to be used in support of compliance activities related to the federal Health Insurance Portability and Accountability Act (HIPAA) of 1996.

4260-117-0890—For local assistance, Department of Health Services, for payment to Item 4260-117-0001, payable from the Federal Trust Fund, for implementation of the Health Insurance Portability and Accountability Act 35,707,000

Provisions:

1. The funding appropriated in this item is limited to the amount specified in Control Section 17.00. These funds are to be used in support of compliance activities related to the federal Health Insurance Portability and Accountability Act (HIPAA) of 1996.

4260-295-0001—For local assistance, Department of Health Services, for reimbursement, in accordance with the provisions of Section 6 of Article XIII B of the California Constitution or Section 17561 of the Government Code, of the costs of any new program or increased level of service of an existing program mandated by statute or executive order, for disbursement by the State Controller 9,000

Schedule:

(1) 98.01.026.891-SIDS Contacts by Local Health Officers (Ch. 268, Stats. 1991) 1,000

(2) 98.01.045.374-SIDS Notices (Ch. 453, Stats. 1974)..... 1,000

(3) 98.01.091.692-Pacific Beach Safety (Ch. 916, Stats. 1992) 1,000

(4) 98.01.095.589-SIDS Autopsies (Ch. 955, Stats. 1989) 1,000

(5) 98.01.108.888-AIDS Search Warrants (Ch. 1088, Stats. 1988)..... 1,000

Item	Amount
(6) 98.01.116.381-Medi-Cal Beneficiary Death Notices (Ch. 102, Stats. 1981 and Ch. 1163, Stats. 1981)	1,000
(7) 98.01.159.788-Inmates AIDS Testing (Ch. 1597, Stats. 1988)	1,000
(8) 98.01.160.390-Perinatal services for alcohol/drug exposed infants (Ch. 1603, Stats. 1990)	1,000
(9) 98.01.111.189-SIDS Training for Firefighters (Ch. 1111, Stats. 1989)	1,000

Provisions:

1. Except as provided in Provision 2 of this item, allocations of funds provided in this item to the appropriate local entities shall be made by the State Controller in accordance with the provisions of each statute or executive order that mandates the reimbursement of the costs, and shall be audited to verify the actual amount of the mandated costs in accordance with subdivision (d) of Section 17561 of the Government Code. Audit adjustments to prior year claims may be paid from this item. Funds appropriated in this item may be used to provide reimbursement pursuant to Article 5 (commencing with Section 17615) of Chapter 4 of Part 7 of Division 4 of Title 2 of the Government Code.
2. If any of the scheduled amounts are insufficient to provide full reimbursement of costs, the State Controller may, upon notifying the Director of Finance in writing, augment those deficient amounts from the unencumbered balance of any other scheduled amounts therein. No order may be issued pursuant to this provision unless written notification of the necessity therefor is provided to the chairperson of the committee in each house that considers appropriations and the Chairperson of the Joint Legislative Budget Committee or his or her designee.

~~4260-301-0001—For capital outlay, Department of Health Services~~ ..... ~~150,000~~

~~Schedule:~~

~~(1) 94.50.030-Southern California Laboratory Space Needs—Study~~ .. ~~150,000~~

4260-301-0660—For capital outlay, Department of Health Services, payable from the Public Buildings Construction Fund 47,527,000

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Schedule:

(1) 94.60.050-Richmond Laboratory Campus: Phase III Office Building—Construction..... 47,527,000

Provisions:

1. The State Public Works Board may issue lease-revenue bonds, notes, or bond anticipation notes pursuant to Chapter 5 (commencing with Section 15830) of Part 10b of Division 3 of Title 2 of the Government Code to finance the construction of the project authorized in this item.
2. The State Public Works Board and the Department of Health Services may obtain interim financing for the project costs authorized in this item from any appropriate source including, but not limited to, the Pooled Money Investment Account pursuant to Sections 16312 and 16313 of the Government Code.
3. The State Public Works Board may authorize the augmentation of the cost of construction of the project scheduled in this item pursuant to the board's authority under Section 13332.11 of the Government Code. In addition, the State Public Works Board may authorize any additional amount necessary to establish a reasonable construction reserve and to pay the cost of financing including the payment of interest during construction of the project, the costs of financing a debt service fund, and the cost of issuance of permanent financing for the project. This additional amount may include interest payable on any interim financing obtained.
4. Each participating agency or department is authorized and directed to execute and deliver any and all leases, contracts, agreements or other documents necessary or advisable to consummate the sale of bonds or otherwise effectuate the financing of the scheduled project.
5. The State Public Works Board shall not be deemed a lead or responsible agency for purposes of the California Environmental Quality Act (commencing with Section 21000 of the Public Resources Code) for any activities under the State Building Construction Act of 1955 (commencing with Section 15800 of the Government Code). This section does not exempt any participating agency or department from the requirements of

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the California Environmental Quality Act. This section is intended to be declarative of existing law.

4260-402—In the event the bonds authorized for the Capital Area Plan project in Chapter 761, Statutes 1997 are not sold, the Department of Health Services shall commit a sufficient portion of its support appropriation, as determined by the Department of Finance, which is provided for in this Budget Act to repay any interim financing. It is the intent of the Legislature that this commitment shall be included in future Budget Acts until all interim financing is repaid either through the proceeds from the sale of bonds or from an appropriation.

4260-490—Reappropriation, Department of Health Services. Notwithstanding any other provision of law, the balance of the funds for the appropriations provided in the following citations are reappropriated for expenditure pursuant to the following provisions and are available for expenditure until June 30, 2003:

0001—General Fund

(1) Item 4260-001-0001, Budget Act of 2001 (Ch. 106, Stats. 2001)

(2) Item 4260-101-0001, Budget Act of 2001 (Ch. 106, Stats. 2001)

~~(2)~~ 0890—Federal Trust Fund

(1) Item 4260-001-0890, Budget Act of 2001 (Ch. 106, Stats. 2001)

(2) Item 4260-101-0890, Budget Act of 2001 (Ch. 106, Stats. 2001)

Provisions:

1. It is the intent of this item to continue funding approved activities for the automation projects that, due to schedule changes, result in unexpended appropriations one year and the need for additional funding in the following year. Therefore, notwithstanding any other provision of law, the balance of the appropriations for these automation projects may, upon approval of the Department of Finance, be reappropriated for transfer to and in augmentation of the corresponding items in this act. The funds reappropriated by this provision shall be made available consistent with the amount approved by the Department of Finance ~~and the Department of Information Technology~~ based on an approved special project report or equivalent document not sooner than 30 days after providing

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notification in writing to the chairperson of the fiscal committee of each house of the Legislature and the Chairperson of the Joint Legislative Budget Committee.

2. Of the amount reappropriated in Schedules (1) and (2), up to $200,000 ($100,000 General Fund and $100,000 federal funds) may be reappropriated for external counsel for defense of pending lawsuits.

3. Of the amount reappropriated in Schedules (1) and (2), up to ~~$1,016,000~~ ~~($508,000~~ $960,000 ($480,000 General Fund) may be reappropriated to develop a pilot program to offer assisted living for Medi-Cal recipients.

4260-491—Reappropriation, Department of Health Services. Notwithstanding any other provision of law, the balances of the appropriations provided for in the following citations are reappropriated for the purposes and subject to the limitations, unless otherwise specified, provided for in those appropriations, and shall be available for expenditure until June 30, 2003.

0001—General Fund

(1) Item 4260-001-0001, Budget Act of 2000, (2) 20—Health Care Services. The balance of the $400,000 for the Medi-Cal Pharmacy Reimbursement Rate Study is reappropriated for the program in fiscal year 2002–03, subject to the limitations provided for in the appropriation.

(2) Item 4260-001-0001, Budget Act of 2000, (2) 10—Public and Environmental Health. The balance of the $250,000 for the interagency agreement or contract for the planning and development of a scientific protocol for the study of the effect of diet on the disease management of multiple sclerosis is reappropriated for the program in the 2002–03 fiscal year, subject to the limitations provided in the appropriation.

4260-495—Reversion, Department of Health Services. As of June 30, 2002, $1,000,000 of the appropriation provided in the following citation shall revert to the balance of the fund from which the appropriation was made:

0001—General Fund

(1) Item 4260-001-0001, Budget Act of 2001 (Ch. 106, Stats. 2001)

Item	Amount
(2) 20-Health Care Services: Nursing Homes Quality Awards Program	
4260-496—Reversion, Department of Health Services. As of June 30, 2002, $8,298,000 of the appropriation provided in the following citation shall be transferred to the General Fund.	
3020—Tobacco Settlement Fund	
(1) $8,298,000 from Item 4260-111-3020, Budget Act of 2001 (Ch. 106, Stats. of 2001)	
4270-001-0001—For support, California Medical Assistance Commission	1,096,000
Schedule:	
(1) 10-California Medical Assistance Commission..... 2,364,000	
(2) Reimbursements..... –1,177,000	
(3) Amount payable from Emergency Services and Supplemental Payments Fund (Item 4270-001-0693)..... –91,000	
4270-001-0693—For support, California Medical Assistance Commission, for payment to Item 4270-001-0001, payable from the Emergency Services and Supplemental Payments Fund.....	91,000
Provisions:	
1. To the extent that moneys available in the Emergency Services and Supplemental Payments Fund are less than the amount appropriated in this item, this appropriation shall be limited to that lesser amount.	
2. Notwithstanding any other provision of law, if revenues to the Emergency Services and Supplemental Payments Fund are sufficient to create additional allocation workload, the Director of Finance may authorize expenditures for the California Medical Assistance Commission in excess of the amount appropriated not sooner than 30 days after notification in writing of the necessity therefor is provided to the chairpersons of the fiscal committees and the Chairperson of the Joint Legislative Budget Committee, or not sooner than whatever lesser time the chairperson of the committee, or his or her designee, may in each instance determine.	
4280-001-0001—For support of Managed Risk Medical Insurance Board	1,777,000

Item		Amount
Schedule:		
(1) 10-Major Risk Medical Insurance Program	866,000	
(2) 20-Access for Infants and Mothers Program	824,000	
(3) 40-Healthy Families Program	5,473,000	
(4) Reimbursements	–98,000	
(5) Amount payable from Perinatal Insurance Fund (Item 4280-001-0309)	–824,000	
(6) Amount payable from Major Risk Medical Insurance Fund (Item 4280-001-0313)	–866,000	
(7) Amount payable from Federal Trust Fund (Item 4280-001-0890)	–3,598,000	
4280-001-0309—For support of Managed Risk Medical Insurance Board, for payment to Item 4280-001-0001, payable from the Perinatal Insurance Fund		824,000
Provisions:		
1. Provision 1 of Item 4280-001-0313 also applies to this item.		
4280-001-0313—For support of Managed Risk Medical Insurance Board, for payment to Item 4280-001-0001, payable from the Major Risk Medical Insurance Fund		866,000
Provisions:		
1. Notwithstanding any other provision of law, the Director of Finance may authorize expenditures for the Managed Risk Medical Insurance Board in excess of the amount appropriated not sooner than 30 days after notification in writing of the necessity therefor is provided to the chairpersons of the fiscal committees and the Chairperson of the Joint Legislative Budget Committee, or not sooner than whatever lesser time the chairperson of the committee, or his or her designee, may in each instance determine.		
4280-001-0890—For support of Managed Risk Medical Insurance Board, for payment to Item 4280-001-0001, payable from Federal Trust Fund, for Healthy Families Program		3,598,000
4280-101-0001—For local assistance, Managed Risk Medical Insurance Board, for the Healthy Families Program		~~69,709,000~~ *19,695,000*

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Schedule:

(1) 20-Access for Infants and Mothers Program..... 12,365,000

(2) 40-Healthy Families Program .....~~771,619,000~~ *634,791,000*

(3) Reimbursements..... –75,000

(4) Amount payable from the Federal Trust Fund (Item 4280-101-0890) ..... ~~–479,448,000~~ *–392,634,000*

(5) Amount payable from the Tobacco Settlement Fund (Item 4280-101-3020) ..... –234,752,000

Provisions:

1. Upon order of the Director of Finance, the State Controller shall transfer such funds as are necessary between this item and Item 4280-102-0001 in order to effectively administer the Healthy Families Program.

4280-101-0890—For local assistance, Managed Risk Medical Insurance Board, for payment to Item 4280-101-0001, payable from the Federal Trust Fund, for the Healthy Families Program..... ~~479,448,000~~ *392,634,000*

Provisions:

1. Upon order of the Director of Finance, the State Controller shall transfer such funds, as are necessary between this item and Item 4280-102-0890 in order to effectively administer the Healthy Families Program.

4280-101-3020—For local assistance, Managed Risk Medical Insurance Board, for payment to Item 4280-101-0001, payable from the Tobacco Settlement Fund, for the Healthy Families Program..... 234,752,000

4280-102-0001—For local assistance, Managed Risk Medical Insurance Board, for the Healthy Families Program administrative contracts..... ~~4,009,000~~ *1,593,000*

Schedule:

(1) 40-Healthy Families Program ..... ~~48,292,000~~ *41,788,000*

(2) Reimbursements.....–11,414,000

(3) Amount payable from the Federal Trust Fund (Item 4280-102-0890).....~~–32,869,000~~ *–28,781,000*

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Provisions:

1. Upon order of the Director of Finance, the State Controller shall transfer such funds as are necessary between this item and Item 4280-101-0001 in order to effectively administer the Healthy Families Program.

4280-102-0890—For local assistance, Managed Risk Medical Insurance Board, for payment to Item 4280-102-0001, payable from the Federal Trust Fund, for Healthy Families Program administrative contracts ..... ~~32,869,000~~ *28,781,000*

Provisions:

1. Upon order of the Director of Finance, the State Controller shall transfer such funds, as are necessary between this item and Item 4280-101-0890 in order to effectively administer the Healthy Families Program.

4280-111-0232—For transfer by the Controller from the Hospital Services Account, Cigarette and Tobacco Products Surtax Fund to the Perinatal Insurance Fund, for the Access for Infants and Mothers Program ..... (24,996,000)

4280-111-0233—For transfer by the Controller from the Physician Services Account, Cigarette and Tobacco Products Surtax Fund to the Perinatal Insurance Fund, for the Access for Infants and Mothers Program ..... (13,768,000)

4280-111-0236—For transfer by the Controller from the Unallocated Account, Cigarette and Tobacco Products Surtax Fund to the Perinatal Insurance Fund, for the Access for Infants and Mothers Program ..... (26,076,000)

4280-112-0232—For transfer by the Controller from the Hospital Services Account, Cigarette and Tobacco Products Surtax Fund to the Major Risk Medical Insurance Fund, for the Major Risk Medical Insurance Program ..... (6,393,000)

4280-112-0233—For transfer by the Controller from the Physician Services Account, Cigarette and Tobacco Products Surtax Fund to the Major Risk Medical Insurance Fund, for the Major Risk Medical Insurance Program ..... (3,607,000)

4300-001-0001—For support of Department of Developmental Services 19,184,000

Schedule:

(1) 10-Community Services Program... 13,459,000

(2) 20-Developmental Centers Program. 16,406,000

Item	Amount
(3) 35.01-Administration	20,042,000
(4) 35.02-Distributed Administration	–20,042,000
(5) Reimbursements	–8,583,000
(6) Amount payable from the Developmental Disabilities Program Development Fund (Item 4300-001-0172)	–252,000
(7) Amount payable from the Federal Trust Fund (Item 4300-001-0890)	–1,846,000

Provisions:

1. Upon order of the Director of Finance, the State Controller shall transfer such funds as are necessary between this item and Item 4300-003-0001 in order to appropriately align General Fund and Medi-Cal reimbursements from the Department of Health Services with budgeted activities. Within 10 working days after approval of a transfer as authorized by this provision, the Department of Finance shall notify the chairperson of the fiscal committee of each house of the Legislature and the Chairperson of the Joint Legislative Budget Committee of the transfer, including the amount transferred, how the amount was determined, and how the amount will be utilized.
2. The General Fund shall make a loan available to the State Department of Developmental Services not to exceed a cumulative total of $2,000,000. The loan funds will be transferred to this item as needed to meet cashflow needs due to delays in collecting reimbursements for the Health Care Deposit Fund, and is subject to the repayment provisions in Section 16351 of the Government Code.
3. The Department may promulgate regulations specifically for implementing proposals to increase federal funding to the state. These regulations shall be deemed emergency regulations necessary for the immediate preservation of the public peace, health and safety, or general welfare for purposes of subdivision (b) of Section 11346.1 of the Government Code.
4. The Department of Developmental Services and the Department of Rehabilitation shall review the operation of Supported Employment Programs, Work Activity Programs, and other work activity programs in each department, as deemed appro-

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priate by the departments. The departments shall jointly examine the rates paid to providers of these activities, the eligibility for participation in each program, and consumer outcome measures. The two departments shall provide this information to budget and policy committees of the Legislature by February 1, 2003. The departments may include a recommendation for streamlining and consolidating these programs if the findings warrant the recommendation.

4300-001-0172—For support of Department of Developmental Services, for payment to Item 4300-001-0001, payable from the Developmental Disabilities Program Development Fund..... 252,000

4300-001-0890—For support of Department of Developmental Services, for payment to Item 4300-001-0001, payable from the Federal Trust Fund 1,846,000

Provisions:

1. Upon order of the Director of Finance, the State Controller shall transfer such funds as are necessary between this item and Item 4300-101-0890 in order to effectively administer the Early Intervention Program (Part C of the Individuals with Disabilities Education Act).

4300-003-0001—For support of Department of Developmental Services, for Developmental Centers..... 331,040,000

Schedule:

(1) 20-Developmental Centers Program.....610,192,000
(2) Reimbursements ..... –276,000,000
(3) Amount payable from the California State Lottery Education Fund (Item 4300-003-0814) ..... –2,497,000
(4) Amount payable from the Federal Trust Fund (Item 4300-003-0890)..... –655,000

Provisions:

1. The General Fund shall make a loan available to the State Department of Developmental Services not to exceed a cumulative total of $78,000,000. The loan funds will be transferred to this item as needed to meet cashflow needs due to delays in collecting reimbursements from the Health Care Deposit Fund, and subject to the repayment provisions of Section 16351 of the Government Code.

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2. Upon order of the Director of Finance, the State Controller shall transfer such funds as are necessary between this item and Item 4300-001-0001 in order to appropriately align General Fund and Medi-Cal reimbursements from the Department of Health Services with budgeted activities. Within 10 working days after approval of a transfer as authorized by this provision, the Department of Finance shall notify the chairperson of the fiscal committee of each house of the Legislature and the Chairperson of the Joint Legislative Budget Committee of the transfer, including the amount transferred, how the amount was determined, and how the amount will be utilized.
3. Of the amount appropriated in Schedule (1), $444,000 is provided for payment of energy service contracts as required in connection with issuance of Public Works Board Energy Efficiency Revenue Bonds (State Pool Program), Series 1986 A.
4. To the extent that the State Department of Developmental Services is eligible to receive additional Title XIX Medi-Cal reimbursements as a result of population increases in the developmental centers, the department is authorized to expend those reimbursements for the care of the additional clients upon approval of the Director of Finance.
5. Upon order of the Director of Finance, the Controller shall transfer such funds as are necessary between this item and Item 4300-101-0001. Within 10 working days after approval of a transfer as authorized by this provision, the Department of Finance shall notify the chairperson of the fiscal committee of each house of the Legislature of the transfer, including the amount transferred, how the amount was determined, and how the amount will be utilized.
6. Forensic individuals will not be permitted at Lanterman Developmental Center.
7. The number of severe behavior individuals at Lanterman Developmental Center (LDC) shall not exceed 128, provided, however, that (a) only severe behavior individuals with a Community Risk Grade of ''1A'' or ''1B'' will be admitted to, or housed at, LDC, and (b) no severe behavior individual will be admitted to, or housed at, LDC

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who has, at any time, been accused of or charged with the commission of a violent felony offense.

8. The State Department of Developmental Services (DDS) shall notify the chairperson of each fiscal committee and policy committee of each house of the Legislature of specific outcomes resulting from citations and the results of annual surveys conducted by the State Department of Health Services, as well as findings of any other government agency authorized to conduct investigations or surveys of state developmental centers. DDS shall forward the notifications, including a copy of the specific findings, to the chairpersons of the respective committees within 10 working days of its receipt of these findings. DDS also shall forward these findings, within three working days of submission, to the appropriate investigating agency. In addition, DDS shall provide notification to the above-mentioned committee chairs, within three working days, of its receipt of information concerning any investigation initiated by the United States Department of Justice and the private nonprofit corporation designated by the Governor pursuant to Division 4.7 (commencing with Section 4900) of the Welfare and Institutions Code or concerning any findings or recommendations resulting from any of these investigations.
9. The total number of high-risk developmental center residents at Porterville Developmental Center shall not exceed 256, which is the capacity of buildings 13–18 (currently located behind fencing) at the Porterville Development Center, until Phase II and Phase III security improvement projects are complete. In addition, the requisite ratio of security personnel to resident populations shall be achieved and maintained before the number of high-risk residents are increased above 256 at the Porterville Developmental Center. Upon completion of Phase II and Phase III security improvement projects, the State Department of Developmental Services shall certify in writing that the requirements of this provision have been met, and this certification shall be provided to the Legislative Analyst, the fiscal and appropriate policy committees of the Legislature, the legislative representatives of the region, and the Community Advisory Board Representatives of the Porterville

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Developmental Center before the number of high-risk developmental center residents may be increased.

4300-003-0814—For support of Department of Developmental Services, for payment to Item 4300-003-0001, payable from the California State Lottery Education Fund 2,497,000

Provisions:

1. All funds received pursuant to Proposition 37 that are allocable to the Department of Developmental Services pursuant to Section 8880.5 of the Government Code, and that are in excess of the amount appropriated in this item, are hereby appropriated in augmentation of this item. These additional funds may be expended only upon written approval of the Director of Finance.

4300-003-0890—For support of Department of Developmental Services, for payment to Item 4300-003-0001, payable from the Federal Trust Fund 655,000

Provisions:

1. Upon order of the Director of Finance, the Controller shall transfer such funds as are necessary between this item and Item 4300-101-0890 in order to effectively administer the Foster Grandparents Program.

4300-004-0001—For support of Department of Developmental Services (Proposition 98), for Developmental Centers 11,448,000

Schedule:

(1) 20-Developmental Centers Program 16,912,000
  (a) 20.17-AB 1202 Contracts 3,000,000
  (b) 20.66-Medi-Cal Eligible Education Services 13,912,000
(2) Reimbursements ..... –5,464,000

Provisions:

1. Of the amount appropriated in this item, $5,258,000 is to be used to provide the General Fund match for Medi-Cal Eligible Education Services.

4300-017-0001—For support of Department of Developmental Services 690,000

Schedule:

(1) 20-Developmental Centers Program. 1,380,000
(2) Reimbursements ..... –690,000

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Provisions:

1. The funding appropriated in this item is limited to the amount specified in Control Section 17.00. These funds are to be used in support of compliance activities related to the federal Health Insurance Portability and Accountability Act (HIPAA) of 1996.

4300-101-0001—For local assistance, Department of Developmental Services, for Regional Centers ..... ~~1,458,170,000~~ *1,452,555,000*

Schedule:

(1) 10.10.010-Operations.....404,281,000
(2) 10.10.020-Purchase of Services.. ~~1,780,703,000~~ *1,775,088,000*
(3) 10.10.060-Early Intervention Programs 20,095,000
(4) 10.70-Habilitation Services..... 15,172,000
(5) Reimbursements ..... –713,286,000
(6) Amount payable from Developmental Disabilities Program Development Fund (Item 4300-101-0172)..... –1,800,000
(7) Amount payable from Federal Trust Fund (Item 4300-101-0890).....–46,995,000

Provisions:

1. Upon order of the Director of Finance, the Controller shall transfer such funds as are necessary between this item and Item 4300-003-0001. The Director of Finance may authorize the transfer of funds between this item and Item 4260-101-0001 for the state's share of expenditures for developmental services provided to persons eligible under the California Medical Assistance Program.
2. A loan shall be made available from the General Fund to the State Department of Developmental Services not to exceed a cumulative total of $160,000,000. The loan funds shall be transferred to this item as needed to meet cashflow needs due to delays in collecting reimbursements from the Health Care Deposit Fund, and are subject to the repayment provisions of Section 16351 of the Government Code.
3. Upon order of the Director of Finance, in order to meet client services needs, the Controller shall transfer the General Fund share of budgeted client costs as necessary between this item and Items 5160-001-0001 and 5160-101-0001 to provide for

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the transfer of clients between the Department of Developmental Services and the Department of Rehabilitation resulting from program closures. The amount transferred shall be based on the amount budgeted per client by each department for the remainder of the fiscal year.

4. Upon order of the Director of Finance, the Controller shall transfer funds as are necessary between this item and Item 5160-001-0001 to provide for the transportation costs to and from work activity programs of clients who are receiving vocational rehabilitation services through the Vocational Rehabilitation/Work Activity Program (VR/WAP) Transition Program.

4300-101-0172—For local assistance, Department of Developmental Services, for payment to Item 4300-101-0001, payable from the Developmental Disabilities Program Development Fund 1,800,000

Provisions:

1. Notwithstanding any other provision of law, the Director of Finance may authorize expenditures for the Department of Developmental Services in excess of the amount appropriated no sooner than 30 days after notification in writing of the chairperson of the fiscal committees and the Chairperson of the Joint Legislative Budget Committee, or no sooner than such lesser time as the chairperson of the committee, or his or her designee, may in each instance determine.

4300-101-0890—For local assistance, Department of Developmental Services, for Regional Centers, for payment to Item 4300-101-0001, payable from Federal Trust Fund..... 46,995,000

Provisions:

1. Upon order of the Director of Finance, the Controller shall transfer such funds as are necessary between this item and Item 4300-001-0890 in order to effectively administer the Early Intervention Program (Part C of the Individuals with Disabilities Education Act).
2. Upon order of the Director of Finance, the Controller shall transfer such funds as are necessary between this item and Item 4300-003-0890 in order to effectively administer the Foster Grandparents Program.

4300-117-0001—For local assistance, Department of Developmental Services 167,000

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Schedule:

(1) 10.10.010-Regional Centers: Operations..... 334,000

(2) Reimbursements..... –167,000

Provisions:

1. The funding appropriated in this item is limited to the amount specified in Section 17.00. These funds are to be used in support of compliance activities related to the federal Health Insurance Portability and Accountability Act (HIPAA) of 1996.

4300-295-0001—For local assistance, Department of Developmental Services, for reimbursement, in accordance with the provisions of Section 6 of Article XIII B of the California Constitution or Section 17561 of the Government Code, of the costs of any new program or increased level of service of an existing program mandated by statute or executive order, for disbursement by the State Controller..... 4,000

Schedule:

(1) 98.01.064.480-Judicial Proceedings (Ch. 644, Stats. 1980)..... 1,000

(2) 98.01.069.475-Attorney Fees (Ch. 694, Stats. 1975)..... 1,000

(3) 98.01.125.380-MR Representation (Ch. 1253, Stats. 1980)..... 1,000

(4) 98.01.130.480-Conservatorship (Ch. 1304, Stats. 1980)..... 1,000

(5) 98.01.135.776-Guardianship/Conservatorship filings (Ch. 1357, Stats. 1976)..... 0

Provisions:

1. Except as provided in Provision 2, allocations of funds provided in this item to the appropriate local entities shall be made by the Controller in accordance with the provisions of each statute or executive order that mandates the reimbursement of the costs, and shall be audited to verify the actual amount of the mandated costs in accordance with subdivision (d) of Section 17561 of the Government Code. Audit adjustments to prior year claims may be paid from this item. Funds appropriated in this item may be used to provide reimbursement pursuant to Article 5 (commencing with Section 17615) of Chapter 4 of Part 7 of Division 4 of Title 2 of the Government Code.

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2. If any of the scheduled amounts are insufficient to provide full reimbursement of costs, the Controller may, upon notifying the Director of Finance in writing, augment those deficient amounts from the unencumbered balance of any other scheduled amounts therein. No order may be issued pursuant to this provision unless written notification of the necessity therefor is provided to the chairperson of the committee in each house that considers appropriations and the Chairperson of the Joint Legislative Budget Committee or his or her designee.
3. Pursuant to Section 17581 of the Government Code, mandates identified in the appropriation schedule of this item with an appropriation of $0 and included in the language of this provision are specifically identified by the Legislature for suspension during the 2001–02 fiscal year:
   (5) Guardianship/Conservatorship filings (Ch. 1357, Stats. 1976)

4300-490—Reappropriation, Department of Developmental Services. Notwithstanding any other provision of law, as of June 30, 2002, the balances of the appropriations provided in the following citations are reappropriated for the purposes specified and shall be available for expenditure until June 30, 2003, unless otherwise stated.

0001—General Fund

(1) Item 4300-101-0001 (1) 10.10.010 and (2) 10.10.020, Budget Act of 2001 (Ch. 106, Stats. 2001) for the Life Quality Assessment Interagency Agreement with the Organization of Area Boards on Developmental Disabilities.
(2) The balance of $450,000 appropriated for the Los Angeles Forensic Project in Item 4300-101-0001 (1) 10.10.010, Budget Act of 2001 (Ch. 106, Stats. 2001) is reappropriated for transfer to and in augmentation of Item 4300-101-0001 (1) 10.10.010 of Section 2.00 of this act for completion of the project.
(3) Up to $700,000 appropriated for the California Developmental Disabilities Information System in Item 4300-101-0001 (1) 10.10.010, Budget Act of 2001 (Ch. 106, Stats. 2001), shall be reappropriated for purposes of project management and training services.

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4300-495—Reversion, Department of Developmental Services. As of June 30, 2002, the following amounts from the appropriation provided in the following citations shall revert to the fund balance of the fund from which the appropriation was made:

0001—General Fund

(1) $25,000,000 from Item 4300-101-0001, (b) 10.10.020, Budget Act of 2000 (Ch. 52, Stats. 2000)

(2) $14,000,000 from Item 4300-101-0001, (2) 10.10.020, Budget Act of 2001 (Ch. 106, Stats. 2001)

4440-001-0001—For support of Department of Mental Health ..... ~~28,442,000~~ *28,172,000*

Schedule:

(1) 10-Community Services ..... ~~33,679,000~~ *33,409,000*

(2) 20-Long-Term Care Services 11,991,000

(3) 35.01-Departmental Administration .. 17,740,000

(4) 35.02-Distributed Departmental Administration .....–17,740,000

(5) Reimbursements .....–13,153,000

(6) Amount payable from the Restitution Fund (Item 4440-001-0214)... –737,000

(7) Amount payable from the Traumatic Brain Injury Fund (Item 4440-001-0311)..... –178,000

(8) Amount payable from the Federal Trust Fund (Item 4440-001-0890). –3,160,000

Provisions:

1. Upon order of the Director of Finance, and following 30-day notification to the Joint Legislative Budget Committee, the Controller shall transfer between this item and Item 4440-016-0001 those funds that are necessary for direct community services, as well as administrative and ancillary services related to the provision of direct services.

~~2. It is the intent of the Legislature that the $120,000 in savings achieved with the reduction of two vacant positions from state support of the Department of Mental Health's headquarters be used to restore funding for patients' rights contracts.~~

4440-001-0214—For support of Department of Mental Health, for payment to Item 4440-001-0001, payable from the Restitution Fund 737,000

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4440-001-0311—For support of Department of Mental Health, for payment to Item 4440-001-0001, payable from the Traumatic Brain Injury Fund.....	178,000
4440-001-0890—For support of Department of Mental Health, for payment to Item 4440-001-0001, payable from the Federal Trust Fund	3,160,000
Provisions:	
1. Upon order of the Department of Finance, the State Controller shall transfer such funds as are necessary between this item and Item 4440-101-0890.	
4440-003-0001—For support of the Department of Mental Health for rental payments on lease revenue bonds	2,927,000
Schedule:	
(1) Base Rent and Fees..... 2,893,000	
(2) Insurance 34,000	
Provisions:	
1. The Controller shall transfer funds appropriated in this item according to a schedule to be provided by the State Public Works Board. The schedule shall be provided on a monthly basis or as otherwise might be needed to ensure debt requirements are met.	
4440-011-0001—For support of the State Hospitals, Department of Mental Health	444,786,000
Schedule:	
(1) 20.10-Long-Term Care Services—Lanterman-Petris-Short..... 95,192,000	
(2) 20.20-Long-Term Care Services—Penal Code and Judicially Committed.....444,788,000	
(3) 20.30-Long-Term Care Services—Other State Hospital Services 42,549,000	
(4) Reimbursements ..... −137,187,000	
(5) Amount payable from the California State Lottery Education Fund (Item 4440-011-0814) ..... −556,000	
Provisions:	
1. Upon order of the Director of Finance, the Controller shall transfer such funds as are necessary between this item and Item 5240-001-0001.	
2. Upon order of the Director of Finance, and following 30-day notification to the Joint Legislative Budget Committee, the Controller shall transfer between this item and Item 4440-016-0001 those funds that are necessary for direct community ser-	

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vices, as well as administrative and ancillary services related to the provision of direct services.

3. Upon approval of the State Department of Mental Health, a portion of the funds appropriated in Schedule (2) shall be available to reimburse counties for the cost of treatment and legal services to patients in the four State Department of Mental Health State Hospitals, pursuant to Section 4117 of the Welfare and Institutions Code. Expenditures made under this item shall be charged to either the fiscal year in which the claim is received or the fiscal year in which the Controller issues the warrant. Claims filed by local jurisdictions for legal services may be scheduled by the Controller for payment.
4. The reimbursements identified in Schedule (4) of this item shall include amounts received by the State Department of Mental Health as a result of billing for LPS state hospital bed day expenditures attributable to conservatees who are gravely disabled as defined in subparagraph (B) of paragraph (1) of subdivision (h) of Section 5008 of the Welfare and Institutions Code (Murphy Conservatee).
5. Of the total amount attributable in the 2002–03 fiscal year to patient-generated collections for LPS patients, the Controller shall transfer the first $8,000,000 as revenue to the General Fund, and the remainder shall be used to offset county costs for LPS state hospital beds.
6. Transfers of low- and medium-security risk Penal Code patients to Napa State Hospital or Metropolitan State Hospital shall be arranged on a flow basis to ensure community security and safety and patient stability. In no instance shall the number of Penal Code or forensic patients admitted exceed 30 patients in any month at either state hospital.
7. The State Department of Mental Health shall provide specialized training to level-of-care and, as necessary, nonlevel-of-care, staff at both Napa and Metropolitan State Hospitals to ensure the safest and most therapeutic environment possible for both patients and employees.
8. The State Department of Mental Health shall provide specialized training to local law enforcement agencies located in the immediate vicinity of Napa State Hospital and Metropolitan State Hos-

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pital, as needed, in order to ensure both patient and local community safety. At a minimum, the training shall include information on how to identify a patient, procedures for notifying the state hospitals, and techniques for diffusing and appropriately controlling potentially difficult situations.

9. The State Department of Mental Health shall consult with the Sheriff of the County of Napa and the Police Chief of the City of Napa in the development and ongoing modification of a security plan for Napa State Hospital. The department shall also consult a city official designated by the City of Norwalk.

10. Notwithstanding Section 27.00, the State Department of Finance may submit a deficiency request if the state mental hospital population increases beyond the level for which the Legislature budgeted.

11. Funds appropriated to accommodate projected hospital population levels in excess of those that actually materialize, if any, shall revert to the General Fund. However, the Director of Finance may approve an increase in expenditures that are not related to caseload for the state hospitals through the redirection of funding that is reasonably believed not to be needed for accommodating projected hospital population levels if the approval is made in writing and filed with the Chairperson of the Joint Legislative Budget Committee and the chairperson of each house of the Legislature that considers appropriations not later than 30 days prior to the effective date of the approval, or prior to whatever lesser time the Chairperson of the Joint Legislative Budget Committee, or his or her designee, may in each instance determine. All notifications shall include (a) the reason for the proposed redirection of caseload funding to expenditures that are not related to caseload, (b) the approved amount, and (c) the basis of the director's determination that the funding is not needed for accommodating projected hospital population levels.

4440-011-0814—For support of Department of Mental Health, for payment to Item 4440-011-0001, payable from the California State Lottery Education Fund... 556,000

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Provisions:

1. All funds received pursuant to Proposition 37 that are allocable to the Department of Mental Health pursuant to Section 8880.5 of the Government Code, and that are in excess of the amount appropriated in this item, are appropriated in augmentation of this item. These additional funds may be expended only upon written approval of the Director of Finance.

4440-012-0001—For support of the State Hospitals (Proposition 98), Department of Mental Health 3,400,000

Schedule:

(1) 20.10-Long-Term Care Services—Lanterman-Petris-Short..... 3,400,000

Provisions:

1. The funds appropriated in this item are available to contract for the provision of education services for mental health patients on state hospital grounds.

4440-016-0001—For support of Department of Mental Health, for Conditional Release Services..... 18,915,000

Schedule:

(1) 20-Long-Term Care Services 18,915,000

Provisions:

1. The funds appropriated in this item shall be used to provide community services as provided in Section 4360 of the Welfare and Institutions Code. These funds shall support direct community services, as well as administrative and ancillary services related to the provision of direct services.
2. Upon order of the Director of Finance, and following 30-day notification to the Joint Legislative Budget Committee, the Controller shall transfer between this item and Items 4440-001-0001 and 4440-011-0001 those funds that are necessary for direct community services, as well as administrative and ancillary services related to the provision of direct services.
3. The State Department of Mental Health shall provide forensic conditional release services mandated either in Title 15 (commencing with Section 1600) of Part 2 or in Title 15 (commencing with Section 2960) of Article 3 of the Penal Code, through contracts with programs which integrate

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the supervision and treatment roles and providers selected consistent with Section 1615 of the Penal Code.

4. Of the funds appropriated in this item, it is intended that no funds shall be available for the payment of treatment services to persons on court visit from state hospitals to the community as designated in subdivision (a) of Section 4117 of the Welfare and Institutions Code.

4440-017-0001—For support of Department of Mental Health 1,211,000

Schedule:

(1) 10-Community Services 1,548,000
(2) 20-Long-Term Care Services 874,000
(3) 35.01-Departmental Administration 1,658,000
(4) 35.02-Distributed Departmental Administration ..... –1,658,000
(5) Reimbursements ..... –1,211,000

Provisions:

1. The funding appropriated in this item is limited to the amount specified in Control Section 17.00. These funds are to be used in support of compliance activities related to the federal Health Insurance Portability and Accountability Act (HIPAA) of 1996.

4440-101-0001—For local assistance, Department of Mental Health..... ~~106,128,000~~ *80,328,000*

Schedule:

(1) 10.25-Community Services—Other Treatment ..... ~~1,142,885,000~~ *1,127,446,000*
~~(2) 10.40-Community Services—Adult System of Care ..... 2,000,000~~
(3) 10.47-Community Services—Children's Mental Health Services. ~~33,800,000~~ *20,000,000*
(4) 10.85-Community Services—AIDS 1,500,000
(5) 10.97-Community Services—Healthy Families 7,795,000
(6) Reimbursements ..... ~~–1,081,852,000~~ *–1,076,413,000*

Provisions:

1. Augmentations to reimbursements in this item from the Office of Emergency Services for Disaster Relief are exempt from Section 28.00 of this act. The State Department of Mental Health shall

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provide written notification to the Joint Legislative Budget Committee describing the nature and planned expenditure of these augmentations when the amount received exceeds $200,000.

2. It is the intent of the Legislature that local expenditures for mental health services for Medi-Cal eligible individuals serve as the match to draw down maximum federal financial participation to continue the Short-Doyle/Medi-Cal program.

~~3. Subject to the approval of the Supportive Housing Program Council, a portion of the funds appropriated by this item may be used for rental subsidies for program participants. The department may contract with the Department of Housing and Community Development for administration of this housing component. To facilitate implementation, and subject to approval of the Supportive Housing Program Council, the department may transfer funds appropriated for this provision to the Housing Rehabilitation Loan Fund (0929) to serve program participants.~~

4440-101-0311—For local assistance, Department of Mental Health, all funds that are transferred into the Traumatic Brain Injury Fund pursuant to subdivision (f) of Section 1464 of the Penal Code 1,219,000

Schedule:

(1) 10.87-Community Services—Traumatic Brain Injury Projects.... 1,561,000

(2) Reimbursements ..... –342,000

4440-101-0890—For local assistance, Department of Mental Health, payable from the Federal Trust Fund ..... ~~59,629,000~~ *57,629,000*

Schedule:

(1) 10.25-Community Services—Other Treatment 52,290,000

~~(1.5) 10.47-Community Services—Children's Mental Health Services. 2,000,000~~

(2) 10.75-Community Services—Homeless Mentally Disabled 5,339,000

Provisions:

1. The funds appropriated in this item are for assistance to local agencies in the establishment and operation of mental health services, in accordance with Division 5 (commencing with Section 5000) of the Welfare and Institutions Code.

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2. The Department of Mental Health may authorize advance payments of federal grant funds on a monthly basis to the counties for grantees. These advance payments may not exceed one-twelfth of Section 2.00 of the individual grant award for the 2001–02 fiscal year.
3. Upon order of the Department of Finance, the Controller shall transfer such funds as are necessary between this item and Item 4440-001-0890.

4440-102-0001—For local assistance, Department of Mental Health (Proposition 98) for early mental health services 15,000,000

4440-103-0001—For local assistance, Department of Mental Health, Program 10.25-Community Services: Other Treatment for Mental Health Managed Care 213,155,000

Provisions:

1. The allocation of funds appropriated in this item shall be determined based on a methodology developed by the Department of Mental Health in consultation with a statewide organization representing counties. This methodology shall be based on a review of actual and projected expenditures for mental health services for Medi-Cal beneficiaries, by county.
2. Of the amount appropriated in this item, $8,000,000 shall be transferred to the Mental Health Managed Care Deposit Fund (Fund 0865).
3. Upon order of the Director of Finance and agreement between the Department of Mental Health and the Department of Health Services, the Controller shall transfer between this item and Item 4260-101-0001 any General Fund amount determined necessary to fully reflect the transfer of responsibility for administration of mental health services pursuant to the implementation of mental health managed care.
4. Notwithstanding any other provision of law, the emergency regulations adopted pursuant to Section 14680 of the Welfare and Institutions Code to implement the second phase of Mental Health Managed Care as provided in Part 2.5 (commencing with Section 5775) of Division 5 of the Welfare and Institutions Code shall remain in effect until July 1, 2003, or until the regulations are made permanent, whichever occurs first, and shall

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not be subject to the repeal provisions of Section 11346.1 of the Government Code until that time.

4440-111-0001—For local assistance, Department of Mental Health, for caregiver resource centers serving families of adults with acquired brain injuries .. 11,747,000

4440-295-0001—For local assistance, Department of Mental Health, for reimbursement, in accordance with the provisions of Section 6 of Article XIII B of the California Constitution or of Section 17561 of the Government Code, of the costs of any new program or increased level of service of an existing program mandated by statute or executive order, for disbursement by the State Controller 6,000

Schedule:

(1) 98.01.049.877-Coroner's Costs (Ch. 498, Stats. 1977) 1,000

(2) 98.01.081.579-Short-Doyle Case Management (Ch. 815, Stats. 1979)..... 0

(3) 98.01.103.678-Mentally Disordered Offender Recommitments (Ch. 1036, Stats. 1978)..... 1,000

(4) 98.01.111.479-Not Guilty By Reason of Insanity (Ch. 1114, Stats. 1979)..... 1,000

(5) 98.01.132.784-Short-Doyle Audits (Ch. 1327, Stats. 1984) 0

(6) 98.01.135.285-Residential Care Services (Ch. 1352, Stats. 1985)... 0

(7) 98.01.174.784-Services to Handicapped Students (Ch. 1747, Stats. 1984)..... 1,000

(8) 98.01.076.295-Sexually Violent Predators (Chs. 762 and 763, Stats. 1995)..... 1,000

(9) 98.01.065.496-Seriously Emotionally Disturbed Pupils (Ch. 654, Stats. 1996)..... 1,000

Provisions:

1. Except as provided in Provision 2 of this item, allocations of funds provided in this item to the appropriate local entities shall be made by the State Controller in accordance with the provisions of each statute or executive order that mandates the reimbursement of the costs, and shall be audited to verify the actual amount of the mandated costs in accordance with subdivision (d) of Section

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17561 of the Government Code. Audit adjustments to prior year claims may be paid from this item. Funds appropriated in this item may be used to provide reimbursement pursuant to Article 5 (commencing with Section 17615) of Chapter 4 of Part 7 of Division 4 of Title 2 of the Government Code.

2. If any of the scheduled amounts are insufficient to provide full reimbursement of costs, the State Controller may, upon notifying the Director of Finance in writing, augment those deficient amounts from the unencumbered balance of any other scheduled amount therein. No order may be issued pursuant to this provision unless written notification of the necessity therefor is provided to the chairperson of the committee in each house which considers appropriations and the Chairperson of the Joint Legislative Budget Committee or his or her designee.

3. Pursuant to Section 17581 of the Government Code, mandates identified in the appropriation schedule of this item with an appropriation of $0 and included in the language of this provision are specifically identified by the Legislature for suspension during the 2002–03 fiscal year:

(2) Short-Doyle Case Management (Ch. 815, Stats. 1979)

(5) Short-Doyle Audits (Ch. 1327, Stats. 1984)

(6) Residential Care Services (Ch. 1352, Stats. 1985)

4440-301-0001—For capital outlay, Department of Mental Health 736,000

Schedule:

(1) 55.45.265-Patton: Install Alarm System in G, O, P and T Buildings—Construction 603,000

(2) 55.45.275-Patton: Upgrade Electrical Generator Plant—Preliminary plans..... 133,000

4440-301-0660—For capital outlay, Department of Mental Health, payable from the Public Buildings Construction Fund 20,808,000

Schedule:

(1) 55.18.235-Atascadero: Construct Multipurpose Building—Working drawings and construction 13,703,000

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(2) 55.35.305-Metropolitan: Construct School Building—Working drawings and construction..... 7,105,000

Provisions:

1. The State Public Works Board may issue lease-revenue bonds, notes, or bond anticipation notes pursuant to Chapter 5 (commencing with Section 15830) of Part 10b of Division 3 of Title 2 of the Government Code to finance the construction of the projects authorized by this item.
2. The State Public Works Board and the Department of Mental Health may obtain interim financing for the project costs authorized in this item from any appropriate source including, but not limited to, Section 15849.1 of the Government Code and the Pooled Money Investment Account pursuant to Sections 16312 and 16313 of the Government Code.
3. The State Public Works Board may authorize the augmentation of the cost of construction of the projects scheduled in this item pursuant to the board's authority under Section 13332.11 of the Government Code. In addition, the State Public Works Board may authorize any additional amount necessary to establish a reasonable construction reserve and to pay the cost of financing, including the payment of interest during construction of the projects, the costs of financing a debt service fund, and the cost of issuance of permanent financing for the projects. This additional amount may include interest payable on the interim financing obtained.
4. Each participating agency or department is authorized and directed to execute and deliver any and all leases, contracts, agreements or other documents necessary or advisable to consummate the sale of bonds or otherwise effectuate the financing of the scheduled projects.
5. The State Public Works Board shall not be deemed a lead or responsible agency for purposes of the California Environmental Quality Act (commencing with Section 21000 of the Public Resources Code) for any activities under the State Building Construction Act of 1955 (commencing with Section 15800 of the Government Code). This section does not exempt any participating agency or department from the requirements of

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the California Environmental Quality Act. This section is intended to be declarative of existing law.

4440-493—Reappropriation, Department of Mental Health. Notwithstanding any other provision of law, the balance of the appropriations provided in the following citations are reappropriated for the purposes and subject to the limitations, unless otherwise specified, provided for in that appropriation, and shall be available for expenditure until June 30, 2003:

0001—General Fund

Item 4440-301-0001, Budget Act of 2001 (Ch. 106, Stats. 2001)

(4) 55.45.265-Patton: Install Alarm System in G, O, P, and T Buildings—Working drawings.

0660—Public Buildings Construction Fund

Item 4440-301-0660, Budget Act of 2001 (Ch. 106, Stats. 2001)

(1) 55.18.255-Sexually Violent Predator Facility—Construction.

4440-497—Reversion, Department of Mental Health. As of June 30, 2002, the appropriation amount in the following citation shall revert to the fund from which the appropriation was made:

0001—General Fund

Item 4440-101-0001, Budget Act of 2001 (Ch. 106, Stats. 2001)

(1) 10.25-Community Services—Other Treatment..... 3,142,000

4700-001-0001—For support of Department of Community Services and Development 288,000

Schedule:

(1) 47-Naturalization Services 288,000

4700-001-0890—For support of Department of Community Services and Development, payable from the Federal Trust Fund 9,365,000

Schedule:

(1) 20-Energy Programs..... 8,582,000
(2) 40-Community Services 2,900,000
(3) 50.01-Administration..... 3,200,000
(4) 50.02-Distributed Administration ... –3,200,000
(5) Reimbursements..... –2,117,000

Provisions:

1. On a federal fiscal year basis, the Department of Community Services and Development shall make the following program allocation for the

Item	Amount
community services block grant, as a percentage of the total block grant:	
(a) Administration ..... 5 percent	
2. Any unexpended federal funds from Item 4700-001-0890, Budget Act of 2001, shall be in augmentation of Item 4700-001-0890 of this act and not subject to the provisions of Section 28.00.	
4700-101-0001—For local assistance, Department of Community Services and Development	3,601,000
Schedule:	
(1) 40-Community Services 1,000,000	
(2) 47-Naturalization Services ..... ~~8,476,000~~ *7,601,000*	
(3) Reimbursements ..... ~~–5,875,000~~ *–5,000,000*	
4700-101-0890—For local assistance, Department of Community Services and Development, for assistance to individuals and payments to service providers, payable from the Federal Trust Fund	141,903,000
Schedule:	
(1) 20-Energy Programs 86,985,000	
(2) 40-Community Services 57,032,000	
(3) Reimbursements ..... –2,114,000	
Provisions:	
1. On a federal fiscal year basis, the department shall make the following program allocations for the community services block grant as a percentage of the total block grant:	
(a) Discretionary ..... 5 percent	
(b) Migrant and seasonal farm workers ..... 10 percent	
(c) Native American Indian programs ..... 3.9 percent	
(d) Community action agencies and rural community services .....76.1 percent	
All grantees under the community services block grant program shall be subject to standard state contracting procedures required under the program.	
2. Funds collected by the department from energy contractors as a result of overpayments shall be used for local assistance for energy programs, and funds collected from community service block grant (CSBG) contractors as a result of overpayments shall be used for local assistance for CSBG programs in 2002–03.	

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3. Funds scheduled in Item 4700-101-0890 may be transferred to Item 4700-001-0890 for the administration of the Low Income Home Energy Assistance Programs, subject to approval of the Department of Finance.
4. Any unexpended federal funds from Item 4700-101-0890, Budget Act of 2001, shall be in augmentation of Item 4700-101-0890 of this act and not subject to the provisions of Section 28.00.

5100-001-0001—For support of Employment Development Department, for payment to Item 5100-001-0870..... 22,919,000

5100-001-0185—For support of Employment Development Department, for payment to Item 5100-001-0870, payable from the Employment Development Contingent Fund..... 17,906,000

Provisions:

1. Funds appropriated in this item are in lieu of the amounts that otherwise would have been appropriated for administration pursuant to Section 1586 of the Unemployment Insurance Code.
2. Notwithstanding the provisions of Item 9840-001-0494, the Director of Finance may authorize the creation of deficiencies pursuant to Section 11006 of the Government Code for the purposes of this item.
3. The amount appropriated in this item includes revenues derived from the assessment of fines and penalties imposed as specified in Section 13332.18 of the Government Code.

5100-001-0514—For support of Employment Development Department, for payment to Item 5100-001-0870, payable from the Employment Training Fund 84,047,000

Provisions:

1. Notwithstanding subdivision (a) of Section 2.00 of this act, funds disencumbered from Employment Training Fund training contracts during 2002–03 that have not reverted as of July 1, 2002, are hereby appropriated for transfer to, and in augmentation of, this item for allocation by the Employment Training Panel for training contracts.
2. Any funds appropriated for the Employment Development Department, State-Local Cooperative Labor Market Information Program, if not expended by June 30, 2003, shall be made available

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to the Employment Training Fund for purposes of funding job training contracts.

5100-001-0588—For support of Employment Development Department, for payment to Item 5100-001-0870, payable from the Unemployment Compensation Disability Fund 157,813,000

Provisions:

1. The Employment Development Department shall submit on October 1, 2002, and April 20, 2003, to the Department of Finance for its review and approval, an estimate of expenditures for both the current and budget years, including the assumptions and calculations underlying Employment Development Department projections for expenditures from this item. The Department of Finance shall approve, or modify, the assumptions underlying all estimates within 15 working days of the due date. If the Department of Finance does not approve or modify in writing, the assumptions underlying all estimates within 15 working days of the due date, the Employment Development Department shall consider the assumptions and calculations approved as submitted. If the Department of Finance determines that the estimate of expenditures differs from the amount appropriated by this item, the Director of Finance shall so report to the Legislature. At the time the report is made, the amount of this appropriation shall be adjusted by the difference between this Budget Act appropriation and the approved estimate of the Department of Finance. Revisions reported pursuant to this provision are not subject to Section 28.00 of this act.
2. Notwithstanding the provisions of Item 9840-001-0988, the Director of Finance may authorize the creation of deficiencies pursuant to Section 11006 of the Government Code, for the purposes of this item.

5100-001-0869—For support of state programs under the Workforce Investment Act (WIA), Employment Development Department, payable from the Consolidated Work Program Fund 178,131,000

Schedule:

(1) 61-Workforce Investment Act (WIA) Program.....133,131,000

(2) 62-National Emergency Grant Program..... 45,000,000

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Provisions:

1. Provision 1 of Item 5100-001-0588 also applies to this item.
2. The agency secretary responsible for oversight of the California Workforce Investment Board and the Employment Development Department, with the approval of the Department of Finance, and not sooner than 30 days after notification to the Joint Legislative Budget Committee, is authorized to transfer funds appropriated in this item to the California Workforce Investment Board, Federal Trust Fund, Item 5120-001-0890, to facilitate the implementation and operation of the Workforce Investment Act Program.
3. ~~From funds available in this item for Workforce Investment Act rapid response dislocated worker projects, the department shall provide $875,000 through an interagency agreement with the Department of Community Services and Development to provide naturalization and citizenship services through its network of community-based organizations. The services shall provide assistance to airport workers who have lost or are likely to lose their jobs due to new federal requirements for citizenship as a condition of employment. Service contracts shall use the Workforce Investment Act of 1998 eligibility, performance, and monitoring requirements.~~
4. ~~Of the funds appropriated in this item, up to $4,000,000 shall be used to provide grants to community organizations, including faith-based and secular organizations that are not owned or operated as pervasively sectarian institutions, and that have been limited in their ability to take advantage of this funding due to limited resources and a lack of experience in dealing with the competitive contracting process and the allocation processes currently in place at the local level, but which reach and serve the most difficult to serve and hardest to employ individuals. No pervasively sectarian religious organization is eligible for funds under this item, but a separate nonprofit entity or affiliate that is a tax-exempt organization under Section 501(c)(3) of the federal Internal Revenue Code may apply for and receive grants under its own auspices. In awarding grants, the Employment Development Department shall use~~

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~~a competitive bidding process that includes grants that shall be awarded using a process that shall include provisions regarding existing constitutional protections. Grants or contracts awarded under this section shall comply with Section 4 of Article I and Section 5 of Article XVI of the California Constitution, state and federal civil rights laws, and the First Amendment to the United States Constitution in regard to pervasively sectarian organizations. These legal constraints include prohibitions on discrimination against beneficiaries and staff based on protected categories and the promoting of religious doctrine to advance sectarian beliefs. It is the intent in funding these grants that the Employment Development Department assist recipient organizations in competing for ongoing funding from other public and private sources. In implementing this program, the department shall also ensure coordination with existing county programs. Of the funds set aside in this provision, the department may use up to $250,000 for administrative expenses, subject to approval by the Department of Finance.~~

~~5. Of the funds appropriated in this item, $300,000 in Discretionary Workforce Investment Act Funds shall be allocated for the Youthbuild program.~~

5100-001-0870—For support of Employment Development Department, payable from the Unemployment Administration Fund—Federal 598,147,000

Schedule:

(1) 10-Employment and Employment Related Services ..... ~~206,768,000~~ *204,749,000*

(2) 21-Tax Collections and Benefit Payments ..... ~~728,916,000~~ *588,751,000*

(3) 22-California Unemployment Insurance Appeals Board 71,040,000

(4) 30.01-General Administration 46,951,000

(5) 30.02-Distributed General Administration..... –46,709,000

(6) 40-Welfare-to-Work Program..... 1,407,000

(7) 50-Employment Training Panel..... 76,033,000

(9) Reimbursements..... –25,621,000

(10) Amount payable from the General Fund (Item 5100-001-0001) ..... –22,919,000

Item	Amount
(12) Amount payable from the Employment Development Contingent Fund (Item 5100-001-0185)	−17,906,000
(13) Amount payable from the Employment Training Fund (Item 5100-001-0514)	−84,047,000
(14) Amount payable from the Unemployment Compensation Disability Fund (Item 5100-001-0588)	−157,813,000
(14.5) Amount payable from the Unemployment Fund-Federal (Item 5100-001-0871)	~~−177,120,000~~ *−34,936,000*
(15) Amount payable from the School Employees Fund (Item 5100-001-0908)	−833,000

Provisions:

1. Funds appropriated in this item are in lieu of the amounts that otherwise would have been appropriated pursuant to Section 1555 of the Unemployment Insurance Code.
2. Provision 1 of Item 5100-001-0588 also applies to funds appropriated in this item for the Unemployment Insurance Program.
3. By February 1, 2003, the department shall report to the Legislature on the amount of funds it expects to expend to participate in California's One-Stop System for State Fiscal Year 2002–03. This report shall include the number of staff committed and the total cost to participate in each one-stop. All departments are expected to report this information in a consistent format, provided by the department, to allow comparison of the state's expected contributions to the various one-stops in California. In preparing the report, the department shall coordinate with other state agencies that are also required to report their one-stop costs.

5100-001-0871—For support of Employment Development Department, for payment to Item 5100-001-0870, payable from the Unemployment Fund Federal~~, to be available for expenditure until the end of the 2006–07 fiscal year, except that moneys subject to Provision 3 of this item are available for expenditure during the 2002–03 fiscal year~~ ..... ~~177,120,000~~ *34,936,000*

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Provisions:

1. These moneys shall be expended in accordance with paragraph (2) of subdivision (c) of Section 903 of the Social Security Act.
2. The following amounts shall be used as follows:
   ~~(a) $20,000,000 for administrative costs to create an alternate base period, which would allow for expansion of the Unemployment Insurance (UI) program by using recent wages for the purpose of establishing benefit eligibility.~~
   ~~(b) $65,000 for administrative costs to create and implement a trigger mechanism for UI extended benefits.~~
   (c) $500,000 for the review of the Employment Tax System through a contract with a qualified consulting firm to review business operations and automated systems of EDD's tax programs.
   ~~(d) $6,500,000 to upgrade the UI call centers to expand capacity and improve customer service.~~
   ~~(e) $5,100,000 to develop electronic UI claim filing over the Internet.~~
   ~~(f) $500,000 to fund a study with a qualified consultant for improving EDD's single client database system to enhance efficiency and effectiveness of claim filing and benefit payments, to improve program integrity, and to reduce fraud.~~
   ~~(g) $100,000,000 to upgrade EDD's single client database.~~
   ~~(h) $7,000,000 to redesign the UI benefit payment system to enable claimants to certify by using the telephone and Internet.~~
   ~~(i) $1,000,000 to redesign the UI adjudication process by the development of a computer-based application.~~
   ~~(j) $500,000 to be allocated via competitive process for support of physical and program access to one-stops. These are in addition to any Workforce Investment Act funds allocated for this purpose.~~
3. During the 2002–03 fiscal year only, $34,436,000 shall be used to support Employment and Employment Services and Tax Collection and Benefit Payment ~~p~~ *P* rograms ~~and $1,519,000 shall be used to support veterans' employment activities~~.

Item	Amount
5100-001-0908—For support of Employment Development Department, for payment to Item 5100-001-0870, payable from the School Employees Fund	833,000
Provisions:	
1. Notwithstanding the provisions of Item 9840-001-0988, the Director of Finance may authorize the creation of deficiencies pursuant to Section 11006 of the Government Code, for the purposes of this item.	
2. Funds appropriated in this item are in lieu of the amounts that otherwise would have been appropriated for administration pursuant to Section 822 of the Unemployment Insurance Code.	
3. Provision 1 of Item 5100-001-0588 also applies to this item.	
5100-011-0184—For transfer by the Controller, upon order of the Director of Finance, from the Employment Development Department Benefit Audit Fund, to the General Fund.....	(1,000,000)
Provisions:	
1. The unencumbered balance in the Employment Development Department Benefit Audit Fund as of June 30, 2003, shall be transferred to the General Fund.	
5100-011-0185—For transfer by the Controller, upon order of the Director of Finance, from the Employment Development Contingent Fund, to the General Fund	(1,000,000)
Provisions:	
1. Notwithstanding any other provision of law, the State Controller shall transfer to the General Fund the unencumbered balance, as determined by the Director of Finance, in the Employment Development Contingent Fund as of June 30, 2003.	
5100-011-0890—For support of Employment Development Department, payable from the Federal Trust Fund, for transfer to the Unemployment Administration Fund—Federal and Unemployment Fund—Federal	~~(775,267,000)~~ *(633,083,000)*
5100-021-0890—For support of Employment Development Department, payable from the Federal Trust Fund, for transfer to the Consolidated Work Program Fund.....	(178,131,000)
5100-101-0588—For local assistance, Employment Development Department, for Program 21—Tax Collections and Benefit Payments, payable from the Unemployment Compensation Disability Fund....	2,931,471,000

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Provisions:

1. Notwithstanding Item 9840-001-0988, the Director of Finance may authorize the creation of deficiencies pursuant to Section 11006 of the Government Code for the purposes of this item.
2. Funds appropriated in this item are in lieu of the amounts that otherwise would have been appropriated pursuant to Section 3012 of the Unemployment Insurance Code.
3. Provision 1 of Item 5100-001-0588 also applies to this item.

5100-101-0869—For local assistance under Workforce Investment Act (WIA), Employment Development Department, Program 61-WIA Program, payable from the Consolidated Work Program Fund..... 407,436,000

Provisions:

1. Provision 1 of Item 5100-001-0588 also applies to this item.

5100-101-0871—For local assistance, Employment Development Department, for Program 21—Tax Collections and Benefit Payments, payable from the Unemployment Fund—Federal 5,666,921,000

Provisions:

1. Funds appropriated in this item are in lieu of the amounts that would have otherwise been appropriated pursuant to Section 1521 of the Unemployment Insurance Code.
2. Provision 1 of Item 5100-001-0588 also applies to this item.

5100-101-0890—For local assistance, Employment Development Department, payable from the Federal Trust Fund, for transfer to the Consolidated Work Program Fund..... (407,436,000)

5100-101-0908—For local assistance, Employment Development Department, for Program 21—Tax Collections and Benefit Payments, payable from the School Employees Fund 45,534,000

Provisions:

1. Notwithstanding Item 9840-001-0988, the Director of Finance may authorize the creation of deficiencies pursuant to Section 11006 of the Government Code for the purposes of this item.
2. Funds appropriated in this item are in lieu of the amounts that otherwise would have been appropriated for benefits pursuant to Section 822 of the Unemployment Insurance Code.

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3. Provision 1 of Item 5100-001-0588 also applies to this item.

5100-111-0890—For local assistance, Employment Development Department, payable from the Federal Trust Fund, for transfer to the Unemployment Fund—Federal ..... (5,666,921,000)

5100-311-0690—For capital outlay, Employment Development Department. To prevent the loss of funds in the Employment Development Department Building Funds, the unencumbered balances of the funds deposited in the Employment Development Department Building Fund shall be transferred to the Federal Unemployment Fund.

Provisions:

1. The Employment Development Department shall report to the Legislature by September 1, 2003, the amount of funds transferred pursuant to this item.

5120-001-0890—For support of the California Workforce Investment Board, payable from the Federal Trust Fund..... 4,690,000

Schedule:

(1) 10-CA Workforce Investment Program..... 5,555,000

(2) Reimbursements..... −865,000

Provisions:

1. The secretary of the agency that is responsible for oversight of the Employment Development Department, with the approvals of the California Workforce Investment Board and Department of Finance, and not sooner than 30 days after notification to the Joint Legislative Budget Committee, is authorized to transfer funds appropriated in this item to the Employment Development Department, Consolidated Work Program Fund, Item 5100-001-0869, to facilitate the implementation and operation of the Workforce Investment Act Program.
2. It is the intent of the Legislature that the California Workforce Investment Board provide a full-time project manager for the development of the redesigned Performance-Based Accountability system. The project manager shall be independent of the project's prime contractor.
3. ~~Of the funds appropriated in this item, $1,120,000 shall be available for expenditure by the California Workforce Investment Board only after a re-~~

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~~port is provided to the Legislature which specifies the role of the California Workforce Investment Board and the Employment Development Department in the California Labor and Workforce Development Agency with respect to implementation of the Workforce Investment Act, and includes information demonstrating concrete progress in the development of recommendations for statutory changes needed to implement the Workforce Investment Act and the development of certification protocols for local One-Stop Centers.~~

5160-001-0001—For support of Department of Rehabilitation..... 47,063,500

Schedule:

(1) 10-Vocational Rehabilitation Services.....328,369,000
(2) 20-Habilitation Services 2,590,000
(3) 30-Support of Community Facilities 5,612,000
(4) 40.01-Administration..... 24,535,000
(5) 40.02-Distributed Administration ...–24,535,000
(6) Reimbursements..... –7,947,000
(7) Amount payable from the Vending Stand Fund (Item 5160-001-0600)..... –3,360,000
(8) Amount payable from the Federal Trust Fund (Item 5160-001-0890) ..... –278,200,500

Provisions:

2. Upon order of the Director of Finance, the Controller shall transfer such funds as are necessary between this item and Item 4300-101-0001 to provide for the transportation costs to and from work activity programs of clients who are receiving vocational rehabilitation services through the Vocational Rehabilitation/Work Activity Program (VR/WAP) Transition program.
3. The department shall maximize its use of certified time as a match for federal vocational rehabilitation funds. To the extent that certified time is available, it shall be used in lieu of the General Fund moneys.
4. Upon order of the Director of Finance, the Controller shall transfer the General Fund share of budgeted client costs as necessary between this item and Item 4300-101-0001 to provide for the net transfer of clients, resulting from program clo-

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sures, between the Department of Rehabilitation and the Department of Developmental Services. The amount transferred shall be based on the amount budgeted per client by each department for the remainder of the fiscal year.

5. The department shall provide by December 1, 2003, to appropriate fiscal and policy committees of the Legislature, a report that identifies the state's performance on federal vocational rehabilitation performance measures for the 2000–01, 2001–02, and 2002–03 fiscal years, including any impact the department finds may have occurred to the number of clients served or the performance success of rehabilitation services because of cost efficiencies made in the 2002–03 Budget Act.
6. By February 1, 2003, the department shall report to the Legislature the cost it expects to expend to participate in California's One-Stop System for the 2002–03 fiscal year. This report shall include the number of staff committed and the total cost to participate in each One-Stop. In preparing the report, the department shall coordinate with other state agencies that are also required to report their One-Stop costs. All of these departments shall report the information in a consistent format, provided by the Employment Development Department, to allow comparison of the state's expected contributions to the various One-Stops in California.
7. The department shall report to the budget committees of each house of the Legislature in budget hearings in 2003 about the status of planning and implementing the provisions of the Ticket to Work and Work Incentives Act of 1999. The report shall include the following information:
   (a) Any updates to the timetable for state implementation of the Ticket to Work Programs.
   (b) Estimates of the impact of implementation of the program on the department caseloads.
   (c) Projections of participation by eligible California residents in the federal program.
   (d) A summary of budget and program impacts in the 2003–04 fiscal year.
8. The Department of Developmental Services and the Department of Rehabilitation shall review the operation of supported employment programs, work activity programs, and other work activity

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programs in each department, as deemed appropriate by the departments. The departments shall jointly examine the rates paid to providers of these activities, the eligibility for participation in each program, and consumer outcome measures. The two departments shall provide this information to budget and policy committees of the Legislature by February 1, 2003. The departments may include a recommendation for streamlining and consolidating these programs if the findings warrant.

5160-001-0600—For support of Department of Rehabilitation, for payment to Item 5160-001-0001, payable from the Vending Stand Fund 3,360,000

5160-001-0890—For support of Department of Rehabilitation, for payment to Item 5160-001-0001, payable from the Federal Trust Fund 278,200,500

Provisions:

1. The amount appropriated in this item that is payable from federal Social Security Act funds for vocational rehabilitation services for SSI/SSDI recipients shall be expended only to the extent that funds received exceed the amount appropriated by Item 5160-101-0890 that is payable from the federal Social Security Act funds. It is the intent of the Legislature that first priority of federal Social Security Act funding be given to Independent Living Centers in the amount of federal Social Security Act funding appropriated by Item 5160-101-0890.

5160-101-0001—For local assistance, Department of Rehabilitation 117,639,000

Schedule:

(1) 10-Vocational Rehabilitation Services..... 538,000
(2) 20-Habilitation Services 133,754,000
(3) 30-Support of Community Facilities 13,458,000
(4) Reimbursements.....–15,177,000
(5) Amount payable from Federal Trust Fund (Item 5160-101-0890).....–14,934,000

Provisions:

1. Upon order of the Director of Finance, the Controller shall transfer funds as are necessary between this item and Item 5160-001-0001 to provide the state's share of client service

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expenditures for habilitation clients who are eligible to become vocational rehabilitation clients.

2. Upon order of the Director of Finance, the Controller shall transfer the General Fund share of budgeted client costs as necessary between this item and Item 4300-101-0001 to provide for the net transfer of clients, resulting from program closures, between the Department of Rehabilitation and the Department of Developmental Services. The amount transferred shall be based on the amount budgeted per client by each department for the remainder of the fiscal year.

3. A loan may be made available from the General Fund to the Department of Rehabilitation not to exceed a cumulative total of $5,128,000. The loan funds may be transferred to this item as required to meet cashflow needs due to delays in collecting reimbursements from the Department of Developmental Services for costs associated with services provided under the Home and Community-Based Services Waiver, and are subject to the repayment provisions of Section 16351 of the Government Code.

5160-101-0890—For local assistance, Department of Rehabilitation, for payment to Item 5160-101-0001, payable from the Federal Trust Fund..... 14,934,000

5160-495—Reversion, Department of Rehabilitation. As of June 30, 2002, $700,000 of the unencumbered balance of the appropriation provided in the following citation shall revert to the fund balance of the fund from which the appropriation was made.

0001—General Fund

(1) Item 5160-001-001, Budget Act of 2001 (Ch. 106, Stats. 2001)

(1) Vocational Rehabilitation Services

5170-001-0001—For support of State Independent Living Council 0

Schedule:

(1) 10-State Council Services..... 432,000

(2) Reimbursements..... –432,000

5175-001-0001—For support of Department of Child Support Services..... 9,140,000

Schedule:

(1) 10-Child Support Services..... 27,553,000

(2) Amount payable from the Federal Trust Fund (Item 5175-001-0890).....–18,413,000

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Provisions:

1. It is the intent of the Legislature to continue to provide funding for those activities necessary for the child support state administrative hearing process, to ensure compliance with statutory timeframes. Notwithstanding any other provision of law, upon request by the Department of Child Support Services, the Department of Finance may augment the amount available for expenditure in this item to pay costs associated with the state administrative hearing process. Concurrent with the Department of Finance's approval, written notification shall be provided to the Chairperson of the Joint Legislative Budget Committee and the chairperson of the committee in each house that considers appropriations.
2. No funds appropriated in this item for the California State Insurance Intercept Project shall be available for encumbrance prior to the review and approval of the related feasibility study reports or equivalents by the appropriate control agencies.
3. Notwithstanding any other provisions of law, upon request by the Department of Child Support Services, the Department of Finance may augment the amount available for expenditure in this item to pay costs associated with the implementation of the California Child Support Automation System Project. The augmentation may be effected not sooner than 30 days after notification in writing of the necessity therefor to the chairperson of the committee in each house of the Legislature that considers appropriations and the Chairperson of the Joint Legislative Budget Committee, or not sooner than whatever lesser time the chairperson of the committee, or his or her designee, may in each instance determine. The funds appropriated by this provision shall be consistent with the amount approved by the Department of Finance based on its review and approval of the required feasibility study reports, or equivalent documents.

5175-001-0890—For support of Department of Child Support Services, for payment to Item 5175-001-0001, payable from the Federal Trust Fund 18,413,000

Provisions:

1. It is the intent of the Legislature to provide sufficient funding to ensure that Child Support State Administrative Hearings are conducted to meet

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statutory timeframes. Notwithstanding the 30-day notification requirement set forth in subdivision (d) of Section 28.00 of this act, upon request by the Department of Child Support Services, the Department of Finance may augment expenditure authority in this item to fund increased hearings' costs at the time the request is made. Concurrent with the Department of Finance approval, written notification shall be provided to the Chairperson of the Joint Legislative Budget Committee and the chairperson of the committee in each house that considers appropriations.

2. Provisions 2 and 3 of Item 5175-001-0001 shall also apply to this item.

5175-002-0001—For support of Department of Child Support Services..... 21,946,000

Schedule:

(1) 10-Child Support Services..... 78,790,000

(2) Reimbursements..... −122,000

(3) Amount payable from the Federal Trust Fund (Item 5175-002-0890).....−56,722,000

Provisions:

1. Funds in this item shall be used for contracts and interagency agreements in the child support program, unless otherwise authorized by the Department of Finance no sooner than 30 days after providing notification in writing to the chairperson of the fiscal committee of each house of the Legislature and the Chairperson of the Joint Legislative Budget Committee, or no sooner than such lesser time as the chairperson of the committee, or his or her designee, may in each instance determine.

2. Notwithstanding any other provision of law, the Department of Finance may augment this item to reimburse the Judicial Council for the increased costs associated with salary adjustments for child support commissioners and family law facilitators pursuant to Section 70141(e) of the Government Code, in the event such salary adjustments are provided to superior court judges, no sooner than 30 days after notification in writing of the necessity therefor to the chairperson of the committee in each house of the Legislature that considers appropriations and the Chairperson of the Joint Legislative Budget Committee, or not sooner than whatever lesser time the Chairperson of the Joint

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Legislative Budget Committee, or his or her designee, may in each instance determine.

3. Notwithstanding Section 27.00, 28.00, or 28.50 of this act, or any other provision of law, upon request of the Department of Child Support Services, the Department of Finance may augment the amount available for expenditure in this item to pay costs associated with the implementation of the California Child Support Automation System Project. The augmentation may be effected not sooner than 30 days after notification in writing of its necessity to the chairperson of the committee in each house of the Legislature that considers appropriations and the Chairperson of the Joint Legislative Budget Committee, or not sooner than whatever lesser time the chairperson of the committee, or his or her designee, may in each instance determine. The funds appropriated by this provision shall be consistent with the amount approved by the Department of Finance based on its review and approval of any required feasibility study report or equivalent document.
4. No funds appropriated in this item for the California State Insurance Intercept Project shall be available for encumbrance prior to the review and approval of any related feasibility study report or equivalent document by the appropriate control agency.
5. It is the intent of the Legislature to continue to provide funding for those activities necessary for the Child Support State Administrative Hearing Process to ensure compliance with statutory timeframes. Notwithstanding any other provision of law, upon request by the Department of Child Support Services, the Department of Finance may augment the amount available for expenditure in this item to pay costs associated with the State Administrative Hearing Process. Concurrent with the Department of Finance approval, written notification will be provided to the Chairperson of the Joint Legislative Budget Committee and the chairperson of the committee in each house that considers appropriations.

5175-002-0890—For support of Department of Child Support Services, for payment to Item 5175-002-0001, payable from the Federal Trust Fund 56,722,000

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Provisions:

1. Provisions 1, 2, 3, and 4 of Item 5175-002-0001 also apply to this item.
2. It is the intent of the Legislature to provide sufficient funding to ensure that Child Support State Administrative Hearings are conducted to meet statutory timeframes. Notwithstanding the 30-day notice requirement set forth in subdivision (d) of Section 28.00 of this act, upon request by the Department of Child Support Services, the Department of Finance may augment expenditure authority in this item to fund increased costs associated with the state administrative hearing process at the time the request is made. Concurrent with the Department of Finance approval, written notification shall be provided to the Chairperson of the Joint Legislative Budget Committee and the chairperson of the committee in each house that considers appropriations.

5175-101-0001—For local assistance, Department of Child Support Services 345,037,000

Schedule:

(1) 10-Child Support Services .....~~974,893,500~~ *974,893,000*

(a) 10.01-Child Support Administration..... ~~669,959,000~~ 672,755,000

(b) 10.02-Child Support Incentives .. ~~292,016,000~~ 292,919,000

(c) 10.03-Child Support Automation ...~~12,918,000~~ 9,219,000

(2) Reimbursements ..... –321,000

(3) Amount payable from the Federal Trust Fund (Item 5175-101-0890) ..... –281,899,000

(4) Amount payable from the Child Support Collections Recovery Fund (Item 5175-101-8004) .... –347,636,000

Provisions:

1. No funds appropriated in this item shall be encumbered unless every rule or regulation adopted and every child support services letter or similar instruction issued by the Department of Child Support Services that adds to the cost of the child

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support program is approved by the Department of Finance as to the availability of funds before it becomes effective. In making the determination as to availability of funds to meet the expenditures of a rule, regulation, or child support services letter that would increase the costs of the program, the Department of Finance shall consider the amount of the proposed increase on an annualized basis, the effect the change would have on the expenditure limitations for the program set forth in this act, the extent to which the rule, regulation, or child support services letter constitutes a deviation from the premises under which the expenditure limitations were prepared, and any additional factors relating to the fiscal integrity of the program or the state's fiscal situation.

Notwithstanding Control Sections 27.00 and 28.00 of this act, the availability of funds contained in this item for child support program rules, regulations, or child support services letters that add to program costs funded from the General Fund in excess of $500,000 on an annual basis, including those that are the result of federal regulations but excluding those that are (a) specifically required as a result of the enactment of a federal or state law, or (b) included in the appropriation made by this act, shall not be approved by the Department of Finance sooner than 30 days after notification in writing of the necessity therefor to the chairperson of the committee in each house that considers appropriations and the Chairperson of the Joint Legislative Budget Committee, or such lesser time as the chairperson of the committee, or his or her designee, may in each instance determine. Funds appropriated in this item are for the child support program consisting of state and federal statutory law, regulations, and court decisions, if funds necessary to carry out those decisions are specifically appropriated in this act.

2. Notwithstanding any other provision of law, a loan not to exceed $136,000,000 shall be made available from the General Fund, from funds not otherwise appropriated, to cover the federal share of costs of the program when the federal funds have not been received by this state prior to the usual time for transmitting that federal share to the counties of this state or to cover the federal

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share of child support collections for which the federal funds have been reduced prior to the collections being received from the counties. This loan from the General Fund shall be repaid when the federal share of costs for the program becomes available or when the collections are received from the counties.

3. The Department of Finance may authorize the establishment of positions and transfer of amounts from this item to Item 5175-001-0001 in order to allow the state to perform the functions or oversee the functions of the local child support agency in the event a county fails to perform that function or is out of compliance with state performance standards.
4. It is the intent of the Legislature that the California Child Support Automation Project receive the highest commitment and priority of all of the state's child support automation activities.
5. Of the amount appropriated in this item, $6,995,000 shall be available for approving funding for county-specific automation projects for the enhancements to existing county child support automation system and for transitioning counties from existing legacy systems to one of the four selected consortia systems. The funds subject to this provision shall be available for expenditure by the Department of Child Support Services until June 30, 2005.
6. Of the amount appropriated in this item, the $6,995,000 allocated for enhancements to the existing county child support automation systems shall not be expended until the Department of Finance approves the Advance Planning Document that is submitted to the federal Administration of Children and Families. In the event that any proposed enhancements are not approved for federal financial participation, the Department of Child Support Services shall submit a revised plan to the Department of Finance detailing how it will reprioritize projects to remain within existing General Fund expenditure authority.
7. Notwithstanding Sections 27.00, 28.00, and 28.50 of this act, or any other provision of law, upon request of the Department of Child Support Services, the Department of Finance may augment the amount available for expenditure in this item

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to pay costs associated with the implementation of the California Child Support Automation System Project. The augmentation may be effected no sooner than 30 days after notification in writing of its necessity to the chairperson of the committee in each house of the Legislature that considers appropriations and the Chairperson of the Joint Legislative Budget Committee, or no sooner than whatever lesser time the chairperson of the committee, or his or her designee, may in each instance determine. The funds appropriated by this provision shall be consistent with the amount approved by the Department of Finance based on its review and approval of any required feasibility study report or equivalent document. ~~Costs of the penalty shall be borne by the county general fund and may not be charged to the local child support agency.~~

9. Of the funds appropriated in this item, $1,671,000 is for consulting services to establish PRISM project leader positions. Any consultant who is retained with these funds is prohibited from contracting or subcontracting for the development or implementation of the statewide California Child Support Automation System (CCSAS).

5175-101-0890—For local assistance, Department of Child Support Services, for payment to Item 5175-101-0001, payable from the Federal Trust Fund..... ~~282,224,000~~ *281,899,000*

Provisions:

1. Provisions 1, 5, and 7 of Item 5175-101-0001 also apply to this item.
2. The Department of Finance may authorize the establishment of positions and transfer of amounts from this item to Item 5175-001-0890 in order to allow the state to perform the functions or oversee the functions of the local child support agency in the event a county fails to perform that function or is out of compliance with state performance standards.
3. Of the funds appropriated in this item, the Department of Child Support Services shall reimburse the Department of Social Services quarterly for the federal share of Foster Care Child Support Collections reported to the federal government.
4. Upon request of the Department of Child Support Services, the Department of Finance may increase

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or decrease the expenditure authority in this item pursuant to the provisions of Section 28.00 of this act to offset any increases or decreases in collections deposited in the Child Support Collections Recovery Fund and appropriated in Item 5175-101-8004.

5175-101-8004—For local assistance, Department of Child Support Services, for payment to Item 5175-101-0001, payable from the Child Support Collections Recovery Fund 347,636,000

Provisions:

1. Notwithstanding any other provision of law, the Director of Finance may augment this appropriation, for the purposes of the Section 17702.5 of the Family Code, not sooner than 30 days after notification in writing of the necessity thereof is provided to the Chairperson of the Joint Legislative Budget Committee and the chairperson of the committee in each house of the Legislature that considers appropriations, or not sooner than whatever lesser time as the Chairperson of the Joint Legislative Budget Committee, or his or her designee, may in each instance determine.

5175-495—Reversion, Department of Child Support Services. As of June 30, 2002, ~~$25,215,000~~ *$10,935,000* of the unencumbered balance of the appropriation provided in the following citation shall revert to the fund from which the appropriation was made:

0001—General Fund

(1) Item 5175-101-0001, Budget Act of 2001 (Ch. 106, Stats. 2001)

(a) 10.01-Child Support Administration 640,000

(b) 10.02-Child Support Incentive .....~~24,575,000~~ *10,295,000*

5180-001-0001—For support of Department of Social Services 92,372,000

Schedule:

(1) 16-Welfare Programs..... 66,844,000
(2) 25-Social Services and Licensing...140,868,000
(3) 35-Disability Evaluation and Other Services.....215,304,000
(4) 60.01-Administration..... 35,981,000
(5) 60.02-Distributed Administration ...–35,981,000
(6) Reimbursements.....–19,955,000

Item	Amount
(7) Amount payable from Foster Family Home and Small Family Home Insurance Fund (Item 5180-001-0131)	−3,000,000
(8) Amount payable from the Federal Trust Fund (Item 5180-001-0890)	−307,689,000

Provisions:

1. The Department of Finance may authorize the transfer of funds from Schedule (2) of this item to Schedule (3), Program 25.45, of Item 5180-151-0001, Community Care Licensing, in order to allow counties to perform the facilities evaluation function.
2. The Department of Finance may authorize the transfer of funds from Schedule (2) of this item to Schedule (1)(b), Program 25.25.020, of Item 5180-151-0001, Adoptions, in order to allow counties to perform the adoptions program function.
3. Nonfederal funds appropriated in this item which have been budgeted to meet the state's Temporary Assistance for Needy Families maintenance-of-effort requirement established pursuant to the federal Personal Responsibility and Work Opportunity Reconciliation Act of 1996 (P.L. 104-193) may not be expended in any way that would cause their disqualification as a federally allowable maintenance-of-effort expenditure.
4. The Continuing Care Contracts Branch shall retain an actuarial consultant to be available as needed. Notwithstanding paragraph (4) of subdivision (b) of Section 1778 of the Health and Safety Code, the State Department of Social Services may use no more than 20 percent of the fees collected pursuant to Chapter 10 (commencing with Section 1770) of Division 2 of the Health and Safety Code for overhead costs, facilities operation, and indirect department costs.
5. It is the intent of the Legislature to provide sufficient funding to ensure that Child Support State Administrative Hearings are conducted to meet statutory timeframes. Notwithstanding the 30-day notice requirement set forth in subdivision (d) of Section 28.00 of this act, upon request of the Department of Child Support Services, the Department of Finance may augment expenditure au-

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thority in this item to fund increased costs associated with the state administrative hearing process at the time the request is made. Concurrent with the Department of Finance approval, written notification shall be provided to the Chairperson of the Joint Legislative Budget Committee and the chairperson of the committee in each house that considers appropriations.

6. It is the intent of the Legislature that, to the extent funds are appropriated and state civil service requirements are met, the department shall employ staff with expertise in the management, actuarial, financial analysis, and legal counsel positions for the Continuing Care Contract program.
7. By February 1, 2003, the State Department of Social Services shall conduct a one-time survey and report to the Employment Development Department on information obtained from county welfare departments, regarding the costs they expect to contribute to the local One-Stop System for the 2002–03 fiscal year. This report shall include the number of staff committed and the total contribution of funds in each county.

5180-001-0131—For support of Department of Social Services, for payment to Item 5180-001-0001, for claim payments and the operation and maintenance of the Foster Family Home and Small Family Home Insurance Fund 3,000,000

Provisions:

1. The Department of Finance is authorized to approve expenditures from the unexpended balance available from prior years' appropriations in the Foster Family Home and Small Family Home Insurance Fund during the 2002–03 fiscal year, in those amounts made necessary by increases in either the payment of claims or the costs of operating and maintaining the Foster Family Home and Small Family Home Insurance Fund, which are within or in excess of amounts appropriated in this act for that year.

   If the Department of Finance determines that the estimate of expenditures will exceed the expenditures authorized for the 2002–03 fiscal year, the department shall notify the Legislature. Upon notification the amount of the limitation for the 2002–03 fiscal year shall be increased by the amount of such excess from the unexpended bal-

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ance available from prior years' appropriations in the Foster Family Home and Small Family Home Insurance Fund.	
5180-001-0270—For support of Department of Social Services, payable from the Technical Assistance Fund	3,110,000
5180-001-0271—For support of Department of Social Services, payable from the Certification Fund	1,207,000
5180-001-0279—For support of Department of Social Services, payable from the Child Health and Safety Fund	845,000
5180-001-0890—For support of Department of Social Services, for payment to Item 5180-001-0001, payable from the Federal Trust Fund	307,689,000
Provisions:	
1. The Department of Finance may authorize the transfer of federal funds from this item to Item 5180-151-0890 in order to allow counties to perform the adoptions program functions, and the facilities evaluation function in Community Care Licensing in the Department of Social Services.	
5180-011-0001—For transfer by the Controller to the Foster Family Home and Small Family Home Insurance Fund	2,034,000
Provisions:	
1. Provision 1 of Item 5180-001-0131 also applies to this item.	
5180-011-0270—For transfer by the Controller, upon order of the Director of Finance, from the Technical Assistance Fund, to the General Fund	(991,000)
5180-011-0279—For transfer by the Controller from the Child Health and Safety Fund to the State Children's Trust Fund	45,000
5180-011-0890—For transfer by the Controller from the Federal Trust Fund to the Foster Family Home and Small Family Home Insurance Fund	966,000
Provisions:	
1. Provision 1 of Item 5180-001-0131 also applies to this item.	
5180-101-0001—For local assistance, Department of Social Services	2,716,224,000
Schedule:	
(1) 16.30-CalWORKs 5,729,711,000	
(a) 16.30.010-Assistance Payments 3,343,611,000	

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(b) 16.30.025-Services, Administration, and Child Care..... 2,120,805,000
(i) Services ..... (1,304,144,000)
(ii) Administration.. (356,165,000)
(iii) Child Care ..... (460,496,000)
(bb) 16.30.050-County Probation Facilities 201,413,000
(c) 16.30.060-Kin-GAP Program..... 63,882,000
(2) 16.40-Foster Care.....900,210,000
(3) 16.50-Adoption Assistance Program.....366,096,000
(4) 16.55-Refugee Cash Assistance..... 4,682,000
(5) 16.60-Food Assistance Programs ... 68,703,000
(6) Reimbursements..... –3,510,000
(7) Amount payable from the Emergency Food Assistance Program Fund (Item 5180-101-0122)..... –309,000
(8) Amount payable from the Employment Training Fund (Item 5180-101-0514).....–30,000,000
(9) Amount payable from the Federal Trust Fund (Item 5180-101-0890) ..... –4,319,359,000

Provisions:

1. No funds appropriated in this item shall be encumbered unless every rule or regulation adopted and every all-county letter issued by the Department of Social Services that adds to the cost of any program is approved by the Department of Finance as to the availability of funds before it becomes effective. In making the determination as to availability of funds to meet the expenditures of a rule, regulation, or all-county letter that would increase the costs of a program, the Department of Finance shall consider the amount of the proposed increase on an annualized basis, the effect the change would have on the expenditure limitations for the program set forth in this act, the extent to which the rule, regulation, or all-county letter constitutes a deviation from the premises under which the expenditure limitations were prepared,

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and any additional factors relating to the fiscal integrity of the program or the state's fiscal situation.

Notwithstanding Control Sections 27.00, 28.00 and 28.50 of this act, the availability of funds contained in this item for rules, regulations, or all-county letters that add to program costs funded from the General Fund in excess of $500,000 on an annual basis, including those that are the result of a federal regulation but excluding those that are (a) specifically required as a result of the enactment of a federal or state law, or (b) included in the appropriation made by this act, shall not be approved by the Department of Finance sooner than 30 days after notification in writing of the necessity therefor to the chairperson of the committee in each house that considers appropriations and the Chairperson of the Joint Legislative Budget Committee, or such lesser time as the chairperson of the committee, or his or her designee, may in each instance determine.

2. Notwithstanding Chapter 1 (commencing with Section 18000) of Part 6 of Division 9 of the Welfare and Institutions Code, a loan not to exceed $500,000,000 shall be made available from the General Fund, from funds not otherwise appropriated, to cover the federal share of costs of a program(s) when the federal funds have not been received by this state prior to the usual time for transmitting that federal share to the counties of this state. This loan from the General Fund shall be repaid when the federal share of costs for the program or programs becomes available.
3. The Department of Finance may authorize the transfer of amounts from this item to Item 5180-001-0001 in order to fund the cost of the administrative hearing process associated with changes in aid payments in the CalWORKs program.
4. The Department of Finance is authorized to approve expenditures in those amounts made necessary by changes in either caseload or payments, or any rule or regulation adopted and any all-county letter issued as a result of the enactment of a federal or state law, the adoption of a federal regulation, or the following of a court decision, during

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the 2002–03 fiscal year that are within or in excess of amounts appropriated in this act for that year.

If the Department of Finance determines that the estimate of expenditures will exceed the expenditures authorized for this item, the department shall so report to the Legislature. At the time as the report is made, the amount of the limitation shall be increased by the amount of the excess unless and until otherwise provided by law.

6. Nonfederal funds appropriated in this item which have been budgeted to meet the state's Temporary Assistance for Needy Families maintenance-of-effort requirement established pursuant to the federal Personal Responsibility and Work Opportunity Reconciliation Act of 1996 (P.L. 104-193) may not be expended in any way that would cause their disqualification as a federally allowable maintenance-of-effort expenditure.
7. In the event of declared disaster and upon county request, the State Department of Social Services may act in the place of any county and assume direct responsibility for the administration of eligibility and grant determination. Upon recommendation of the Director of Social Services, the Department of Finance may authorize the transfer of funds from Items 5180-101-0001 and 5180-101-0890, to Items 5180-001-0001 and 5180-001-0890, for this purpose.
8. Notwithstanding Section 26.00 of this act, the Department of Finance is authorized to approve the transfer of funds between Schedule (1)(a) 16.30.010-Assistance Payments and Schedule (1)(b) 16.30.025-Services, Administration, and Child Care in order to meet the Temporary Assistance for Needy Families maintenance-of-effort requirement.
9. Of the funds appropriated in Schedule (1)(b) 16.30.025-Services, Administration, and Child Care, $302,844,000, or the amount of unspent county incentive funds remaining after the $128,000,000 one-time employment services transfer and the $169,156,000 base CalWORKs program transfer, whichever is greater, shall be for payment of county incentives authorized by Section 10544.1 of the Welfare and Institutions Code. The Department of Social Services shall al-

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locate these funds to counties in proportion to the amount of each county's unspent county incentive funds to the total amount of unspent county incentive funds as of July 1, 2002. The Department shall make a final allocation of these funds after the county incentive expenditures for the quarter ending June 30, 2002, have been determined.

~~10. Of the funds appropriated in subdivision (b) of Schedule (1) for Mental Health and Substance Abuse Services for CalWORKs participants under Employment Services, the department shall first allocate $100,000 for development of mental heath, alcohol, and other drug and domestic violence outcomes systems for CalWORKs clients. The allocation shall be provided to a county or counties selected by the Department of Social Services with consultation from the CalWORKs project of the County Welfare Directors Association, the California Mental Health Director Association, and the County Alcohol and Drug Program Administrators Association of California. The criteria for selection should include interest and quality of data systems. The goal of this one-time allocation is to produce systems that track and measure individual, family, and systems outcomes of mental health, alcohol, and other drug and domestic violence interventions funded by CalWORKs. These systems should also provide feedback to staff and administrators to help improve services. Outcomes should include both employment and problem resolution for parents and children. The CalWORKs project shall provide technical assistance to each county and the department shall write a report summarizing the results of the project to be submitted to the Legislature by March 2004.~~

5180-101-0122—For local assistance, Department of Social Services, for payment to Item 5180-101-0001, payable from the Emergency Food Assistance Program Fund..... 309,000

5180-101-0514—For local assistance, Department of Social Services, for payment to Item 5180-101-0001, payable from the Employment Training Fund..... 30,000,000

5180-101-0890—For local assistance, Department of Social Services, for payment to Item 5180-101-0001, payable from the Federal Trust Fund..... 4,319,359,000

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Provisions:

1. Provisions 1, 4, 7, and 9 of Item 5180-101-0001 also apply to this item.
2. The Department of Finance may authorize the transfer of amounts from this item to Item 5180-001-0890 in order to fund the cost of the administrative hearing process associated with changes in aid payments in the CalWORKs program.
3. The State Department of Social Services may transfer up to $10,000,000 of the funds appropriated in this item for Program 16.30.025—Services, Administration, and Child Care, from the TANF block grant to the Social Services Block Grant (Title XX) pursuant to authorization in the federal Personal Responsibility and Work Opportunity Reconciliation Act of 1996 (Public Law 104-193). The Title XX funds shall be pooled with TANF funds appropriated in this item for CalWORKs Child Care, for the purpose of broadening access to federal Child and Adult Care Food Program benefits for low-income children in proprietary child care centers. This transfer shall occur only if the Director of Finance approves the pooling of Title XX funds with CCDF and/or TANF funds.

5180-111-0001—For local assistance, Department of Social Services 4,053,923,000

Schedule:

(1) 16.70-SSI/SSP 3,058,265,000

(2) 25.15-IHSS..... 2,592,632,000

(a) 25.15.010-Services 2,407,608,000

(b) 25.15.020-Administration..... 185,024,000

(3) Reimbursements ..... –1,561,867,000

(4) Amount payable from the Federal Trust Fund (Item 5180-111-0890) ..... –35,107,000

Provisions:

1. Provisions 1 and 4 of Item 5180-101-0001 also apply to this item.
2. Notwithstanding Chapter 1 (commencing with Section 18000) of Part 6 of Division 9 of the Welfare and Institutions Code, a loan not to exceed $59,000,000 shall be made available from the General Fund from funds not otherwise appropriated, to cover the federal share or reimbursable

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share, or both, of costs of a program(s) when the federal funds or reimbursements (from the Health Care Deposit Fund or counties) have not been received by this state prior to the usual time for transmitting payments for the federal or reimbursable share of costs for this state. That loan from the General Fund shall be repaid when the federal share of costs for the program(s) becomes available, or in the case of reimbursements, subject to Section 16351 of the Government Code. County reimbursements also shall be subject to Section 16314 of the Government Code, which specifies the rate of interest. The department may offset a county's share of cost of the In-Home Supportive Services (IHSS) program against local assistance payments made to the county if the county fails to reimburse its share of cost of the IHSS program to the state.

3. The Department of Finance may authorize the transfer of amounts between this item and Item 5180-151-0001 in order to reflect modifications in the use of federal Title XX funds. The funds shall not be approved sooner than 30 days after notification in writing of the necessity therefor to the chairperson of the committee in each house that considers appropriations and the Chairperson of the Joint Legislative Budget Committee, or such lesser time as the chairpersons of the committees, or their designees, may in each instance jointly determine.
4. The State Department of Social Services shall provide technical assistance to counties to ensure that they maximize the receipt of federal funds for the In-Home Supportive Services Program, without compromising the quality of the services provided to In-Home Supportive Services recipients.

5180-111-0890—For local assistance, Department of Social Services for payment to Item 5180-111-0001, payable from the Federal Trust Fund..... 35,107,000

Provisions:

1. The Department of Finance may authorize the transfer of amounts between this item and Item 5180-151-0890, in order to reflect modifications in the use of federal Title XX funds. The funds shall not be approved sooner than 30 days after notification in writing of the necessity therefor to the chairperson of the committee in each house

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that considers appropriations and the Chairperson of the Joint Legislative Budget Committee, or such lesser time as the chairpersons of the committees, or their designees, may in each instance jointly determine.

5180-141-0001—For local assistance, Department of Social Services ..... ~~421,675,000~~ *414,875,000*

Schedule:

(1) 16.80-County Administration .....~~717,951,000~~ *701,437,000*

(2) 16.85-Automation Projects 265,005,000

(3) Reimbursements .....–23,336,000

(4) Amount payable from the Federal Trust Fund (Item 5180-141-0890) ..... ~~–537,945,000~~ *–528,231,000*

Provisions:

1. Notwithstanding Chapter 1 (commencing with Section 18000) of Part 6 of Division 9 of the Welfare and Institutions Code, a loan not to exceed $127,000,000 shall be made available from the General Fund, from funds not otherwise appropriated, to cover the federal share of costs of a program(s) when the federal funds have not been received by this state prior to the usual time for transmitting that federal share to the counties of this state. This loan from the General Fund shall be repaid when the federal share of costs for the program or programs becomes available.
2. In the event of declared disaster and upon county request, the State Department of Social Services may act in the place of any county and assume direct responsibility for the administration of eligibility and grant determination. Upon recommendation of the Director of Social Services, the Department of Finance may authorize the transfer of funds from Items 5180-141-0001 and 5180-141-0890, to Items 5180-001-0001 and 5180-001-0890, for this purpose.
3. Provision 1 of Item 5180-101-0001 also applies to this item.
4. Pursuant to public assistance caseload estimates reflected in the annual Governor's Budget, the Department of Finance may approve expenditures in those amounts made necessary by changes in caseload that are in excess of amounts appropri-

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ated in this act. If the Department of Finance determines that the estimate of expenditures will exceed the expenditures authorized for this item, the department shall so report to the Legislature. At the time the report is made, the amount of the limitation shall be increased by the amount of the excess unless and until otherwise provided by law.

5. Nonfederal funds appropriated in this item which have been budgeted to meet the state's Temporary Assistance for Needy Families maintenance-of-effort requirement established pursuant to the federal Personal Responsibility and Work Opportunity Reconciliation Act of 1996 (P.L. 104-193) may not be expended in any way that would cause their disqualification as a federally allowable maintenance-of-effort expenditure.
6. Section 11.00 of this act shall apply to contracts entered into for the development and implementation of the Consortium IV, Interim Statewide Automated Welfare System, Los Angeles Eligibility, Automated Determination, Evaluation, and Reporting, and Welfare Client Data Systems consortia of the Statewide Automated Welfare System.
7. Of the amount appropriated in this item, $1,202,000 for the Statewide Automated Welfare System Los Angeles Eligibility, Automated Determination, Evaluation and Reporting Consortium shall not be encumbered until the Department of Finance reviews and approves a special project report or equivalent document which specifies the application modifications to be completed, including the vendor's estimates of the funding needed to complete the modifications, and also including the timeframes for data conversion to the Welfare Data Tracking Implementation Project System. At the time that it approves the funds availability, the Department of Finance shall provide written notification to the chairperson of the fiscal committees of each house of the Legislature and the Chairperson of the Joint Legislative Budget Committee.
8. Resources necessary to develop a plan for the migration of the Interim Statewide Automated Welfare System (ISAWS) Consortium counties to one of more Statewide Automated Welfare System

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consortia shall be redirected from the funds appropriated in this Item for the ISAWS Consortium. The funds redirected by this provision shall be made available consistent with the amount approved by the Department of Finance based on review and approval of an appropriate update to the implementation planning document or equivalent document. At the time it approves the funds availability, the Department of Finance shall provide written notification to the chairperson of the fiscal committees of each house of the Legislature and the Chairperson of the Joint Legislative Budget Committee. It is the intent of the Legislature that the ISAWS Consortium counties will migrate to one or more of the remaining consortium systems. The ISAWS migration costs shall be included in the appropriate update to the implementation planning documents.

9. Of the amount appropriated in this item, $20,000,000 for the Statewide Automated Welfare System Welfare Client Data System Consortium shall not be encumbered until the Department of Finance reviews and approves a special project report or equivalent document which specifies all vendor and consortium costs for each year included in the document. At the time that it approves the funds availability, the Department of Finance shall provide written notification to the chairperson of the fiscal committees of each house of the Legislature and the Chairperson of the Joint Legislative Budget Committee.

10. Of the amount appropriated in this item $15,000,000 for the Statewide Automated Welfare System (SAWS) Consortium IV (C-IV) shall not be encumbered until the Department of Finance reviews and approves a special project report or equivalent document which specifies all vendor and consortium costs for each year included in the document. At the time that it approves the funds availability, the Department of Finance shall provide written notification to the chairperson of the fiscal committees of each house of the Legislature and the Chairperson of the Joint Legislative Budget Committee. On or before January 1, 2003, the Health and Human Services Agency Data Center, in cooperation with the State Department of Social Services and

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the SAWS C-IV, shall report to the chairperson of the fiscal committees of each house of the Legislature and the Chairperson of the Joint Legislative Budget Committee the proposed project reductions to SAWS C-IV. The report shall include, but is not limited to, descriptions of each reduction, funding cuts associated with each reduction, identified risks, plans to mitigate risks, and actions necessary to implement the proposed reduction. The report shall be provided to the Department of Finance for its review and approval prior to submittal to the Legislature.

5180-141-0890—For local assistance, Department of Social Services, for payment to Item 5180-141-0001, payable from the Federal Trust Fund..... ~~776,573,000~~ *528,231,000*

Provisions:

1. Provisions 2, 3, 4, 6, 7, 8, 9, and 10 of Item 5180-141-0001 also apply to this item.

5180-151-0001—For local assistance, Department of Social Services ..... ~~782,148,000~~ *745,606,000*

Schedule:

(1) 25.25-Children's Services..... ~~1,903,347,000~~ *1,848,623,000*

(a) 25.25.010-Child Welfare Services ..... ~~1,802,078,000~~ *1,752,554,000*

(b) 25.25.020-Adoptions..... ~~81,286,000~~ *76,086,000*

(c) 25.25.030-Child Abuse Prevention .19,983,000

(2) 25.35-Special Programs.....118,211,000

(a) 25.35.010-Specialized Services 707,000

(b) 25.35.020-Access Assistance for the Deaf..... 5,804,000

(c) 25.35.030-Maternity Care 600,000

(d) 25.35.040-Refugee Assistance Services 19,733,000

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(e) 25.35.050-County Services Block Grant 91,367,000	
(3) 25.45-Community Care Licensing	20,910,000
(4) Reimbursements	~~–69,879,000~~ *–68,817,000*
(5) Amount payable from the Child Health and Safety Fund (Item 5180-151-0279)	–445,000
(6) Amount payable from the Federal Trust Fund (Item 5180-151-0890)	~~–1,195,571,000~~ *–1,172,876,000*

Provisions:

1. Provision 1 of Item 5180-101-0001 also applies to this item.
2. Notwithstanding Chapter 1 (commencing with Section 18000) of Part 6 of Division 9 of the Welfare and Institutions Code, a loan not to exceed $50,000,000 shall be made available from the General Fund from funds not otherwise appropriated, to cover the federal share of costs of a program(s) when the federal funds have not been received by this state prior to the usual time for transmitting that federal share to the counties of this state. That loan from the General Fund shall be repaid when the federal share of costs for the program(s) becomes available.
3. The Department of Finance may authorize the establishment of positions and transfer of amounts from this item to Item 5180-001-0001, in order to allow the state to perform the facilities evaluation function of Community Care Licensing in the event the counties fail to perform that function.
4. The Department of Finance may authorize the transfer of amounts between this item and Item 5180-111-0001 in order to reflect modifications in the use of Title XX funds. The funds shall not be approved sooner than 30 days after notification in writing of the necessity therefor to the chairperson of the committee in each house that considers appropriations and the Chairperson of the Joint Legislative Budget Committee, or such lesser time as the chairpersons of the committees, or their designees, may in each instance jointly determine.

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5. Nonfederal funds appropriated in this item which have been budgeted to meet the state's Temporary Assistance for Needy Families maintenance-of-effort requirement established pursuant to the federal Personal Responsibility and Work Opportunity Reconciliation Act of 1996 (P.L. 104-193) may not be expended in any way that would cause their disqualification as a federally allowable maintenance-of-effort expenditure.
6. Of the amount appropriated in this item, $120,813,000 shall be provided to counties to fund additional child welfare service activities and shall be allocated based on child welfare services caseload and county unit costs. However no county shall receive less than $100,000. These funds shall be expressly targeted for emergency response, family reunification, family maintenance and permanent placement services and shall be used to supplement, and shall not be used to supplant, child welfare services funds. A county is not required to provide a match of the funds received pursuant to this provision if the county appropriates the required full match for the county's child welfare services program exclusive of the funds received pursuant to this provision. These funds are available only to counties that have certified that they are fully utilizing the Child Welfare Services/Case Management System (CWS/CMS) or have entered into an agreed upon plan with the State Department of Social Services outlining the steps that will be taken to achieve full utilization. The department shall reallocate any funds that counties choose not to accept under this provision, to other counties based on the allocation formula specified in this provision.

   The department, in collaboration with the County Welfare Directors Association and representatives from labor groups representing social workers, shall develop the definition of full utilization of the CWS/CMS, the method for measuring full utilization, the process for the state and counties to work together to move counties toward full utilization, and measurements of progress toward full utilization.
7. In order to receive state funding for adult protective service programs, counties shall participate in the quarterly claims processing, payment, and re-

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porting system developed by the Department of Social Services for the adult protective services program.

8. Of the amount appropriated in this item, $1,200,000 shall be provided to counties for the purpose of maintaining and operating Live Scan equipment in county welfare departments. The counties shall utilize this equipment to perform criminal background checks of relatives, foster parents, and others for whom criminal record checks are required when the county is considering a foster child placement. The State Department of Social Services shall allocate these funds to the counties to enable the most efficient use of the equipment. Counties shall not be required to provide a match for these funds if the funds are used exclusively for the maintenance and operation of Live Scan equipment in the Foster Care Program.
9. The Department of Finance may authorize the establishment of positions and transfer of amounts from this item to Item 5180-001-0001, in order to allow the state to perform the adoptions function in the event that a county notifies the Department of Social Services that it intends to cease performing that function.
10. Of the funds appropriated in this item, $2,755,406 shall be used to pay the county share of costs for case management activities of the Emergency Assistance Program pursuant to Section 15204.25 of the Welfare and Institutions Code.
11. In addition to the 50 percent of the total compensation per adoption case that is authorized to be paid to independent adoption agencies pursuant to subdivision (b) of Section 16122 of the Welfare and Institutions Code, the department is authorized between July 1, 2002, and December 31, 2002, inclusive, to advance adoption agencies up to $2,000 prior to the adoption petition being granted by the court. In order to receive the advance, the adoption agency must certify to the State Department of Social Services that the adoption will be completed by May 1, 2003. The department must receive the certification prior to December 31, 2002. If an adoption is not completed by May 1, 2003, the adoption agency shall

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refund the moneys advanced by the department for that case by June 1, 2003. The department may recover moneys from future payments to independent adoption agencies.	
5180-151-0279—For local assistance, Department of Social Services, for payment to Item 5180-151-0001, payable from the Child Health and Safety Fund	445,000
5180-151-0890—For local assistance, Department of Social Services, for payment to Item 5180-151-0001, payable from the Federal Trust Fund	~~1,195,571,000~~ *1,172,876,000*

Provisions:

1. Provisions 1, 3, 4, 6, 8, and 9 of Item 5180-151-0001 also apply to this item.

5180-401—The Director of Finance is authorized to approve transfers not to exceed $108,435,000 from the federal Temporary Assistance for Needy Families (TANF) block grant to and in augmentation of the amount appropriated in Item 5180-101-0890 Program 16.30.025—Services, Administration, and Child Care for expenditure by the State Department of Social Services, and to the federal Child Care and Development Fund (CCDF) as an augmentation to Item 6110-196-0890 for use by the State Department of Education for CalWORKs local assistance Stage II child care. The moneys transferred to the Department of Education shall be used only for direct services to Stage II child care recipients, and the Department of Education shall use other existing funds available for child care quality expenditures to meet the 4 percent quality requirement of federal law associated with CCDF expenditures. Prior to any fund transfers from TANF to CCDF, the Department of Education shall certify that the transfer will not require additional quality expenditures beyond the existing expenditures. Should additional quality expenditures be required as a result of a transfer pursuant to this provision, these transfers shall become TANF funds and shall not be transferred to the CCDF. In the event of a TANF transfer pursuant to this item, the Department of Education shall comply with existing TANF and CalWORKs regulations and reporting requirements. The Department of Finance shall provide written notification to the chairperson of the fiscal committees of each house of the Legislature and the Chairperson of the Joint Legislative Budget Committee at the time of the transfer.

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5180-402—The Director of Finance is authorized to approve transfers of $351,661,000 from the federal Temporary Assistance for Needy Families (TANF) block grant to the Child Care and Development Fund administered by the State Department of Education, and the entire amount so transferred shall be used for CalWORKs local assistance Stage II child care. The moneys transferred to the Department of Education shall be used only for direct services to Stage II child care recipients, and the Department of Education shall use other existing funds available for child care quality expenditures to meet the 4 percent quality requirement of federal law associated with CCDF expenditures. Prior to any fund transfers from TANF to CCDF, the Department of Education shall certify that the transfer will not require additional quality expenditures beyond the existing expenditures. Should additional quality expenditures be required as a result of a transfer pursuant to this provision, these transfers shall become TANF funds and shall not be transferred to the CCDF. In the event of a TANF transfer pursuant to this item, the Department of Education shall comply with existing TANF and CalWORKs regulations and reporting requirements. Provisions:

1. Upon request from the State Department of Education, and upon approval by the Director of Finance, the State Department of Social Services is authorized to transfer up to $10,000,000 from the federal Temporary Assistance to Needy Families (TANF) block grant to the Social Services Block Grant (Title XX) pursuant to authorization in the federal Personal Responsibility and Work Opportunity Reconciliation Act of 1996 (P.L. 104-193). These funds shall be provided to the State Department of Education, to be pooled with moneys in the Child Care and Development Fund (CCDF) TANF, or both, for the purpose of broadening access to federal Child and Adult Care Food Program benefits for low-income children in proprietary child care centers. The total amount to be transferred to the State Department of Education from Title XX and TANF combined shall not exceed $351,661,000. In the event Title XX funds are provided to the State Department of Education pursuant to this provision, the State Department of Education shall comply with all Title XX regu-

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lations and reporting requirements. The Department of Finance shall provide written notification to the chairperson of the fiscal committees of each house of the Legislature and the Chairperson of the Joint Legislative Budget Committee at the time of the transfer.

5180-403—Upon request of the Secretary for Health and Human Services, the Director of Finance is authorized to approve transfers not to exceed $60,000,000 from the Federal Temporary Assistance for Needy Families (TANF) block grant to and in augmentation of any program for which TANF funds have been appropriated in this act, only if the request (1) meets all of the conditions set forth in Section 28 of this act, or (2) is consistent with Provision 4 of Item 5180-101-0001. Any transfers pursuant to this paragraph shall require the respective legislative notification procedures set forth in Section 28 or Provision 4 of Item 5180-101-0001, whichever is applicable.

5180-491—Reappropriation, Department of Social Services. Notwithstanding any other provision of law, the balance of the funds for the appropriations provided in the following citations are reappropriated for expenditure pursuant to Provision 1 and are available for expenditure until June 30, 2003:

0001—General Fund

(1) Item 5180-111-0001, Budget Act of 2001 (Ch. 106, Stats. 2001)
(2) Item 5180-141-0001, Budget Act of 2001 (Ch. 106, Stats. 2001)
(3) Item 5180-151-0001, Budget Act of 2001 (Ch. 106, Stats. 2001)

0890—Federal Trust Fund

(1) Item 5180-111-0890, Budget Act of 2001 (Ch. 106, Stats. 2001)
(2) Item 5180-141-0890, Budget Act of 2001 (Ch. 106, Stats. 2001)
(3) Item 5180-151-0890, Budget Act of 2001 (Ch. 106, Stats. 2001)

Provisions:

1. It is the intent of this item to continue funding approved activities for the automation projects that, due to schedule changes, result in unexpended appropriations one year and the need for additional funding in the following year. Therefore, notwithstanding any other provision of law, the balance of the appropriations for these automation projects

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may, upon approval of the Department of Finance, be reappropriated for transfer to and in augmentation of the corresponding items in this act. The funds reappropriated by this provision shall be made available consistent with the amount approved by the Department of Finance ~~and the Department of Information Technology~~ based on an approved special project report or equivalent document not sooner than 30 days after providing notification in writing to the chairperson of the fiscal committee of each house of the Legislature and the Chairperson of the Joint Legislative Budget Committee.

5180-492—Reappropriation, Department of Social Services. Notwithstanding any other provision of law, the balance of the appropriations in the following citations is reappropriated for the purpose specified, and shall be available for encumbrance and expenditure until June 30, 2004:

0001—General Fund

(1) Item 5180-102-0001, Budget Act of 2001 (Ch. 106, Stats. 2001), for local assistance under the federal Welfare-to-Work match.

5180-495—Reversion, Department of Social Services. Notwithstanding any other provision of law, as of June 30, 2002, the appropriation provided in the following citations shall revert to the fund balance of the fund from which the appropriation was made:

0001—General Fund

(0.5) Item 5180-111-0001 of the Budget Act of 2000 (Ch. 52, Stats. 2000)

(a) 16.70—SSI/SSP ($50,000,000)

(1) Item 5180-141-0001, Budget Act of 2000 (Ch. 52, Stats. 2000)

(a) 16.80-County Administration ($4,304,000)

YOUTH AND ADULT CORRECTIONAL AGENCY

5240-001-0001—For support of the Department of Corrections..... 4,481,209,000

Schedule:

(1) 21-Institution Program 3,326,467,000

(2) 22-Health Care Services Program.....835,879,000

(3) 31-Community Correctional Program.....434,968,000

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(4) 41.01-Administration.....143,853,000
(5) 41.02-Distributed Administration ..... –143,853,000
(6) Reimbursements.....–67,702,000
(7) Amount payable from the Federal Trust Fund (Item 5240-001-0890).. –2,017,000
(8) Amount payable from the Inmate Welfare Fund (Item 5240-001-0917).....–46,386,000

Provisions:

1. Funds appropriated to accommodate projected institutional population levels in excess of those that actually materialize, if any, shall revert to the General Fund, except that the Director of Finance may approve an increase in expenditures that are not related to caseload for the Department of Corrections through the redirection of funding that is reasonably believed not to be needed for accommodating projected institutional population levels if the approval is made in writing and filed with the Chairperson of the Joint Legislative Budget Committee and the chairperson of each house of the Legislature that considers appropriations not later than 30 days prior to the effective date of the approval, or prior to whatever lesser time the chairperson of the joint committee, or his or her designee, may in each instance determine. All notifications shall include (a) the reason for the proposed redirection of caseload funding to expenditures that are not related to caseload, (b) the approved amount, and (c) the basis of the director's determination that the funding is not needed for accommodating projected institutional population levels.
2. Funds appropriated to accommodate projected parole population levels in excess of those that actually materialize, if any, shall revert to the General Fund, except that the Director of Finance may approve an increase in expenditures that are not related to caseload for the Department of Corrections through the redirection of funding that is reasonably believed not to be needed for accommodating projected parole population levels if the approval is made in writing and filed with the Chairperson of the Joint Legislative Budget Committee and the chairperson of each house of the Legislature that considers appropriations not later

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than 30 days prior to the effective date of the approval, or prior to whatever lesser time the chairperson of the joint committee, or his or her designee, may in each instance determine. All notifications shall include (a) the reason for the proposed redirection of caseload funding to expenditures that are not related to caseload, (b) the approved amount, and (c) the basis of the director's determination that the funding is not needed for accommodating projected parole population levels.

3. Any funds recovered as a result of audits of locally operated return-to-custody centers shall revert to the General Fund.
4. When contracting with counties for vacant jail beds for any inmate under the jurisdiction of the Director of the Department of Corrections, the department shall not reimburse counties more than the average amount it costs the state to provide the same services in comparable state institutions. This restriction shall not apply to any existing contract, but shall apply to the extension or renewal of that contract. In addition, the total operational cost of incarcerating state inmates in leased county jail beds (which includes state costs, but is exclusive of one-time and capital outlay costs), shall not exceed the department's average cost for operating comparable institutions.
5. Notwithstanding any other provision of law, but subject to providing 30 days' prior notification to the Joint Legislative Budget Committee, funds appropriated in Schedule (1) or (3), or both, of this item may be transferred to Item 5240-101-0001, Schedule (2), upon order of the Director of Finance, to provide funds for the reimbursement of counties for the cost of holding parole violators in local jail.
6. Notwithstanding any other provision of law, upon approval of the Department of Finance, the Department of Corrections may transfer, between Schedules (1), (2), and (3) of this item, up to 5 percent of the amounts appropriated in these schedules. Any transfer of funds appropriated in Schedules (1), (2), and (3) of this item exceeding 5 percent may occur not sooner than 30 days after notification thereof to the Chairperson of the Joint

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Legislative Budget Committee and the chairpersons of the fiscal committees of the Legislature.

7. The Department of Corrections shall adjust the number of contracted beds with the Department of Mental Health necessary to house its offenders as part of its ongoing Coleman compliance effort. This revision shall be based on actual and reasonably projected bed usage, and be included in the Governor's Budget population related request and adjusted in the May Revision as necessary.
8. Of the 138.7 positions that were abolished from the Department of Corrections on July 1, 2001, the Department of Finance shall authorize the permanent establishment of 47.72 health care positions and 34.08 safety and security positions upon its determination that the department has verified all vacancies in the respective classifications in each affected institution have been filled.
9. The Department of Corrections shall continue the contracts for the Leo Chesney Center, Baker Community Correctional Facility, McFarland Community Correctional Facility, Mesa Verde Community Correctional Facility, and Eagle Mountain Community Correctional Facility for an interim period through June 30, 2003. This interim period may be extended by the Department pending implementation of new contracts, with 30-day notice to the providers. The department shall competitively bid the new contracts. The new contracts shall be awarded to the lowest responsible bidder that can provide the same level of programming opportunities that is currently offered. The current providers shall be reimbursed for any reasonable reactivation costs incurred, which shall be included as part of the interim contract terms and conditions. In the fall 2002 population process, the department shall adjust the funding levels as necessary for these contracts and any reasonable departmentally incurred reactivation costs.

5240-001-0890—For support of the Department of Corrections, for payment to Item 5240-001-0001, payable from the Federal Trust Fund 2,017,000

5240-001-0917—For support of the Department of Corrections, for payment to Item 5240-001-0001, payable from the Inmate Welfare Fund 46,386,000

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5240-003-0001—For support of the Department of Corrections for rental payments on lease revenue bonds 241,643,000

Schedule:

(1) Base Rent and Fees.....260,598,000

(2) Insurance 2,596,000

(3) Reimbursements.....–21,551,000

Provisions:

1. The Controller shall transfer funds appropriated in this item according to a schedule to be provided by the State Public Works Board. The schedule shall be provided on a monthly basis or as otherwise might be needed to ensure debt requirements are met.

5240-101-0001—For local assistance, Department of Corrections..... 56,497,000

Schedule:

(1) 21-Institution Program..... 15,132,000

(2) 31-Community Correctional Program..... 41,365,000

Provisions:

1. The amount appropriated in this item is provided for the following purposes:

   a. To pay the transportation costs of prisoners to and between state prisons, including the return of parole violators to prison and for the conveying of persons under provisions of Division 3 (commencing with Section 3000) of the Welfare and Institutions Code and the Western Interstate Corrections Compact (Section 11190 of the Penal Code), in accordance with Section 26749 of the Government Code. Claims filed by local jurisdictions shall be filed within six months after the end of the month in which those transportation costs are incurred. Expenditures shall be charged to either the fiscal year in which the claim is received by the Controller or the fiscal year in which the warrant is issued by the Controller.

      Claims filed by local jurisdictions directly with the Controller may be paid by the Controller.

   b. To pay the expenses of returning fugitives from justice from outside the state, in accordance with Sections 1389, 1549, and 1557 of the Penal Code. Claims filed by local jurisdictions shall be filed within six months after the

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end of the month in which expenses are incurred, expenditures shall be charged to either the fiscal year in which the claim is received by the Controller or the fiscal year in which the warrant is issued by the Controller, and any restitution received by the state for those expenses shall be credited to the appropriation of the year in which the Controller's receipt is issued.

Claims filed by local jurisdictions directly with the Controller may be paid by the Controller.

c. To pay court costs and county charges, payable under Sections 4700.1, 4750 to 4755, inclusive, and 6005 of the Penal Code. Claims shall be filed by local jurisdictions within six months after the end of the month in which a service is performed by the coroner, a hearing is held on the return of a writ of habeas corpus, the district attorney declines to prosecute a case referred by the Department of Corrections, a judgment is rendered for a court hearing or trial, an appeal ruling is rendered for the trial judgment, or an activity is performed as permitted by these sections. Expenditures shall be charged to either the fiscal year in which the claim is received by the Controller or the fiscal year in which the warrant is issued by the Controller.

Claims filed by local jurisdictions directly with the Controller may be paid by the Controller.

d. To reimburse counties for the cost of detaining state parolees pursuant to Section 4016.5 of the Penal Code. Claims shall be filed by local jurisdictions within six months after the end of the month in which the costs are incurred. Claims filed by local jurisdictions may not include booking fees, may not recover detention costs in excess of $59 per day, and shall be limited to the detention costs for those days on which parolees are held subject only to a Department of Corrections request pursuant to subdivision (b) of Section 4016.5 of the Penal Code. Expenditures shall be charged to either the fiscal year in which the claim is received

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by the Department of Corrections or the fiscal year in which the warrant is issued.

2. Notwithstanding any other provision of law, upon 30-day prior notification to the Chairperson of the Joint Legislative Budget Committee, funds appropriated in Schedule (2) of this item may be transferred to Schedules (1) or (3), or both, of Item 5240-001-0001, upon order of the Director of Finance, to provide funds for the reimbursement of counties for the cost of holding parole violators in local jails or for the auditing or monitoring of local assistance costs.

5240-295-0001—For local assistance, Department of Corrections, for reimbursement, in accordance with the provisions on Section 6 of Article XIII B of the California Constitution or Section 17561 of the Government Code, of the costs of any new program or increased level of service of an existing program mandated by statute or executive order, for disbursement by the State Controller 1,000

Schedule:

(1) 98.01.082.091-Prisoner Parental Rights (Ch. 820, Stats. 91) 1,000

Provisions:

1. Except as provided in Provision 2 of this item, allocations of funds provided in this item to the appropriate local entities shall be made by the State Controller in accordance with the provisions of each statute or executive order that mandates the reimbursement of the costs, and shall be audited to verify the actual amount of the mandated costs in accordance with subdivision (d) of Section 17561 of the Government Code. Audit adjustments to prior year claims may be paid from this item. Funds appropriated in this item may be used to provide reimbursement pursuant to Article 5 (commencing with Section 17615) of Chapter 4 of Part 7 of Division 4 of Title 2 of the Government Code.

2. If any of the scheduled amounts are insufficient to provide full reimbursement of costs, the State Controller may, upon notifying the Director of Finance in writing, augment those deficient amounts from the unencumbered balance of any other scheduled amounts therein. No order may be issued pursuant to this provision unless written notification of the necessity therefor is provided

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to the chairperson of the committee in each house which considers appropriation and the Chairperson of the Joint Legislative Budget Committee or his or her designee.	
5240-301-0001—For capital outlay, Department of Corrections	7,603,000
Schedule:	
(1) 61.01.001-Statewide: Budget Packages and Advance Planning	100,000
(1.5) 61.12.426-California State Prison, San Quentin, San Quentin: Correctional Treatment Center, Phase II—Preliminary plans	375,000
(3) 61.06.021-Deuel Vocational Institution, Tracy: Infirmary Heating, Ventilation and Air Conditioning—Working drawings	90,000
(4) 61.08.036-California Institution for Men, Chino: Cell Security Lighting/Reception Center Central Facility—Preliminary plans	130,000
(5) 61.14.030-Minor Projects	1,000,000
(6) 61.15.027-California Rehabilitation Center, Norco: Potable Water System Improvements—Construction	1,845,000
(7) 61.15.040-California Rehabilitation Center, Norco: Patton State Hospital Double Perimeter Security Fence—Working drawings	567,000
(7.5) 61.17.425-Avenal State Prison, Avenal: Correctional Clinical Case Management—Construction	736,000
(9) 61.35.005-Salinas Valley State Prison, Soledad: Water Treatment Plant Installation—Preliminary plans, working drawings and construction	1,835,000
(10) 61.47.002-California State Prison-Sacramento, Represa: Psychiatric Services Unit/Enhanced Outpatient Care, Phase II—Working drawings	925,000
Provisions:	
1. The funds appropriated in Schedule (1) are to be allocated by the Department of Corrections, upon approval by the Department of Finance to develop design and cost information for new projects for	

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which funds have not been previously appropriated, but for which preliminary plan funds, working drawings funds, or working drawings and construction funds are expected to be included in the 2003–04 or 2004–05 Governor's Budget, and for which cost estimates or preliminary plans can be developed prior to legislative hearings on the 2003–04 and 2004–05 Governor's Budgets, respectively. These funds may be used for all of the following: budget package development, environmental services, architectural programming, engineering assessments, schematic design, and preliminary plans. The amount appropriated in this item for that purpose is not to be construed as a commitment by the Legislature as to the amount of capital outlay funds it will appropriate in any future year.

2. As used in this appropriation, studies shall include site studies and suitability reports, environmental studies, master planning, architectural programming and schematics.

5240-301-0660—For capital outlay, Department of Corrections, payable from the Public Buildings Construction Fund 12,785,000

Schedule:

(1) 61.03.021-California Correctional Center, Susanville: Replace Antelope Camp Dorms, Phase I—Construction 2,170,000

(2) 61.09.015-California Medical Facility, Vacaville: Unit V-Modular Housing Replacement—Construction 5,824,000

(3) 61.09.031-California Medical Facility, Vacaville: Ambulatory Care Clinic—Construction..... 2,298,000

(4) 61.10.053-California Men's Colony, San Luis Obispo: D-Quad Mental Health Services Building—Construction 2,493,000

Provisions:

1. The State Public Works Board may issue lease revenue bonds, notes, or bond anticipation notes pursuant to Chapter 5 (commencing with Section 15830) of Part 10b of Division 3 of Title 2 of the Government Code to finance the construction of the projects authorized by this item.

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2. The State Public Works Board and the Department of Corrections may obtain interim financing for the project costs authorized in this item from any appropriate source including, but not limited to, Section 15849.1 of the Government Code and the Pooled Money Investment Account pursuant to Sections 16312 and 16313 of the Government Code.
3. The State Public Works Board may authorize the augmentation of the cost of construction of the projects scheduled in this item pursuant to the board's authority under Section 13332.11 of the Government Code. In addition, the State Public Works Board may authorize any additional amount necessary to establish a reasonable construction reserve and to pay the cost of financing, including the payment of interest during construction of the projects, the costs of financing a debt service fund, and the cost of issuance of permanent financing for the project. This additional amount may include interest payable on any interim financing obtained.
4. This department is authorized and directed to execute and deliver any and all leases, contracts, agreements or other documents necessary or advisable to consummate the sale of bonds or otherwise effectuate the financing of the scheduled projects.
5. The State Public Works Board shall not itself be deemed a lead or responsible agency for purposes of the California Environmental Quality Act (commencing with Section 21000 of the Public Resources Code) for any activities under the State Building Construction Act of 1955 (commencing with Section 15800 of the Government Code). This section does not exempt this department from the requirements of the California Environmental Quality Act. This section is declarative of existing law.

5240-301-0724—For capital outlay, Department of Corrections, payable from the 1984 General Obligation Bond Fund 469,000

Schedule:

(1) 61.06.024-Deuel Vocational Institution, Tracy: New Well—Preliminary plans and working drawings 79,000

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(2) 61.11.008-Richard J. Donovan Correctional Facility at Rock Mountain, San Diego: Substance Abuse Program Modular Replacement—Preliminary plans and working drawings	290,000	
(3) 61.15.029-California Rehabilitation Center, Norco: Acquire 5.7-Acre Army Reserve Property—Acquisition	100,000	
5240-301-0747—For capital outlay, Department of Corrections, payable from the 1988 Prison Construction Bond Fund		2,815,000
Schedule:		
(1) 61.39.001-CSP, Kern Co—Delano II-Construction	2,815,000	
5240-301-0751—For capital outlay, Department of Corrections, payable from the 1990 Prison Construction Bond Fund		1,080,000
Schedule:		
(1) 61.22.004-Chuckawalla Valley State Prison, Blythe: Heating, Ventilation, and Air-conditioning System—Preliminary plans	1,080,000	

5240-402—In the event the bonds authorized for the Department of Corrections Headquarters Building project in Chapter 782 of the Statutes of 1998 are not sold, the Department of Corrections shall commit a sufficient portion of its support appropriation, as determined by the Department of Finance, which is provided for in this Budget Act to repay any interim financing. It is the intent of the Legislature that this commitment shall be included in future Budget Acts until all interim financing is repaid either through the proceeds from the sale of bonds or from an appropriation.

5240-490—Reappropriation, Department of Corrections. The balances of the appropriations provided in the following citations are reappropriated for the purposes, and subject to the limitations unless otherwise specified, provided for in the appropriations:

0001—General Fund

(1) Item 5240-301-0001, Budget Act of 2001 (Ch. 106, Stats. 2001)

(5) 61.04.020-California Correctional Institution, Tehachapi: Replacement of Unit I Security Fence—Working drawings

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(12.5) 61.09.031-California Medical Facility, Vacaville: Ambulatory Care Clinic—Working drawings

(17) 61.10.053-California Men's Colony-East, San Luis Obispo: D-Quad Mental Health Services Building—Working drawings

(24) 61.15.027-California Rehabilitation Center, Norco: Potable Water System Improvements—Working drawings

(26) 61.16.021-Sierra Conservation Center, Jamestown: Effluent Disposal Pipeline—Working drawings and construction

(28) 61.17.009-Avenal State Prison, Avenal: Receiving and Release Expansion—Working drawings

(2) Item 5240-301-0001, Budget Act of 2000 (Ch. 52, Stats. 2000), as reappropriated in Item 5240-490, Budget Act of 2001 (Ch. 106, Stats. 2001)

(13) 61.08.029-California Institution for Men, Chino: TB/HIV Housing Engineering Controls—Construction

(3) Section 3 of Chapter 54, Statutes of 1999

(1) 61.39.001-California State Prison-Kern County at Delano II-Site acquisition, site studies and suitability reports, environmental studies, master planning, architectural programming, schematics, preliminary plans, and working drawings.

(4) Item 5240-302-0001, Budget Act of 1998 (Ch. 324, Stats. 1998), as reappropriated by Item 5240-490, Budget Act of 1999 (Ch. 50, Stats. 1999), Item 5240-490, Budget Act of 2000 (Ch. 52, Stats. 2000), and by Item 5240-490, Budget Act of 2001 (Ch. 106, Stats. 2001)

(1) 61.01.760-Humboldt Bay National Wildlife Refuge—Acquisition and construction

(3) 61.01.762-Allensworth Ecological Reserve—Acquisition and construction

(4) 61.01.763-Mayacama Mountains Sanctuary—Construction

(5) 61.01.764-Kern River Preserve—Acquisition and construction

(7) 61.01.766-California City Desert Tortoise Natural Area—Acquisition

(11) 61.01.770-Program Management

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(12) 61.01.771-Starr Ranch Sanctuary—Acquisition and construction

(13) 61.01.772-Paul Wattis Sanctuary—Acquisition and construction

(14) 61.01.773-Burrowing Owl Habitat Enhancement—Acquisition and construction

(15) 61.01.774-Stanislaus River Parks—Acquisition and construction

0660—Public Buildings Construction Fund

(1) Item 5240-301-0660, Budget Act of 1999 (Ch. 50, Stats. 1999)

(1) 61.01.950-Statewide: Ten Administrative Segregation Housing Units—Construction

0746—1986 Prison Construction Bond Fund

(1) Item 5240-303-746, Budget Act of 1993 (Ch. 55, Stats. 1993), as reappropriated by Item 5240-491, Budget Act of 1996 (Ch. 162, Stats. 1996) and Item 5240-493, Budget Act of 1999 (Ch. 50, Stats. 1999), as added by Chapter 888 of the Statutes of 1999

(1) 61.01.711-Statewide Electrified Fence—Construction

5240-493—Reappropriation, Department of Corrections. Notwithstanding any other provision of law, the balance of the appropriations provided in the following citations are reappropriated for the purposes provided for in the appropriations and shall be available for expenditure as cited below:

0001—General Fund

(1) Item 5240-001-0001 Provision (8) Budget Act of 2001 (Ch. 106, Statutes of 2001). The balance of the $7,903,000 appropriated in Schedule (2) of this item is reappropriated only for the purpose of installing and implementing the Madrid Patient Information Management System at Pelican Bay State Prison and shall be available for expenditure until June 30, 2003. Any of the funds not used for these purposes shall revert to the General Fund.

(2) Item 5240-001-0001, Budget Act of 2001 (Ch. 106, Statutes of 2001). $11,695,000 appropriated in Schedule (1) of this item is hereby reappropriated only for the purpose of repairing or replacing security doors and shall be available for ex-

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penditure until June 30, 2003. Any of the funds not used for this purpose shall revert to the General Fund.		
5240-495—Reversion, Department of Corrections. Notwithstanding any other provision of law, as of June 30, 2002, the unencumbered balance of the appropriations provided in the following citations shall revert to the fund balance of the fund from which the appropriation was made:		
0001—General Fund		
Item 5240-301-0001, Budget Act of 2000 (Ch. 52, Stats. 2000), as reappropriated by Item 5240-490, Budget Act of 2001 (Ch. 106, Stats. 2001)		
(53) 61.17.425-Avenal State Prison, Correctional Clinical Case Management—Construction		
5430-001-0001—For support of the Board of Corrections		1,944,000
Schedule:		
(1) 11-Corrections Planning and Programs	557,000	
(2) 14-Facilities Standards and Operations	1,719,000	
(3) 21-Standards and Training for Corrections	2,589,000	
(4) 31.01-Administration	324,000	
(5) 31.02-Distributed Administration	–324,000	
(6) Reimbursements	–588,000	
(7) Amount payable from the Corrections Training Fund (Item 5430-001-0170)	–2,333,000	
5430-001-0170—For support of the Board of Corrections, for payment to Item 5430-001-0001, payable from Corrections Training Fund		2,333,000
5430-009-0001—For support of the Board of Corrections, for administrative costs related to Crime Prevention Act funding provided in Item 9210-101-0001 of this act.		275,000
5430-101-0170—For local assistance, Board of Corrections, Program 21—Standards and Training for Corrections, payable from the Corrections Training Fund		17,236,000
5430-128-0001—For Local Assistance, Board of Corrections, Program 11—Corrections Planning and Programs, for the Community Law Enforcement and Recovery Program		1,000,000

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5430-295-0001—For local assistance, Board of Corrections, for reimbursement, in accordance with the provisions of Section 6 of Article XIII B of the California Constitution or Section 17561 of the Government Code, of the costs of any new program or increased level of service of an existing program mandated by statute or Executive order, for disbursement by the State Controller	2,000
Schedule:	
(1) 98.01.018.392-Mandates: Domestic Violence Treatment Services (Ch. 183, Stats. 1992)	1,000
(2) 98.01.022.193-Mandates: Domestic Violence Treatment Program Approvals (Ch. 221, Stats. 1993)	1,000
(3) 98.01.033.281-Mandates: Victims' Statements—Minors (Ch. 332, Stats. 1981)	0

Provisions:

1. Except as provided in Provision 2 of this item, allocations of funds provided in this item to the appropriate local entities shall be made by the State Controller in accordance with the provisions of each statute or executive order that mandates the reimbursement of the costs, and shall be audited to verify the actual amount of the mandated costs in accordance with subdivision (d) of Section 17561 of the Government Code. Audit adjustments to prior year claims may be paid from this item. Funds appropriated in this item may be used to provide reimbursement pursuant to Article 5 (commencing with Section 17615) of Chapter 4 of Part 7 of Division 4 of Title 2 of the Government Code.
2. If any of the scheduled amounts are insufficient to provide full reimbursement of costs, the State Controller may, upon notifying the Director of Finance in writing, augment those deficient amounts from the unencumbered balance of any other scheduled amounts therein. No order may be issued pursuant to this provision unless written notification of the necessity therefor is provided to the chairperson of the committee in each house which considers appropriation and the Chairperson of the Joint Legislative Budget Committee or his or her designee.

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3. Pursuant to Section 17581 of the Government Code, mandates identified in the appropriation schedule of this item with an appropriation of $0 and included in the language of this provision are specifically identified by the Legislature for suspension during the 2002–03 fiscal year:
   (3) Victims' Statements—Minors (Ch. 332, Stats. 1981)

5430-490—Reappropriation, Board of Corrections. Notwithstanding any other provision of law, the balance of the appropriation provided in the following citation is reappropriated for the purposes provided for in the appropriation and shall be available for expenditure until September 29, 2005.

0890—Federal Funds

(1) Item 5430-006-0890, Budget Act of 1998 (Federal Crime Bill)
(2) Item 5430-106-0890, Budget Act of 1998 (Federal Crime Bill)

5430-491—Reappropriation, Board of Corrections. Notwithstanding any other provision of law, the balances of the appropriations provided for in the following citations are reappropriated for the purposes and subject to the limitations, unless otherwise specified, provided for in those appropriations, and shall be available for encumbrance and expenditure until June 30, 2003:

0001—General Fund

(1) Item 5430-113-0001, Budget Act of 2000 (Ch. 52, Stats. 2000), is reappropriated for transfer to and in augmentation of Item 5430-128-0001 of this act.
(2) Item 5430-101-0001, Budget Act of 1996 (Ch. 162, Stats. 1996), as reappropriated by Item 5430-490, Budget Acts of 1997 (Ch. 282, Stats. 1997) and 1998 (Ch. 324, Stats. 1998), is reappropriated for transfer to and in augmentation of Item 5430-128-0001 of this act.

5430-495—Reversion, Board of Corrections. As of June 30, 2002, the unencumbered balance of the appropriation provided in the following citation shall revert to the balance in the fund from which the appropriation was made:

0796—1988 County Correctional Facility Capital Expenditure and Youth Facility Bond Fund

(1) Chapter 1327, Statutes of 1989

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5430-496—Reversion, Board of Corrections. As of June 30, 2002, the following amounts shall revert to the fund from which the appropriation was made:
0001—General Fund
(1) $18,000,000 from Item 5430-103-0001 of Section 2.00 of the Budget Act of 2000 (Ch. 52, Stats. 2000).
(2) $12,300,000 from Item 5430-118-001 of Section 2.00 of the Budget Act of 2000 (Ch. 52, Stats. 2000).

5440-001-0001—For support of the Board of Prison Terms 15,281,000
Schedule:
(1) 10-Board of Prison Terms 15,322,000
(2) Reimbursements ..... –41,000
Provisions:
1. Notwithstanding any other provision of law, the Director of Finance shall authorize additional expenditures for purposes of this item in excess of the amount appropriated in this item by $15,157,000 from the General Fund and $40,000 in reimbursements, once the Board of Prison Terms demonstrates full compliance with the provisions of Chapter 131 of the Statutes of 2001, including development of a plan to eliminate and prevent backlogs of life parole consideration hearings, and also the development of a plan to address the inmate and parolee appeals process to eliminate the backlog of pending appeals and ensure timely administrative disposition. The Director of Finance may not approve any increased expenditure unless the approval is made in writing and filed with the Chairperson of the Joint Legislative Budget Committee and the chairpersons of fiscal committees in each house not later than 30 days prior to the effective date of approval.

5450-001-0001—For support of the Youthful Offender Parole Board, Program 10 1,644,000

5460-001-0001—For support of the Department of the Youth Authority 296,048,000
Schedule:
(1) 20-Institutions and Camps 307,247,000
(2) 30-Parole Services 47,526,000
(3) 40-Education Services 12,649,000
(4) 50.01-Administration 30,564,000
(5) 50.02-Distributed Administration ...–28,981,000
(6) Reimbursements .....–70,712,000

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(7) Amount payable from the California State Lottery Education Fund—California Youth Authority (Item 5460-001-0831)	–792,000
(8) Amount payable from the Federal Trust Fund (Item 5460-001-0890).....	–1,453,000

Provisions:

1. Of the funds appropriated in Schedule (1), $31,000 is provided for payment of energy service contracts in connection with the issuance of Public Works Board Energy Efficiency Revenue Bonds (State Pool Program), Series 1986A.
2. Notwithstanding any other provision of law, the Director of Finance may authorize a loan from the General Fund to the Department of the Youth Authority for the purpose of meeting operational cashflow obligations for the 2002–03 fiscal year. The loan shall not exceed the estimated amount of uncollected reimbursements pursuant to Chapter 6 of the Statutes of 1996, for the final quarter of any fiscal year in which the loan is to be provided.
3. The Department of the Youth Authority shall ensure that its educational programs comply with federal and state civil rights laws. Specifically, the department shall ensure that its educational programs provide English language support as well as access to the core curriculum for wards with limited English proficiency in accordance with applicable federal and state requirements.

5460-001-0831—For support of the Department of the Youth Authority, for payment to Item 5460-001-0001, payable from the California State Lottery Education Fund—California Youth Authority..... 792,000

Provisions:

1. All funds received pursuant to Proposition 37 that are allocable to the Department of the Youth Authority pursuant to Section 8880.5 of the Government Code and that are in excess of the amount appropriated in this item, are hereby appropriated in augmentation of this item. Such additional funds may be expended only upon written approval of the Department of Finance.

5460-001-0890—For support of the Department of the Youth Authority, for payment to Item 5460-001-0001, payable from the Federal Trust Fund 1,453,000

Item	Amount
5460-003-0001—For support of the Department of the Youth Authority for rental payments on lease revenue bonds	1,341,000
Schedule:	
(1) Base Rental and Fees 1,328,000	
(2) Insurance 13,000	
Provisions:	
1. The Controller shall transfer funds appropriated in this item according to a schedule to be provided by the State Public Works Board. The schedule shall be provided on a monthly basis or as otherwise might be needed to ensure debt requirements are met.	
5460-011-0001—For support of the Department of the Youth Authority (Proposition 98)	35,536,000
Schedule:	
(1) 40-Education Services 35,536,000	
5460-101-0001—For local assistance, Department of the Youth Authority	3,331,000
Schedule:	
(1) 20-Institutions and Camps 78,000	
(2) 30-Parole Services..... 3,253,000	
Provisions:	
1. Of the amount appropriated in this item, $2,481,000 is provided for the following purposes:	
a. To pay the transportation costs of persons committed to the Department of the Youth Authority to or between its facilities, including the return of parole violators, provided that expenditures made under this item shall be charged to either the fiscal year in which the claim is received by the Controller or the fiscal year in which the warrant is issued by the Controller. However, claims shall be filed by local jurisdictions within six months after the end of the month in which the costs are incurred.	
b. To reimburse counties, pursuant to Section 1776 of the Welfare and Institutions Code, for the cost of the detention of Youth Authority parolees who are detained on alleged parole violations, provided that expenditures made under this item shall be charged to either the fiscal year in which the claim is received by the Controller or the fiscal year in which the warrant is issued by the Controller. However, claims shall be filed by local jurisdictions within six	

Item		Amount
months after the end of the month in which the costs are incurred.		
5460-301-0001—For capital outlay, Department of the Youth Authority		550,000
Schedule:		
(1) 60.01.035-Statewide: Pre-Schematic/Master Planning Budget Packages and Advanced Planning	50,000	
(2) 60.90.010-Minor Projects	500,000	
Provisions:		
1. The funds appropriated in Schedule (1) shall be allocated by the Department of the Youth Authority to develop design and cost information for new projects for which funds have not been previously appropriated, but for which preliminary plans funds, working drawings funds, or working drawing or construction funds are expected to be included in the Governor's Budget for the 2003–04 or 2004–05 fiscal year, and for which cost estimates and/or preliminary plans can be developed prior to legislative hearings on the Governor's Budget for the 2003–04 or 2004–05 fiscal year. These funds may be used for the following: budget package development, architectural programming, engineering assessments, schematic design, and preliminary plans. The amount appropriated in this item for these purposes shall not be construed as a commitment by the Legislature as to the amount of capital outlay funds it will appropriate in any future year.		
2. As used in this appropriation, studies shall include site studies and suitability reports, environmental studies, master planning, architectural programming and schematics.		
5460-301-0660—For capital outlay, Department of the Youth Authority, payable from Public Buildings Construction Fund		18,747,000
Schedule:		
(1) 60.26.080-Northern California Youth Correctional Center: Correctional Treatment Center—Construction	3,933,000	
(1.5) 60.54.110-Fred C. Nelles Youth Correctional Facility: Replace Taft Adjustment Center—Construction.	1,193,000	

Item	Amount
(2) 60.54.115-Fred C. Nelles Youth Correctional Facility: Construct New Kitchen—Construction.....	8,457,000
(3) 60.56.125-Southern Youth Correctional Reception Center and Clinic: Specialized Counseling Program Beds—Working drawings and construction.....	3,465,000
(4) 60.58.070-Ventura Youth Correctional Facility: Special Education Assessment Center—Construction	1,399,000
(5) 60.67.110-Heman G. Stark Youth Correctional Facility: Correctional Treatment Center—Construction...	300,000

Provisions:

1. The State Public Works Board may issue lease revenue bonds, notes, or bond anticipation notes pursuant to Chapter 5 (commencing with Section 15830) of Part 10b of Division 3 of Title 2 of the Government Code to finance the construction of the project authorized by this item.
2. The State Public Works Board and the Department of the Youth Authority may obtain interim financing for the project costs authorized in this item from any appropriate source including, but not limited to, Section 15849.1 of the Government Code and the Pooled Money Investment Account pursuant to Sections 16312 and 16313 of the Government Code.
3. The State Public Works Board may authorize the augmentation of the cost of construction of the project scheduled in this item pursuant to the board's authority under Section 13332.11 of the Government Code. In addition, the State Public Works Board may authorize any additional amount necessary to establish a reasonable construction reserve and to pay the cost of financing, including the payment of interest during construction of the project, the costs of financing a debt service fund, and the cost of issuance of permanent financing for the project. This additional amount may include interest payable on any interim financing obtained.
4. This department is authorized and directed to execute and deliver any and all leases, contracts, agreements or other documents necessary or ad-

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visable to consummate the sale of bonds or otherwise effectuate the financing of the scheduled projects.

5. The State Public Works Board shall not itself be deemed a lead or responsible agency for purposes of the California Environmental Quality Act (commencing with Section 21000 of the Public Resources Code) for any activities under the State Building Construction Act of 1955 (commencing with Section 15800 of the Government Code). This section does not exempt this department from the requirements of the California Environmental Quality Act. This section is intended to be declarative of existing law.

~~5460-485—Reappropriation (Proposition 98), Department of the Youth Authority. The sum of $2,600,000 is reappropriated from the Proposition 98 Reversion Account, for the following purpose:~~

~~0001—General Fund, $2,600,000 on a one-time basis for the enrichment of educational services, including, but not limited to, implementation of a Voluntary Resolution Plan for English Learners, special education services, teacher training, and educational materials.~~

5460-496—Reversion, Department of the Youth Authority. As of June 30, 2002, the unencumbered balance of the appropriation provided in the following citation shall revert to the fund balance of the fund from which the appropriation was made.

0001—General Fund

(.5) Item 5460-301-0001, Budget Act of 2000 (Ch. 52, Stats. 2000) as reappropriated by Item 5460-490, Budget Act of 2001 (Ch. 106, Stats. 2001), (3) 60.56.125-Southern Youth Correctional Reception Center and Clinic: Specialized Counseling Program Beds—Working drawings.

(1) Item 5460-301-0001, Budget Act of 2001 (Ch. 106, Stats. 2001), (5) 60.26.140-N. A. Chaderjian Youth Correctional Facility: Construct 50 Bed Specialized Counseling Program—Preliminary plans.

5480-001-0001—For support of Commission on Correctional Peace Officers' Standards and Training, Program 10 2,217,000

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EDUCATION

6110-001-0001—For support of Department of Education ..... ~~45,131,000~~
45,081,000

Schedule:

(1) 10-Instruction..... 61,924,880
(2) 20-Instructional Support ..... ~~74,829,840~~
74,779,840
(3) 30-Special Programs..... ~~43,401,280~~
43,291,280
(4) 41.00-Executive Management and Special Services..... 7,772,000
(5) 41.01-State Board of Education 703,000
(6) 42.01-Department Management and Special Services..... 29,218,000
(7) 42.02-Distributed Department Management and Special Services.....–29,218,000
(8) Reimbursements.....–17,395,000
(9) Amount payable from Federal Trust Fund (Item 6110-001-0890) .... ~~–126,105,000~~
–125,995,000

Provisions:

1. An amount equal to or greater than the amount appropriated in Schedule (5) shall be available for support of the State Board of Education (SBE) and shall be directed to meet the policy priorities of its members. Of the amount appropriated in this schedule, $130,000 is allocated for statutory oversight of charter schools approved by the SBE. In addition, the State Department of Education is authorized to receive and expend statutory reimbursements of an amount estimated to be $130,000 for purposes of overseeing SBE-approved charter schools.
2. Notwithstanding Section 33190 of the Education Code, or any other provision of law, the State Department of Education shall expend no funds to prepare (a) a statewide summary of student performance on school district proficiency assessments or (b) a compilation of information on private schools with five or fewer pupils.
3. Notwithstanding any other provision of law, of the funds appropriated in this item, a minimum of $2,375,000 shall be used to provide technical assistance and administrative support to the Healthy Start program.

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4. Funds appropriated in this item may be expended or encumbered to make one or more payments under a personal services contract of a visiting educator pursuant to Section 19050.8 of the Government Code, a long-term special consultant services contract, or an employment contract between an entity that is not a state agency and a person who is under the direct or daily supervision of a state agency, only if all of the following conditions are met:
   (a) The person providing service under the contract provides full financial disclosure to the Fair Political Practices Commission in accordance with the rules and regulations of the commission.
   (b) The service provided under the contract does not result in the displacement of any represented civil service employee.
   (c) The rate of compensation for salary and health benefits for the person providing service under the contract does not exceed by more than 10 percent the current rate of compensation for salary and health benefits determined by the Department of Personnel Administration for civil service personnel in a comparable position. The payment of any other compensation or any reimbursement for travel or per diem expenses shall be in accordance with the State Administrative Manual and the rules and regulations of the State Board of Control.
5. Of the funds appropriated in this item, $150,000 shall be used for the Gang Risk Intervention Program pursuant to Chapter 5 (commencing with Section 58700) of Part 31 of the Education Code.
6. Of the funds appropriated in this item, $143,000 shall be available in support of the Commission on Technology in Learning pursuant to Chapter 830 of the Statutes of 1999.
7. The funds appropriated in this item may not be expended for any REACH program.
8. The funds appropriated in this item may not be expended for the development or dissemination of program advisories, including, but not limited to, program advisories on the subject areas of reading, writing, and mathematics, unless explicitly authorized by the State Board of Education.

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9. Of the funds appropriated in this item, $206,000 shall be available as matching funds for the State Department of Rehabilitation to provide coordinated services to disabled pupils. Expenditure of the funds shall be identified in the memorandum of understanding or other written agreement with the Department of Rehabilitation to ensure an appropriate match to federal vocational rehabilitation funds.
10. Of the funds appropriated in this item, no less than $4,085,000 is available for support of Child Care Services, including After School Programs pursuant to Chapters 318, 319, and 320 of the Statutes of 1998 (Program 30.10).
11. Pursuant to Provision 8 of Item 6110-196-0001 of Section 2.00 of this act, the Department of Finance may transfer up to $18,163,000 of federal funds to this item.
12. Of the amount appropriated in Schedule (2), $50,000 is for reporting the results of physical performance tests administered by school districts in the 2001–02 fiscal year pursuant to Chapter 6 (commencing with Section 60800) of Part 33 of the Education Code. The State Department of Education shall ensure that results comparing the performance of pupils in each school and district to national performance are reported to school district governing boards and shall submit a report of statewide results comparing the performance of California pupils to national performance to the Legislature and the Governor prior to November 1, 2002.
13. Of the funds appropriated in Schedule (2), $150,000 shall be available for the State Department of Education to contract for an independent project oversight consultant. The independent project oversight consultant shall submit quarterly project reports on the progress of the California School Information Services System program to the Legislature, the Department of Finance, the Superintendent of Public Instruction, the State Board of Education, the Governor, the Legislative Analyst, and the Fiscal Crisis and Management Assistance Team beginning March 1, 2000, and continuing through the duration of the program implementation.

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14. Of the funds appropriated in this item, $500,000 shall be available for baseline data collection regarding English learners, and the ongoing costs of evaluating the services that English learners receive, including the costs of evaluating the program funded in Item 6110-125-0001.
15. Of the amount appropriated in this item, $1,905,000 is provided for the sole purpose of funding 16.5 positions and associated operating expenses and equipment costs related to implementation of the Public Schools Accountability Act, as established by Chapter 6.1 (commencing with Section 52050) of Part 28 of the Education Code.
16. Of the funds appropriated in Schedule (4) of this item, $150,000 shall be available to allow the State Department of Education to contract with other state agencies to conduct audits of high-risk and community-based organizations. The State Department of Education shall submit a report to the Department of Finance no later than August 1, 2003, regarding the number of audits completed with these funds. The report shall also include the average amount of time required and funds expended per high-risk audit completed, and it shall include the methodology the State Department of Education used to determine which high-risk and community-based organizations were audited. The report specified in Provision 18 of this item in the Budget Act of 2001 (Ch. 106, Stats. 2001) remains due to the Department of Finance on August 1, 2002.
17. Of the funds appropriated in Schedule (2) of this item, $250,000 and three positions shall be available for the English Language and Literacy Intensive Program. Funding and positions for this program expire at the completion of the 2002–03 fiscal year.
18. Of the funds appropriated in this item, $360,000 is for the purpose of providing the STAR and HSEE programs each with two staff possessing psychometric and test development expertise. Encumbrance of these funds is contingent upon the redirection and reclassification of existing vacant and unfunded positions from elsewhere within the State Department of Education.

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19. Of the funds appropriated in this item, $400,000 is for the purpose of funding two existing positions for the STAR Program and two existing positions for various other testing programs, including the HSEE, English Language Development, and Golden State Exams. These positions previously were funded through Goals 2000.
20. Of the funds appropriated in this item, $150,000 is provided solely for the purpose of funding existing positions from within the State Department of Education, to provide the Curriculum Commission with subject matter specialists.
21. $333,000 shall be provided to the Office of the Legislative Analyst for the purpose of funding the third and final year of a longitudinal evaluation of charter schools pursuant to Education Code Section 47616.5.
22. Of the funds appropriated in this item, $107,000 shall be available to fund one consultant position for maintenance of the High School Exit Exam workbook program.
24. Of the funds appropriated in this item, $400,000 is to contract for a review of proposals submitted by school districts that wish to participate in the Mathematics and Reading Professional Development program. The selection of this contractor shall be subject to the approval of the State Board of Education.
25. Of the funds appropriated in Schedule (1) and Schedule (8) of this item, $175,000 and two limited term positions shall be available for the CalWORKs program. Funding and positions for this program shall expire at the completion of the ~~2003–04~~ 2002–03 fiscal year.
26. $125,000 of the funds appropriated in this item shall be used to fund one education consultant for the purpose of providing technical assistance to comply with additional mandates created by Chapter 587 of the Statutes of 1999.
27. Upon 30-day written notification of the Legislature, the Department of Finance may augment the appropriation in this item by up to $500,000 to pay for the Department of Educa-

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tion's state administration costs associated with any litigation directly related to the High School Exit Exam.

28. Of the funds appropriated in this item, $858,000 shall be available for costs associated with the administration of the High Priority Schools Grant program pursuant to Chapter 6.1 (commencing with Section 52055.600) of Part 28 of the Education Code and the Immediate Intervention/Underperforming Schools Program pursuant to Chapter 6.1 (commencing with Section 52053) of Part 28 of the Education Code.

29. (a) Notwithstanding any other provision of law, any unexpended funds appropriated in Item 6110-011-0001 of the Budget Act of 2001 or in any prior Budget Act for the purposes of rewriting the Principal Apportionments System shall remain available for expenditure for the same purposes for which they were appropriated. Any expenditure pursuant to this provision shall be made only after receiving written approval from the Department of Finance.

(b) Any revision of the Principal Apportionments System shall allow for the capture of all charter school ADA and revenue in such a way that the data can be linked to the district in which the charter school operates, along with the district's other apportionment-related data. By October 31, 2002, the State Department of Education shall provide to the Department of Finance a blended file of all charter school ADA and revenue aligned with the districts in which the charter schools operate along with the districts' regular appportionment data as part of the P2 Revenue Limit File. By March 1, 2003, the Department of Education shall provide to the Department of Finance a blended file of all charter school ADA and revenue aligned with the districts in which the charter schools operate along with the districts' regular apportionment data as part of the P1 Revenue Limit File. It is the expectation that such reports will be provided annually.

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29.5. Of the funds appropriated in this item, $457,000 shall be available for project support of the Principal Apportionment System Rewrite (PASR). Expenditure of these funds is contingent upon Department of Finance approval of PASR Special Project Request (SPR) #5, and funds may only be expended as specified in that approval.

30. The balance of any unencumbered funds appropriated through Provision 23 of Item 6110-001-0001 of the Budget Act of 2001 shall remain available to the Office of the Legislative Analyst for the purpose of providing an evaluation of charter schools pursuant to Chapter 34 of the Statutes of 2000.

31. Of the funds appropriated in this item, $150,000 is provided to print and distribute the Model Curriculum for Human Rights and Genocide to K–12 schools, districts, and county offices of education.

32. On or before April 15, 2003, the State Department of Education (SDE) shall provide to the Department of Finance an electronic file that includes complete district- and county-level state appropriations limit information reported to SDE. SDE shall make every effort to ensure that all districts have submitted the necessary information requested on the relevant reporting forms.

34. Of the funds appropriated in this item, $125,000 shall be available for a study and evaluation of public schools' compliance with federal Title IX requirements, pursuant to legislation enacted during the 2001–02 Regular Session.

6110-001-0119—For support of Department of Education, Program 20.30-Administrative Services to local educational agencies, payable from the 1998 State School Facilities Fund 1,920,000

Provisions:

1. Funds appropriated by this item are for support of the activities of the School Facilities Planning Division and are to be used exclusively for activities related to local school construction, modernization, deferred maintenance, class size reduction facilities, and ~~schoolsite~~ school site acquisition.

Item	Amount
6110-001-0178—For support of the Department of Education, Program 20.30.003-Instructional Support, for the purpose of conducting schoolbus driver instructor training as provided in Section 40070 of the Education Code, payable from the Driver Training Penalty Assessment Fund	1,068,000
6110-001-0231—For support of Department of Education, Program 20.10.045-Instructional Support, Curriculum Services-Health and Physical Education-Drug Free Schools, payable from the Health Education Account, Cigarette and Tobacco Products Surtax Fund	952,000
6110-001-0687—For support of Department of Education, for the California State Agency for Donated Food Distribution, Program 30.50-Donated Food Distribution, payable from the Donated Food Revolving Fund	5,019,000
6110-001-0890—For support of Department of Education, for payment to Item 6110-001-0001, payable from the Federal Trust Fund	~~126,105,000~~ *125,995,000*

Provisions:

1. The funds appropriated in this item include Federal Vocational Education Act funds for the 2002–03 fiscal year to be transferred to community colleges by means of interagency agreements. These funds shall be used by community colleges for the administration of vocational education programs.
2. Of the funds appropriated in this item, $96,000 is available to the Advisory Commission on Special Education for the in-state travel expenses of the commissioners and the secretary to the commission.
3. Of the funds appropriated in this item, $384,000 is available for programs for homeless youth and adults pursuant to the federal McKinney-Vento Homeless Assistance Act. The department shall consult with the State Departments of Economic Opportunity, Mental Health, Housing and Community Development, and Economic Development in operating this program.
4. Of the funds appropriated in this item, up to $364,000 shall be used to provide in-service training for special and regular educators and related persons, including, but not limited to, parents, administrators, and organizations serving severely

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disabled children. These funds are also to provide up to four positions for this purpose.

5. Of the funds appropriated in this item, $318,000 shall be used to provide training in culturally non-biased assessment and specialized language skills to special education teachers.
6. Of the amount appropriated in this item, $1,200,000 shall be used for the administration of the federal charter schools program. These activities include monitoring of grant recipients, and increased review and technical assistance support for federal charter school grant applicants and recipients. For fiscal year 2002–03, one Education Program Consultant position shall support fiscal issues pertaining to charter schools, including implementation of the funding model pursuant to Chapter 34 of the Statutes of 1998.
7. Of the funds appropriated in this item, $932,000 shall be for the administration of the Federal Reading Excellence Act.
8. Of the funds appropriated in this item, $9,883,000 is from the Child Care and Development Block Grant Fund and includes $158,000 for an interagency agreement with the Child Development Programs Advisory Committee. $300,000 is available for transfer to the Department of Social Services for continuing data analysis associated with the child care reform. The Department of Social Services shall accommodate legislative requests for analysis of data to the extent possible and share its findings with the relevant fiscal and policy committees of both houses, and the Legislative Analyst's office. $150,000 is available to increase the base resources for the child development audit workload. These funds are solely for travel expenses to facilitate the goal of conducting field audits on 10 percent of child care and development agencies consistent with Provision 8.5 of Item 6110-001-0890 of the Budget Act of 2001. The audits shall include sampling to determine the level of compliance with eligibility rules, accuracy of family fee determinations, and family fee collections. The State Department of Education shall provide a report to the Legislature and the Department of Finance by September 1, 2003, on fee and eligibility compliance rates and take steps

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to reduce compliance problems through sanctions and other remedies available in law.

9. Of the funds appropriated in this item, $2,101,000 shall be used for administration of the Enhancing Education Through Technology Grant Program. Of this amount:
   (a) $580,000 is available only for contracted technical support and evaluation services.
   (b) $500,000 is available on a one-time basis for an evaluation of state and federal education technology programs. This evaluation will compare classroom practices across multiple grades and assess the affect of education technology programs on the ability of teachers to integrate technology into their curriculum. The scope and content of the evaluation are subject to review by the Department of Finance and the Legislative Analyst's office. The Department of Education shall submit a proposal for the evaluation to these offices by November 15, 2002.

10. Of the funds appropriated in this item, $8,952,000 is for dispute resolution services, including mediation and fair hearing services, provided through contract for the Special Education Program.

11. Of the amount provided in this item, $843,000 is provided for staff for the Special Education Focused Monitoring Pilot Program to be established by the State Department of Education for the purpose of monitoring local education agency compliance with state and federal laws and regulations governing special education.

11.5. Of the funds appropriated in this item, $125,000 shall be allocated for increased travel costs associated with program reviews conducted by the Special Education Division Focused Monitoring and Technical Assistance Units. Expenditure of these funds is subject to Department of Finance approval of an expenditure plan. The expenditure plan shall include the proposed travel costs associated with Focused Monitoring and Technical Assistance provided by the State Department of Education. It shall also include the estimated type and number of reviews to be conducted, and shall provide an estimated average cost per

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type of review. Annual renewal of this funding is subject to Department of Finance approval of an annual Focused Monitoring final expenditure report. The report shall be submitted on or before September 30 of each year, beginning in 2003. It shall provide the total number of reviews conducted each fiscal year, the amount of staff and personnel days and hours associated with each category of review, the travel costs associated with the type and number of reviews conducted, and an average cost-per-type of review.

12. Of the amount appropriated in this item, $36,000 shall be used for the administration of the federal class size reduction grant program (Sec. 5, P.L. 106-25).
13. Of the funds appropriated in this item, $120,000 shall be used solely for the administration of the federal advance placement examination fee payment grant program for low-income pupils.
16. Of the funds appropriated in this item, $350,000 shall be available for the preparation, analysis, and production of the annual federal accountability reports, as required by the Carl D. Perkins Vocational Technical Education Act.
17. Of the funds appropriated in this item, $303,000 shall be allocated by the Department of Education to the California State University, San Bernardino, Center for the Study of Correctional Education, for special education monitoring of and technical assistance for the California Youth Authority pursuant to Chapter 536, Statutes of 2001.
18. The balance of unencumbered funds appropriated in subdivision (h) of Provision 7 of Item 6110-001-0890 of the Budget Act of 2000 (Ch. 52, Stats. 2000) shall remain available to the office of the Legislative Analyst for the purpose of providing an evaluation of charter schools pursuant to Chapter 34 of the Statutes of 2000.
19. Of the funds appropriated in this item, $752,000 shall be available for costs associated with the administration of the High Priority Schools Grant Program pursuant to Article 3.5 of Chapter 6.1 (commencing with Section 52055.600) of Part 28 of the Education Code and the Immedi-

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ate Intervention/Underperforming Schools Program pursuant to Article 3 of Chapter 6.1 (commencing with Section 52053) of Part 28 of the Education Code.

20. Of the funds appropriated in this item, $413,000 shall be available for the development and implementation of corrective action plans and sanctions pursuant to federal law.

21. Of the funds appropriated in this item, up to $300,000 is for a departmental review to determine what data would meet the federal reporting requirements as set forth in paragraph (3) of subdivision (C) of Section 4112 of the No Child Left Behind Act (P.L. 107-110). The department shall consider limiting the reporting of offenses to those which either (a) require suspension or expulsion from school pursuant to the Education Code, or (b) must be reported to local enforcement authorities pursuant to Section 48902 of the Education Code. In conducting its review, the department shall convene a new advisory panel of up to 12 members that includes representatives with expertise in school discipline policy, antiviolence counseling, and law enforcement; representatives from school districts; and representatives from legislative offices and the Department of Finance. In its review, the department shall consider changes that are necessary or advisable as a result of changes in federal law that affect school crime reporting, and shall limit its recommendations to those changes eligible for the receipt and expenditure of federal funds or that could result in saving state funds. On or before March 1, 2003, the department shall report its recommendations to the Legislature and the Department of Finance, including any recommended changes to state law.

22. Of the funds appropriated in this item, $400,000 shall be used solely for the purposes of funding an interagency agreement with the Department of Finance to fund a study to determine the cost of a potential Special Education Behavior Intervention mandate.

23. Of the funds appropriated in this item, $300,000 shall be provided to fund a new study of the Special Disabilities Adjustment pursuant to Chapter 854 of the Statutes of 1997 (AB 602). Notwith-

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standing any other provision of law, the Department of Education shall contract to perform the followup study to update the incidence multipliers required by subdivision (f) of Section 56836.155 of the Education Code. This study shall include an examination of how the incidence multiplier affects the special education funding model and recommendations regarding the necessity of continuing to adjust the funding formula. Before entering into the contract, the Department of Education shall consider the advice of the Department of Finance and the Legislative Analyst regarding specific scope and design, and anticipated cost, of the study. On or before March 1, 2003, the Department of Education shall submit to the Legislature the results of this study.

24. Of the funds appropriated in this item, $500,000 shall be for the training and certification of deaf and hard-of-hearing interpreters. Of this amount, $250,000 shall be provided to districts for interpreter instruction, training, and certification. This funding shall be annually renewable for two years, pursuant to Department of Finance approval of an annual progress report, which shall be completed by April 30 of each year, beginning in 2003. The remaining $250,000 provided pursuant to this provision is provided on a one-time basis, and shall be used to support a contract with a community college to establish a distance learning Interpreter Training Program for rural areas.

27. Of the funds appropriated in this item, $1,373,000 is for administration of the Reading First Program. Of this amount, $873,000 is to redirect 6.0 staff to assist in program administration, and $500,000 is for the department to contract for annual evaluations of program effectiveness.

29. Of the amount appropriated in this item, $500,000 is provided to continue an evaluation of the Public Schools Accountability Act, as established by Chapter 6.1 (commencing with Section 52050) of Part 28 of the Education Code.

30. Of the appropriated funds in this item, $250,000 is for the department to begin development of a comprehensive strategy to address data reporting

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requirements associated with the No Child Left Behind Act (P.L. 107-110), and to establish 2.0 positions to assist with this task.

6110-001-0975—For support of Department of Education, Program 20.40.040-Library and Learning Resources, payable from the California Public School Library Protection Fund 15,000

Provisions:

1. Subject to the conditions of Article 6 (commencing with Section 18175) of Chapter 2 of Part 6 of the Education Code, and based on increases in the funds deposited in the California Public School Library Protection Fund, the appropriation made in this item may be increased subject to the approval of the Department of Finance.

6110-003-0001—For support of Department of Education, Program 20.30.020-Instructional Support, Standardized Account Code Structure 983,000

Provisions:

1. The funds appropriated in this item shall be used only for the direct costs to administer the Standardized Account Code Structure program, pursuant to Education Code Section 42103.3, to assist any school district or county office of education in financial distress or bankruptcy, to make available standard fiscal, demographic, and performance data to policy decisionmakers, and for indirect costs for those programs at the rate approved by the United States Department of Education.

6110-005-0001—For support of Department of Education, as allocated by the Department of Education to the State Special Schools, Program 10.60.040 29,773,000

Schedule:

(1) 10.60.040-Instruction..... 30,360,000
  (a) 10.60.040.001-School for the Blind, Fremont..... 4,217,000
  (b) 10.60.040.002-School for the Deaf, Fremont 14,237,000
  (c) 10.60.040.003-School for the Deaf, Riverside 11,906,000
(2) Reimbursements..... –587,000

Provisions:

1. The State Special Schools for the Deaf in Fremont and Riverside and the State Special School for the

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Blind in Fremont shall provide a four-week extended session.

2. Of the amount appropriated in this item, up to $13,000 is provided for payment of energy service contracts in connection with the issuance of Energy Conservation Efficiency Revenue Bonds.

6110-006-0001—For support of Department of Education (Proposition 98), as allocated by the Department of Education to the State Special Schools..... 34,292,000

Schedule:

(1) 10.60.040-Instruction, State Special Schools..... 39,186,000
  (a) 10.60.040.001-School for the Blind, Fremont..... 5,006,000
  (b) 10.60.040.002-School for the Deaf, Fremont.....13,596,000
  (c) 10.60.040.003-School for the Deaf, Riverside 11,424,000
  (d) 10.60.040.007-Diagnostic Centers..... 9,160,000
(2) Reimbursements..... –4,761,000
(3) Amount payable from the California State Lottery Education Fund (Item 6110-006-0814)..... –133,000

Provisions:

1. On or before September 15 of each year, the superintendent of each State Special School shall report to each school district the number of pupils from that district who are attending a State Special School and the estimated payment due on behalf of the district for those pupils pursuant to Section 59300 of the Education Code. The Controller shall withhold from the State School Fund in the first principal apportionment of that fiscal year the amount due from each school district, as reported to the Controller by the Superintendent of Public Instruction. The amount withheld shall be transferred from the State School Fund to this item. The Superintendent of Public Instruction is authorized to adjust the estimated payments required after the close of the fiscal year by reporting to the Controller the information needed to make the adjustment. The payments by the Con-

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troller that result from this yearend adjustment shall be applied to the current year.

2. The State Special Schools for the Deaf in Fremont and Riverside and the State Special School for the Blind in Fremont shall provide a four-week extended session.

6110-006-0814—For support of Department of Education, for payment to Item 6110-006-0001, payable from the California State Lottery Education Fund... 133,000

Provisions:

1. All funds received pursuant to Chapter 12.5 of Division 1 of Title 2 of the Government Code that are allocable to the State Special Schools pursuant to Section 8880.5 of the Government Code, and, that are in excess of the amount appropriated in this item, are hereby appropriated in augmentation of this item.

6110-007-0001—For support of Department of Education, Program 20.20.010-Instructional Materials Management and Distribution—Curriculum Frameworks and Instructional Materials..... 106,000

Provisions:

1. Funds appropriated by this item shall be used only for direct costs to conduct biennial state adoptions of basic instructional materials pursuant to Section 60200 of the Education Code and for indirect costs for that purpose at the rate approved by the United States Department of Education.

6110-008-0001—For support of Department of Education, as allocated by the Department of Education to the State Special Schools for student transportation allowances, Program 10.60.040 1,402,000

Provisions:

1. Funds appropriated in this item are in lieu of funds that otherwise would be transferred from the General Fund to Section A of the State School Fund in accordance with Sections 14007 and 41301.5 of the Education Code.

6110-013-0001—For support of Department of Education, Program 10.10-Audit Resources 245,000

Provisions:

1. The funds appropriated in this item shall be used only for the direct costs of the contracts for audits.
2. Notwithstanding any other provision of law, no funds shall be expended from this item without prior approval in writing from the Department of Finance.

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6110-015-0001—For support of Department of Education, Program 20.20.020-Instructional Materials Management and Distribution	393,000

Provisions:

1. Funds appropriated in this item are for transfer by the Controller to the State Instructional Materials Fund, for allocation during the 2002–03 fiscal year pursuant to Article 3 (commencing with Section 60240) of Chapter 2 of Part 33 of the Education Code. These funds shall be transferred in amounts claimed by the Department of Education, for direct disbursement by the Department of Education from the State Instructional Materials Fund.

6110-021-0001—For support, Department of Education, Program 30.20.005-Child Nutrition—Nutrition Education Projects	468,000
6110-101-0231—For local assistance, Department of Education, Program 20.10.045-Instructional Support, Curriculum Services—Health and Physical Education—Drug Free Schools, for county offices of education, payable from the Health Education Account, Cigarette and Tobacco Products Surtax Fund	3,800,000
6110-101-0349—For local assistance, Department of Education, Program 20.90-Instructional Support, for allocation to the Fiscal Crisis and Management Assistance Team for the purpose of administering the California School Information Services program, payable from the Educational Telecommunication Fund	7,000,000

Provisions:

1. Notwithstanding Section 10554 of the Education Code, the Controller shall transfer from the General Fund the actual amount certified by the Superintendent of Public Instruction as reductions made to apportionments in the 2002–03 fiscal year for repayments of prior year excess apportionments identified pursuant to:
   (1) Repayments made pursuant to Chapter 789 of the Statutes of 1997.
   (2) Other audit settlements for excess apportionments identified as a result of audits, investigations, or inquiries.
2. Notwithstanding any other provision of law, if there are insufficient funds in the Educational Telecommunication Fund to meet the operational

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needs of the local California School Information Services (CSIS) project, the CSIS project's Chief Operating Officer shall notify the Department of Finance by providing an expenditure plan detailing the amount he or she projects will be required to meet those needs. The Department of Finance shall notify the Chairperson of the Joint Legislative Budget Committee, or his or her designee, of its intent to request that the Controller transfer the amount projected to be required to meet the projected operational needs of the local CSIS project from Item 6110-140-0001 into the Educational Telecommunication Fund for allocation pursuant to this item. The Controller shall transfer those funds not sooner than 30 days after this notification.

6110-101-0814—For local assistance, Department of Education, Program 10.10-School Apportionment, for allocation by the Controller in accordance with Section 8880.5 of the Government Code as enacted by the voters in Proposition 37 at the November 1984 general election, payable from the California State Lottery Education Fund..... 812,694,000

Provisions:

1. All funds received pursuant to Chapter 12.5 of Division 1 of Title 2 of the Government Code that are allocable to local education agencies that serve pupils in kindergarten or any of grades 1 to 12, inclusive, pursuant to Section 8880.5 of the Government Code, and that are in excess of the amount appropriated in this item, are hereby appropriated in augmentation of this item.

6110-101-0975—For local assistance, Department of Education, Program 20.40.040-Library and Learning Resources, payable from the California Public School Library Protection Fund 345,000

Provisions:

1. Subject to the conditions of Article 6 (commencing with Section 18175) of Chapter 2 of Part 11 of the Education Code, and based on increases in the funds deposited in the California Public School Library Protection Fund, the appropriation made in this item may be increased subject to the approval of the Department of Finance.

6110-102-0001—For local assistance, Department of Education (Proposition 98), for transfer to Section A of the State School Fund 10,000,000

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Provisions:

1. The funds appropriated in this item shall be used to provide grants to charter schools that operate in low-income attendance areas for facilities-related expenses pursuant to Section 3 of Chapter 892 of the Statutes of 2001. The funds appropriated are intended to be offset by reductions to charter school funding as specified in the legislation, including, but not limited to, provisions pursuant to Article 2 (commencing with Section 47633) of Chapter 6 of Part 26.8 of Division 4 of Title 2 of the Education Code or Section 47613.1 of the Education Code.

6110-102-0231—For local assistance, Department of Education, Program 20.10.045-Instructional Support, Curriculum Services Health and Physical Education, Drug Free Schools, for local assistance, payable from the Health Education Account, Cigarette and Tobacco Products Surtax Fund 23,244,000

Provisions:

1. On or before June 1, 2003, the State Department of Education shall report to the Joint Legislative Budget Committee on the amount of Tobacco-Use Prevention Education funds that it intends to transfer from the competitive grades 9–12 program to the formula grades 4–8 program in the 2002–03 fiscal year.

6110-102-0890—For local assistance, Department of Education, Program 20.60.038-Learn and Serve America Program, payable from the Federal Trust Fund 2,616,000

6110-103-0001—For local assistance, Department of Education (Proposition 98), Program 10.10.001.005-School Apportionments for transfer to Section A of the State School Fund, for the purposes of Section 8152 of the Education Code..... 15,852,000

Provisions:

1. Notwithstanding Section 8154 of the Education Code, or any other provision of law, the funds appropriated in this item shall be the only funds available for and allocated by the Superintendent of Public Instruction for the apprentice programs operated by school districts and county offices of education.
2. Notwithstanding Section 8152 of the Education Code, each 60-minute hour of teaching time devoted to each indentured apprentice enrolled in

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and attending classes of related and supplemental instruction as provided under Section 3074 of the Labor Code shall be reimbursed at the rate of $4.86 per hour. For purposes of this provision, each hour of teaching time may include up to 10 minutes for passing time and breaks.

3. No school district or county office of education shall use funds allocated pursuant to this item to offer any new or expanded apprentice program unless the program has been approved by the Superintendent of Public Instruction.
4. The Superintendent of Public Instruction shall report to the Department of Finance and the Legislature not later than February 1, 2003, on the amount of funds expended for and the hours of related and supplemental instruction offered in the apprentice program during the 2001–02 fiscal year, with information to be provided by the school district, county office of education, program sponsor, and trade. Expenditure information shall distinguish between direct and indirect costs, including administrative costs funded for the State Department of Education, school districts, and county offices of education. In addition, the report shall identify the hours of related and supplemental instruction proposed for the 2001–02 and 2002–03 fiscal years by the school district, county office of education, program sponsor, and trade. As a condition of receiving funds for the apprenticeship program, school districts and county offices of education and regional occupational centers and programs shall report to the Superintendent of Public Instruction the information necessary for the completion of this report.
5. Notwithstanding Article 8 (commencing with Section 8150) of Chapter 1 of Part 6 of the Education Code, or any other provision of law, the total number of hours eligible for state reimbursement in apprentice programs operated by school districts and county offices of education shall be limited to an amount equal to the amount of the total appropriation made in this item divided by the hourly rate specified in Provision 2. The Superintendent of Public Instruction shall have the authority to determine which apprentice pro-

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grams, and which hours offered in those programs, are eligible for reimbursement.		
6110-103-0890—For local assistance, Department of Education, Program 41.20.030.003-Robert C. Byrd Honors Scholarship Program, payable from the Federal Trust Fund		5,101,000
6110-104-0001—For local assistance, Department of Education (Proposition 98), Program 10.10.011-School Apportionments—Remedial Supplemental Instruction Programs, for transfer to Section A of the State School Fund, for supplemental instruction and remedial programs		449,726,000
Schedule:		
(1) 10.10.011.008-School Apportionments, for Supplemental Instruction, Remedial, Grades 7–12 for the purposes of Section 37252 of the Education Code	171,180,000	
(2) 10.10.011.009-School Apportionments, for Supplemental Instruction, Retained, Recommended for Retention, or At-Risk of Retention, Grades 2–9, for the purposes of Section 37252.2 or 37252.5 of the Education Code, as applicable	49,676,000	
(3) 10.10.011.010-School Apportionments, for Supplemental Instruction, Low STAR, or at-risk, Grades 2–6, for the purposes of Section 37252.6 or 37252.8 of the Education Code, as applicable	17,911,000	
(4) 10.10.011.011-School Apportionments, for Supplemental Instruction, Core Academic, Grades K–12, for the purposes of Section 37253 of the Education Code	210,959,000	
Provisions:		
1. Notwithstanding any other provision of law, for the 2002–03 fiscal year the Superintendent of Public Instruction shall allocate a minimum of $7,395 for supplemental summer school programs in each school district for which the prior fiscal year enrollment was less than 500 and that, in the 2002–03 fiscal year, offers at least 1,500 hours of supplemental summer school instruction. A small school district, as described above, that offers less than 1,500 hours of supplemental sum-		

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mer school offerings shall receive a proportionate reduction in its allocation. For the purpose of this provision, supplemental summer school programs shall be defined as programs authorized under paragraph (2) of subdivision (f) of Section 42239 of the Education Code as it read on July 1, 1999.

2. Of the funds appropriated in this item, $8,820,000 is for the purpose of providing a cost-of-living adjustment (COLA) of 2.00 percent. Additionally, $5,958,000 is provided for the purpose of providing for increases in average daily attendance at a rate of 1.37 percent for supplemental instruction and remedial programs, in lieu of the amount that would otherwise be provided pursuant to any other provision of law.

4. Notwithstanding any other provision of law, the rate of reimbursement shall be $3.45 per hour of supplemental instruction.

6110-105-0001—For local assistance, Department of Education (Proposition 98), for transfer to Section A of the State School Fund for the purposes of Article 1 (commencing with Section 52300) of Chapter 9 of Part 28 of the Education Code 373,181,000

Schedule:

(1) 10.10.004-Instruction Program—School Apportionments, Regional Occupational Centers and Programs 380,498,000

(2) Reimbursements..... –7,317,000

Provisions:

1. Notwithstanding any other provision of law, the funds appropriated in this item are for transfer by the Controller to Section A of the State School Fund, in lieu of the amount that otherwise would be appropriated for transfer from the General Fund in the State Treasury to Section A of the State School Fund for the 2002–03 fiscal year pursuant to Sections 14002 and 14004 of the Education Code, in an amount as needed for apportionment pursuant to Article 1 (commencing with Section 52300) of Chapter 9 of Part 28 of the Education Code.

2. Funds appropriated in this item shall be apportioned by the Superintendent of Public Instruction pursuant to Article 1.5 (commencing with Section 52335) of Chapter 9 of Part 28 of the Education Code.

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3. Because Chapter 482 of the Statutes of 1984 was chaptered after Chapter 268 of the Statutes of 1984, the Legislature's intent regarding the eligibility of regional occupational centers and programs for incentive funding for a longer instructional year under Section 46200 of the Education Code was not carried out. It is the intent of the Legislature that regional occupational centers and programs not be eligible for that incentive funding.

   Notwithstanding any other provision of law, the funds appropriated in this item may not be expended for the purposes of providing or continuing incentive funding for a longer instructional year pursuant to Section 46200 of the Education Code.
4. Notwithstanding any other provision of law, funds appropriated in this item for average daily attendance (ADA) generated by participants in welfare-to-work activities under the CalWORKs program established in Article 3.2 (commencing with Section 11320) of Chapter 2 of Part 3 of Division 9 of the Welfare and Institutions Code may be apportioned on an advance basis to local education agencies based on anticipated units of ADA if a prior application for this additional ADA funding has been approved by the Superintendent of Public Instruction.
5. Of the amount appropriated in this item, $1,161,000 is to fund remedial education services for participants in welfare-to-work activities under the CalWORKs program.
6. Of the funds appropriated in this item, $5,833,000 is provided for increases in average daily attendance at a rate of 1.62 percent. If growth funds are insufficient, the State Department of Education may adjust the per-pupil growth rates to conform to available funds. Additionally, $7,317,000 is for the purpose of providing a cost-of-living adjustment at a rate of 2.00 percent.

6110-106-0001—For local assistance, Department of Education (Proposition 98), for transfer by the Controller to Section A of the State School Fund, Program 20.30, West Contra Costa Facilities Payment 800,000

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Provisions:

1. For allocation to the West Contra Costa Unified School District as specified by paragraph (1) of subdivision (a) of Education Code Section 41329.

6110-107-0001—For local assistance, Department of Education (Proposition 98), Program 10.10-County Offices of Education Fiscal Oversight 10,723,000

Schedule:

(1)	10.10.002-COE Oversight.....	5,000,000
(2)	10.10.005-FCMAT	2,548,000
(3)	10.10.012-FCMAT: CSIS.....	250,000
(4)	10.10.013-Audit Appeal Panel	75,000
(5)	10.10.015-Interim Reporting.....	1,150,000
(6)	10.10.016-Staff Development.....	700,000
(7)	10.10.022-District Hiring Practices.	1,000,000

Provisions:

1. The funds appropriated in Schedule (1) of this item are for the purposes provided in paragraph (1) of subdivision (a) of Section 29 of Chapter 1213 of the Statutes of 1991 and subsequent legislation.
2. Funds contained in Schedule (1) may be used for activities including, but not limited to, conducting reviews, examinations, and audits of districts and providing written notifications of the results at least annually by county offices of education on the fiscal solvency of the districts with disapproved budgets, qualified or negative certifications, or, pursuant to Section 42127.6 of the Education Code, districts facing fiscal uncertainty. Written notifications of the results of these reviews, audits, and examinations shall be provided at least annually to the district governing board, the Superintendent of Public Instruction, the Director of Finance, and the Office of the Secretary for Education.
3. Of the funds appropriated in Schedule (2) of this item:
   (a) $2,000,000 shall be allocated by the Controller directly to a county office of education, selected pursuant to subdivision (a) of Section 42127.8 of the Education Code to oversee Fiscal Crisis and Management Assistance Team (FCMAT) responsibilities with respect to these funds, to meet the costs of participation under Section 42127.8 of the Education Code.

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(b) $418,000 shall be allocated to FCMAT for the purpose of providing, through computer technology, financial and demographic information that is interactive and immediately accessible to all local education agencies to assist them in their decisionmaking process. To ensure a completely integrated system, this computer information should be developed in collaboration with the State Department of Education, and should be compatible with the hardware and software of the State Department of Education, so that this information may also assist state level policymakers in making comparable standardized financial information available to the local education agencies and the public.

(c) $130,000 shall be used for evaluation of the Compton Unified School District and for any other specified duties, pursuant to Chapter 767 of the Statutes of 1997.

4. Of the funds appropriated in Schedule (3) of this item, $250,000 shall be available to the FCMAT to pay for project management services for CSIS. These funds shall be used to supplement and not supplant other CSIS funds available for project management services.

5. The funds appropriated in Schedule (5) of this item are for the increased responsibility of county offices of education for oversight of school districts with audit exceptions, districts with qualified or negative interim reports, districts that may be unable to meet financial obligations for the current or subsequent two years, or districts with disapproved budgets, as provided under Chapter 924 of the Statutes of 1993. These funds may also be used to reimburse county office of education activities for extraordinary costs of audits, examinations, or reviews of district budgets in cases where fraud, misappropriation of funds or other illegal fiscal practices require COE review, pursuant to Section 2 of Chapter 620 of the Statutes of 2001. Allocation of such funds shall be administered by the Fiscal Crisis and Management Assistance Team (FCMAT) on a reimbursement basis and all reimbursements shall be subject to the approval of both the Department of Finance and the State Department of Education.

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6. The amount appropriated in Schedule (5) shall be available for expenditure for the 2002–03 and 2003–04 fiscal years. Any unexpended balance as of September 1, 2003, shall be available through July 30, 2004, for staff development purposes, pursuant to Provision 6 of this item.
7. Of the funds appropriated in Schedule (6) of this item, $500,000 is for the purpose of providing staff development to local education agency school finance and business personnel, as provided in Section 42127.8 of the Education Code. The funds appropriated in Schedule (6) shall be allocated by the Controller directly to a county office of education selected pursuant to subdivision (a) of Section 42127.8 of the Education Code to oversee FCMAT's responsibilities with respect to these funds. $200,000 of the funds appropriated in Schedule (6), is for the purpose of providing training that shall be developed and facilitated pursuant to Section 42127.8 of the Education Code to increase school district and school-level capacity to implement and manage site-based budgeting and decisionmaking governance structures.
8. The funds appropriated in this item shall be allocated in accordance with the above schedule unless a revision to the allocations contained herein has been approved by the Department of Finance. The Department of Finance may not authorize any such revision sooner than 30 days after notification in writing of the necessity therefor to the chairperson of the committee in each house that considers appropriations and the Chairperson of the Joint Legislative Budget Committee, or not sooner than whatever lesser time the chairperson of the joint committee, or his or her designee, may in each instance determine.
9. The funds appropriated in Schedule (4) of this item are for the additional staff and resources needed for FCMAT to ensure that timely resolution of audit findings is achieved pursuant to the directives of Education Code Section 41344.
10. The funds contained in Schedule (7) of this item shall be for allocation to a county office of education, selected pursuant to subdivision (a) of Section 42127.8 of the Education Code to over-

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see FCMAT responsibilities, for the purpose of reviewing school district hiring practices pursuant to Section 42127.85 of the Education Code.

11. Notwithstanding any other provision of law, funds appropriated in Schedules (1), (2), (4), (5), (6), and (7), of this item to a county office of education, selected pursuant to subdivision (a) of Section 42127.8 of the Education Code to oversee FCMAT responsibilities, shall be allocated by the State Controller directly to that county office of education as soon as possible but no later than 60 days after the enactment of the Budget Act. Funds appropriated in this item shall not be subject to grant allocation or review processes on the part of the State Department of Education nor the Superintendent of Public Instruction. The county office of education that receives these funds shall annually provide a report detailing past year expenditures, identifying the local education agencies (LEA) assisted with these funds and a summary of progress for each. Additionally, the report shall identify a plan for the proposed uses of the allocations in this item, identifying estimated expenditures for each LEA anticipated to be served. This report shall be submitted to the Department of Education and to the Department of Finance by October 1, 2002.

6110-108-0001—For local assistance, Department of Education (Proposition 98), for transfer to Section A of the State School Fund, Program 20.60.020.200-Tenth Grade Counseling pursuant to Section 48431.7 of the Education Code 11,443,000

Provisions:

1. Of the funds appropriated in this item, $300,000 is for the purpose of providing an adjustment for increases in enrollment at a rate of 2.75 percent. If growth funds are insufficient, the State Department of Education may adjust the per-pupil growth rates to conform to available funds. Additionally, a 2.00 percent COLA is provided to increase the rate to $25.28 per 10th grade enrollment.

6110-110-0001—For local assistance, Department of Education, (Proposition 98) Program 20.80.001—Instructional Support, Student Friendly Services 500,000

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6110-111-0001—For local assistance, Department of Education (Proposition 98), for transfer to Section A of the State School Fund, Home to School Transportation, pursuant to Article 10 (commencing with Section 41850) of Chapter 5 of Part 24 of the Education Code and Small School District Transportation, pursuant to Article 4.5 (commencing with Section 42290) of Chapter 7 of Part 24 of the Education Code 524,199,000

Schedule:

(1) 10.10.006-Pupil Transportation 519,641,000

(2) 10.10.008-Small School District Bus Replacement 4,558,000

Provisions:

1. Of the funds appropriated in this item, $6,946,000 is for the purpose of providing an adjustment for increases in average daily attendance at a rate of 1.37 percent. If growth funds are insufficient, the State Department of Education may adjust the per-pupil growth rates to conform to available funds. Additionally, $10,279,000 is for the purpose of providing a cost-of-living adjustment at a rate of 2.00 percent.

6110-112-0001—For local assistance, Department of Education (Proposition 98), for transfer by the Controller to Section A of the State School Fund, Program 20.60.017-Instructional Time and Staff Development Reform Program..... 229,667,000

Provisions:

1. The funds appropriated in this item are available for the purposes of the Instructional Time and Staff Development Reform Program established by Article 7.5 (commencing with Section 44579) of Chapter 3 of Part 25 of the Education Code.
2. Of the funds appropriated in this item, $4,518,000 is for the purpose of providing a cost-of-living adjustment at a rate of 2.00 percent for the Instructional Time and Staff Development Reform Program, in lieu of the amount that would otherwise be provided pursuant to statute, resulting in a daily rate of $299.29 for teachers and $155.18 for classified paraprofessionals.
3. It is the intent of the Legislature to fund deficiencies that may result in this program during the 2002–03 fiscal year.

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6110-112-0890—For local assistance, Department of Education, Program 20.60.036-Public Charter Schools, payable from the Federal Trust Fund.....	22,853,000
6110-113-0001—For local assistance, Department of Education (Proposition 98), for purposes of California's pupil testing program.....	65,958,000

Schedule:

(1) 20.70.030.001-Golden State Examination	15,443,000
(2) 20.70.030.004-Career Technical Assessment	871,000
(3) 20.70.030.005-Assessment Review and Reporting	3,913,000
(4) 20.70.030.006-STAR Program	~~15,827,000~~ *15,027,000*
(5) 20.70.030.007-English Language Development Assessment	4,437,000
(6) 20.70.030.008-High School Exit Examination.....	18,267,000
(7) 20.70.030. ~~009~~ 016 -Test Development: STAR Exam	8,000,000
(8.5) 20.70.030.015-California High School Proficiency Exam	750,000
(9) Reimbursements.....	–750,000

Provisions:

1. The funds appropriated in this item shall be for the pupil testing programs authorized by Chapter 5 (commencing with Section 60600), Chapter 7 (commencing with Section 60810), and Chapter 8 (commencing with Section 60850) of Part 33 of the Education Code.
2. The funds appropriated in Schedule (4) include funds for primary language tests administered pursuant to Article 4 (commencing with Section 60640) of Chapter 5 of Part 33 of the Education Code.
3. The funds appropriated in Schedule (5) shall be available for administration of an English language development test meeting the requirements of Chapter 7 (commencing with Section 60810) of Part 33 of the Education Code.
4. The funds appropriated in Schedule (6) include funds for the administration of the HSEE pursuant to Chapter 8 (commencing with Section 60850) of Part 33 of the Education Code.
5. Of the funds appropriated in this item, $268,000 is for the purpose of providing an adjustment for in-

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creases in enrollment at a rate of 1.37 percent and $608,000 is for the purpose of providing a cost-of-living adjustment at a rate of 2.00 percent.

6. The funds appropriated in Schedule (7) shall be available for test item development for the STAR program during the 2002–03 fiscal year. The test items developed with these funds shall make progress in aligning this exam with the State Board of Education-approved academic content standards and in ensuring that this exam is valid and reliable as measured by industry standards.

8. It is the intent of the Legislature that the State Department of Education develop a plan to streamline existing programs to eliminate duplicative tests and minimize the instructional time lost to test administration. The State Department of Education shall ensure that all statewide tests meet industry standards for validity and reliability.

9. The State Board of Education shall annually establish the amount of funding to be apportioned to school districts for the English Language Development Assessment and the High School Exit Examination. The amount of funding to be apportioned per test shall not be valid without the approval of the Department of Finance.

6110-113-0890—For local assistance, Department of Education-Title VI Flexibility and Accountability, payable from the Federal Trust Fund..... 28,794,000

Provisions:

1. Of the funds appropriated in this item, $1,445,000 is available for the continued development of the Alternative Schools Accountability Model to include alternative schools within the state's system of accountability. Of the total, $670,000 is provided on a one-time basis.

2. Of the funds appropriated in this item, $500,000 is available on a one-time basis to develop training materials and provide technical assistance to schools regarding statewide standards and assessments for pupils with disabilities.

5. Of the funds appropriated in this item, $2,000,000 is available on a one-time basis for the English Language Development Test.

6. Of the funds appropriated in this item, $300,000 is provided to develop assessment data collection

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and editing software to improve pupil demographic information collection on the statewide assessments.

8. Of the funds appropriated in this item, $831,000 is to provide an adjustment for increases in enrollment at a rate of 1.37 percent and $1,020,000 is to provide a cost-of-living adjustment at a rate of 1.66 percent for the Standardized Testing and Reporting (STAR) Program.
9. Of the funds appropriated in this item, $5,600,000 is provided as incentive funding to increase the per-pupil district apportionment for the English Language Development Test to $5 per pupil. As a condition of receiving these funds, school districts must agree to provide information determined to be necessary to comply with the data collection and reporting requirements of the No Child Left Behind Act of 2001 (P.L. 107-110) regarding English language learners by the State Department of Education with approval by the State Board of Education.
10. Of the funds appropriated in this item, $4,218,000 is provided for activities related to Standardized Testing and Reporting Program.
11. Of the funds appropriated in this item, $6,880,000 is for the establishment of a longitudinal database, and for data collection requirements of the No Child Left Behind Act of 2001 (P.L. 107-110), pursuant to legislation enacted in the 2001–02 Regular Session. The Department of Finance may transfer funds provided pursuant to this provision to Item 6110-001-0890 to provide the State Department of Education necessary resources to meet the data collection requirements of P.L. 107-110.
12. Of the funds appropriated in this item, $1,500,000 shall be available to implement a comprehensive data collection plan to address the data reporting requirements of the No Child Left Behind Act of 2001 (P.L. 107-110) subject to approval by the Department of Finance. The State Board of Education and the Superintendent of Public Instruction may not adopt or amend any plan for the expenditure of these funds pursuant to P.L. 107-110 except upon advance notice to the chairs of the fiscal and policy committees that consider education and appropria-

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tions in both houses of the Legislature and the Chair of the Joint Legislative Budget Committee. Advance notice shall be 30 days if the plan for the expenditure is submitted between January 1 and August 30 of the year, and advance notice shall be 45 days if the plan for the expenditure is submitted between September 1 and December 31 of the year. The Department of Finance may transfer funds provided pursuant to this provision to Item 6110-001-0890 to provide the State Department of Education necessary resources to meet the data collection requirements of P.L. 107-110.

13. Of the funds appropriated in this item, $3,700,000 is for developing the state's system of assessments and is available for encumbrance only upon prior approval by the Department of Finance of an expenditure plan submitted by the State Department of Education, detailing the proposed use of this funding. The State Board of Education and the Superintendent of Public Instruction may not adopt or amend any plan for the expenditure of these funds pursuant to P.L. 107-110 except upon advance notice to the chairs of the fiscal and policy committees that consider education and appropriations in both houses of the Legislature and the Chair of the Joint Legislative Budget Committee. Advance notice shall be 30 days if the plan for the expenditure is submitted between January 1 and August 30 of the year, and advance notice shall be 45 days if the plan for the expenditure is submitted between September 1 and December 31 of the year. The Department of Finance may transfer funds provided pursuant to this provision to Item 6110-001-0890 to provide the State Department of Education necessary resources to meet the data collection requirements of P.L. 107-110.

6110-117-0001—For local assistance, State Department of Education, Program 10.70-Vocational Education, in lieu of the amount that otherwise would be appropriated pursuant to subdivision (b) of Section 19632 of the Business and Professions Code..... 562,000

Provisions:

1. Of the funds appropriated in this item, $50,000 shall be available to contract with the California Association of Student Councils for the purpose

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of providing leadership development and training to pupils in grades 3 to 12, inclusive.	
6110-119-0001—For local assistance, Department of Education (Proposition 98), for transfer to Section A of the State School Fund, Program 20.40.060-Educational Services for Foster Youth pursuant to Chapter 11.3 (commencing with Section 42920) of Part 24 of the Education Code	8,752,000
Provisions:	
1. Of the funds appropriated in this item, $116,000 is for the purpose of providing an adjustment for increases in average daily attendance at a rate of 1.37 percent. If growth funds are insufficient, the State Department of Education may adjust the per-pupil growth rates to conform to available funds. Additionally, $172,000 is for the purpose of providing a cost-of-living adjustment (COLA) at a rate of 2.00 percent.	
6110-119-0890—For local assistance, Department of Education, for Title I Program for Neglected and Deliquent Children, Payable from the Federal Trust Fund	4,320,000
6110-120-0001—For local assistance, Department of Education (Proposition 98), for transfer to Section A of the State School Fund Program 20.40.100-Pupil Dropout Prevention Programs established pursuant to Article 6 (commencing with Section 52890) and Article 7 (commencing with Section 52900) of Chapter 12 of Part 28, Article 7 (commencing with Section 54720) of Chapter 9 of Part 29, and Chapter 3.5 (commencing with Section 58550) of Part 31 of, the Education Code	21,886,000
Provisions:	
1. The following provisions apply to pupil dropout prevention programs receiving funds pursuant to this item:	
(a) Prior to hiring an outreach consultant with funds appropriated in this item, a school or school district shall have adopted a plan, that includes a statement describing the specific duties of the outreach consultant and that has been approved by the Superintendent of Public Instruction. This duty statement shall require that the outreach consultant perform only activities that directly benefit "high-risk	

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pupils'' as defined in subdivision (c) of Section 54721 of the Education Code. Each outreach consultant shall receive no more than $51,732 as annual compensation.

(b) A school district or any school receiving funds for outreach consultants in schools with motivation and maintenance plans developed in accordance with Article 7 (commencing with Section 54720) of Chapter 9 of Part 29 of the Education Code, shall collect and report data to the Superintendent of Public In struction on pupil dropouts, together with any other data deemed necessary by the superintendent for the evaluation of motivation and maintenance programs. The data shall be reported in a format to be determined by the superintendent. Whenever feasible, the superintendent shall collect this data through the California Basic Educational Data System (CBEDS).

(c) Notwithstanding the schedule set forth in Section 58554 of the Education Code, (1) the maximum fee for an initial diagnosis prepared by an educational clinic under the terms of the contract entered into pursuant to Section 58553 or 58553.5 of the Education Code shall not exceed $106.14 and may be expended for outreach and pupil and family counseling in addition to the initial diagnosis of entering pupils, and (2) the maximum fee for each instructional hour or fee for additional diagnosis provided under the terms of a contract entered into pursuant to Section 58553 or 58553.5 of the Education Code shall not exceed $7.12 per hour.

2. Of the funds appropriated in this item, $290,000 is for the purpose of providing an adjustment for increases in average daily attendance at a rate of 1.37 percent. If growth funds are insufficient, the State Department of Education may adjust the per-pupil growth rates to conform to available funds. Additionally, $429,000 is for the purpose of providing a cost-of-living adjustment (COLA) at a rate of 2.00 percent.

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6110-122-0001—For local assistance, Department of Education (Proposition 98), for transfer to Section A of the State School Fund, Program 20.40.090-Specialized Secondary Programs, pursuant to Chapter 6 (commencing with Section 58800) of Part 31 of the Education Code 5,136,000

Provisions:

1. Of the funds appropriated in this item, $1,500,000 shall be allocated to Specialized Secondary Programs established pursuant to Chapter 6 (commencing with Section 58800) of Part 31 of the Education Code prior to the 1991–92 fiscal year that operate in conjunction with the California State University.
2. Of the funds appropriated in this item, $68,000 is for the purpose of providing an adjustment for increases in average daily attendance at a rate of 1.37 percent. If growth funds are insufficient, the State Department of Education may adjust the per-pupil growth rates to conform to available funds. Additionally, $101,000 is for the purpose of providing a cost-of-living adjustment at a rate of 2.00 percent.

6110-123-0001—For local assistance, Department of Education (Proposition 98), for implementation of the Public Schools Accountability Act, pursuant to Chapter 6.1 (commencing with Section 52050) of Part 28 of the Education Code 484,555,000

Schedule:

(1) 20.60.030.031-Immediate Intervention/Underperforming Schools Program.....184,555,000
(2) 20.60.030.032-High Achieving/ Improving Schools Program 77,000,000
(3) 20.60.030.034-Low-Performing Schools.....217,000,000
(4) 20. ~~00~~ 60 .030.036—Corrective Actions 6,000,000

Provisions:

1. Funds appropriated in Schedule (1) are provided solely for the purpose of implementing the Immediate Intervention/Underperforming Schools Program, pursuant to Article 3 of Chapter 6.1 (commencing with Section 52053) of Part 28 of the Education Code. These funds are to fully fund implementation grants for the first, second, and third cohorts of schools that received planning

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grants under the program during the 1999–00, 2000–01, and 2001–02 fiscal years.

2. Funds appropriated in Schedule (2) are provided solely for the purpose of implementing the Governor's High Achieving/Improving Schools Program for the 2001–02 fiscal year, pursuant to Article 4 (commencing with Section 52056) of Chapter 6.1 of Part 28 of the Education Code.
3. Funds appropriated in Schedule (3) are provided solely for the purpose of implementing the High Priority Schools Grant Program for Low-Performing Schools, pursuant to Article 3.5 of Chapter 6.1 (commencing with Section 52055.600) of Part 28 of the Education Code.
4. Pursuant to legislation enacted during the 2001–02 Regular Session, the funds appropriated in Schedule (4) shall, upon approval by the State Board of Education, be available to support schools working with School Assistance and Intervention Teams or schools subject to state or federal sanctions by the Superintendent of Public Instruction as part of the Immediate Intervention/Underperforming Schools Program or No Child Left Behind (P.L. 107-110). To the extent necessary to fully fund the Immediate Intervention/Underperforming Schools Program and School Assistance and Intervention Teams, the Department of Finance may transfer funds between Schedule (1) and Schedule (4) of this item.
5. Of the funds appropriated in Schedule (3), $20,000,000 shall be allocated as follows: (a) First priority shall be to provide implementation grants to schools in the first decile of the 2001 Academic Performance Index (API) established pursuant to Section 52052 of the Education Code, that applied to participate in High Priority Schools Grant Program (HPSGP) but were not funded, due to lack of funding; (b) Second priority shall be for planning and implementation grants for schools in the first decile of the 2001 API that have not previously received a HPSGP grant for planning or implementation. Under this priority, a school must complete both planning and first year implementation in the 2002–03 fiscal year; (c) Third priority shall be to provide planning grants to schools in the second decile of the 2001 API. It is the intent of the Legislature that any

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school that receives a planning grant for the HPSGP shall also be provided an implementation grant at the earliest possible opportunity in which funding is appropriated for this purpose.

6110-123-0890—For local assistance, Department of Education, payable from the Federal Trust Fund..... 78,874,000

Schedule:

(1) 20.60.030.031-Immediate Intervention/Underperforming Schools Program..... 39,743,000

(2) 20.60.030.035-Innovative Program, Title V-ESEA..... 39,131,000

Provisions:

1. The State Department of Education shall issue a request for applications that gives equal priority for receipt of 2002–03 Comprehensive School Reform Demonstration funding for the following two groups of schools:

   (a) Title I schools identified as being in need of improvement or corrective action (required priority for subgrants under Part F of Title I of the ESEA).

   (b) Schools in decile 1 of the Academic Performance Index that were invited to apply for the High Priority Schools Grant Program and not already funded by that program or by the Comprehensive School Reform Demonstration Program.

   Schools described in (b) above that submit Comprehensive School Reform Demonstration applications meeting required criteria may choose to be funded at $400 per pupil for one year with continuation grants for two additional years, and are required to meet the requirements of the High Priority Schools Grant Program. Schools not participating in the High Priority Schools Grant Program that are selected for the Comprehensive School Reform Demonstration Program will be funded at $200 per pupil.

~~2. The State Board of Education and the Superintendent of Public Instruction may not adopt or amend any plan for the expenditure of these funds pursuant to the federal No Child Left Behind Act of 2001 (P.L. 107-110) except upon advance notice provided to the chairs of the fiscal and policy committees that consider education and appropriations in each house of the Legislature. Ad-~~

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~~vance notice shall be 30 days if the plan for the expenditure is submitted from January 1 to August 30, or 45 days if the plan for the expenditure is submitted from September 1 to December 31.~~

6110-124-0001—For local assistance, Department of Education (Proposition 98), for transfer to Section A of the State School Fund, Program 10.80.010-Gifted and Talented Pupil Program established pursuant to Chapter 8 (commencing with Section 52200) of Part 28 of the Education Code 56,536,000

Provisions:

1. Of the funds appropriated in this item, $749,000 is for the purpose of providing an adjustment for increases in average daily attendance at a rate of 1.37 percent. If growth funds are insufficient, the State Department of Education may adjust the per-pupil growth rates to conform to available funds. Additionally, $1,108,000 is for the purpose of providing a cost-of-living adjustment (COLA) of 2.00 percent.

6110-125-0001—For local assistance, Department of Education (Proposition 98), for English Language Learners Program 20.10.006-English Language Learners Student Assistance pursuant to Chapter 4 (commencing with Section 400) of Part 1 of the Education Code 53,200,000

6110-125-0890—For local assistance, Department of Education 243,168,000

Schedule:

(1) 10.30.010-Title I, Migrant Education.....134,384,000

(2) 20.10.004-Title III, Language Acquisition 108,784,000

Provisions:

1. Of the funds appropriated in Schedule (1) of this item, the State Department of Education shall use no less than $6,500,000 and up to $7,100,000 for the California Mini-Corps Program.
2. Of the funds appropriated in Schedules (1) and (2) of this item, $12,600,000 in carryover funding is provided on a one-time basis for the previously approved purposes, as follows: Migrant Education ($12,100,000) and Immigrant Education ($500,000).
3. The funds appropriated in Schedule (2) of this item are available pursuant to legislation enacted during the 2001–02 Regular Session.

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6110-126-0001—For local assistance, Department of Education (Proposition 98), for transfer to Section A of the State School Fund, Program 20.10.035-Miller-Unruh Basic Reading Act of 1965 (commencing with Section 54100) of Chapter 2 of Part 29 of the Education Code 28,929,000

Provisions:

1. The State Department of Education shall establish a procedure to accept an application from any school district for participation in the Miller-Unruh Basic Reading Act of 1965 established pursuant to Chapter 2 (commencing with Section 54100) of Part 29 of the Education Code. This procedure shall provide first priority for any available funding to school districts with underperforming schools, consistent with Article 3 (commencing with Section 52053) of Chapter 6.1 of Part 28 of the Education Code, and with the lowest district base revenue limits. Whenever the number of reading specialist positions funded by the program is reduced in any school district, funds shall be reallocated to support an equivalent number of positions in another district or other districts.
2. A 2.00 percent cost-of-living adjustment (COLA) is provided to increase the rate per full-time reading specialist to $26,769 for 2002–03.

6110-126-0890—For local assistance, Department of Education, Program 20.60.290-Instructional Support, Title I, Part B of the Elementary and Secondary Education Act (Reading First Program) payable from the Federal Trust Fund..... 131,600,000

Provisions:

1. The funds appropriated in this item are provided pursuant to legislation enacted during the 2001–02 Regular Session.

6110-127-0001—For local assistance, Department of Education (Proposition 98), for transfer to Section A of the State School Fund, Program 20.40.070-Opportunity Classes and Programs pursuant to Article 2.3 (commencing with Section 48643) of Chapter 4 of Part 27 of the Education Code..... 2,611,000

Provisions:

1. Notwithstanding Section 48644 of the Education Code, funds allocated to school districts for the expansion of Opportunity Classes and Programs may not exceed $518 per unit of average daily at-

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tendance (ADA), based on the additional enrollment in these classes and programs above the 1982–83 enrollment levels, expressed in terms of ADA. For purposes of making this allocation to opportunity programs, the Superintendent of Public Instruction shall use the following definition to express enrollment in opportunity programs: using total positive clock hours scheduled and attended during the year, 405 hours of opportunity program assignment equals one opportunity program ADA (405 hours is the product of a second principal apportionment divisor of 135 and three hours of attendance per day).

2. Of the funds appropriated in this item, $107,000 is for the purpose of providing an adjustment for increases in average daily attendance at a rate of 4.34 percent. If growth funds are insufficient, the State Department of Education may adjust the per-pupil growth rates to conform to available funds. Additionally, $51,000 is for the purpose of providing a cost-of-living adjustment (COLA) of 2.00 percent for the Opportunity Classes and Programs established pursuant to Article 2.3 (commencing with Section 48643) of Chapter 4 of Part 27 of the Education Code.

6110-128-0001—For local assistance, Department of Education (Proposition 98), for transfer to Section A of the State School Fund, Program 10.30.070-Economic Impact Aid 498,682,000

Schedule:

(1) 10.30.070.001-Article 2 (commencing with Section 54020) of Chapter 1 of Part 29 of the Education Code.....~~349,077,000~~ 349,077,100

(2) 10.30.070.020-Sections 54031 and 54033, and Article 4 (commencing with Section 54040) of Chapter 1 of Part 29, of the Education Code.....149,604,900

Provisions:

1. If the funds appropriated in this item are insufficient to fully fund the allocations under Article 4 (commencing with Section 54040) of Chapter 1 of Part 29 of the Education Code, the Superintendent of Public Instruction shall prorate the allocations made pursuant to that article to reflect the amount of funding available.

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2. Of the funds appropriated in this item, $23,281,000 is for the purpose of providing an adjustment for increases in average daily attendance at a rate of 5 percent. If growth funds are insufficient, the State Department of Education may adjust the per-pupil growth rates to conform to available funds. Additionally, a 2.00 percent cost-of-living adjustment (COLA) is provided to increase the minimum rate per CalWORKs plus English-learner student to $203.55. The minimum funding level for districts with 10 or fewer CalWORKs plus English-learners shall increase to $4,901 per district and $7,356 for districts with more than 10, but less than 20 CalWORKs plus English-learners, pursuant to Education Code Sections 54020–54033.

6110-129-0001—For local assistance, Department of Education, Program 41.00-Community Education-Intergenerational Programs..... 171,000

6110-130-0001—For local assistance, Department of Education, Program 20.60.100-Advancement Via Individual Determination ..... ~~12,300,000~~ *10,300,000*

Provisions:

1. Of the funds appropriated, $1,300,000 is available for administration of the Advancement Via Individual Determination (AVID) centers and $6,000,000 is available for competitive outreach grants to local education agencies for the AVID program. Notwithstanding any other provision of law, the remaining ~~$5,000,000~~ *$3,000,000* shall be used solely for the provision of advanced placement teacher training or tutoring services, pursuant to Section 52247 of the Education Code.

6110-131-0001—For local assistance, Department of Education (Proposition 98), for transfer to Section A of the State School Fund, Program 10.30.051-American Indian Early Childhood Education Program established pursuant to Chapter 6.5 (commencing with Section 52060) of Part 28 of the Education Code 551,000

Provisions:

1. Of the funds appropriated in this item, $8,000 is for the purpose of providing an adjustment for increases in average daily attendance at a rate of 1.37 percent. If growth funds are insufficient, the State Department of Education may adjust the

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per-pupil growth rates to conform to available funds. Additionally, $11,000 is for the purpose of providing a cost-of-living adjustment at the rate of 2.00 percent.

6110-132-0001—For local assistance, Department of Education (Proposition 98), for transfer to Section A of the State School Fund, Program 10.10, Targeted Instructional Improvement Grant pursuant to Chapter 2.5 (commencing with Section 54200) of Part 29 of the Education Code 737,597,000

Provisions:

1. Of the funds appropriated in this item, $9,773,000 is for the purpose of providing an adjustment for increases in average daily attendance at a rate of 1.37 percent. If growth funds are insufficient, the State Department of Education may adjust the per-pupil growth rates to conform to available funds. Additionally, $14,464,000 is for the purpose of providing a cost-of-living adjustment at the rate of 2.00 percent.

6110-134-0001—For local assistance, Department of Education (Proposition 98), Program 10-Instruction, for allocation to local education agencies 88,650,000

Provisions:

1. The funds appropriated in this item shall be for a teacher recruitment and retention block grant established pursuant to Section 44735 of Chapter 3.36 of Part 25 of the Education Code.

6110-136-0890—For local assistance, Department of Education, payable from the Federal Trust Fund..... 1,506,196,000

Schedule:

(1) 10.30.060-Title I-ESEA 1,495,541,000
(2) 10.30.065-McKinney-Vento Homeless Children Education..... 7,189,000
(3) 20.70.010-Instructional Support: Advanced Placement Fee Waiver.. 3,466,000

Provisions:

2. In administering the accountability system required by this item, the State Department of Education shall align the forms, processes, and procedures required of local educational agencies in a manner that they may be utilized for the purposes of implementing the Public School Accountability Act, as established by Chapter 6.1 (commencing with Section 52050) of Part 28 of the Education

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Code, so that duplication of effort is minimized at the local level.

6. Funding provided within Schedule (3) shall be used to fully satisfy the demand for advanced placement examination fee reimbursements for low-income pupils. Any funding remaining after the demand for advanced placement exam fee reimbursements has been fully satisfied may be used on a one-time basis for preadvanced placement activities as specified under the conditions of the federal grant application through which these funds were authorized. Use of funding for this alternative purpose shall not create nor imply any continuing obligation to fund the alternative activities beyond the 2002–03 fiscal year.

7. Of the funds appropriated in Schedules (1) and (2), $14,325,000 in carryover funding is provided on a one-time basis for previously approved purposes, as follows: Title I grants to local education agencies ($1,000,000), Title I Even Start ($10,000,000), Title I Capital Expenses ($2,800,000), and Title II McKinney Homeless Children Education ($525,000).

8. ~~As a condition of receipt of these funds, local education agencies shall provide data and information to the State Department of Education, including transferring data pursuant to legislation enacted during the 2001–02 Regular Session to create a longitudinal database to track English Language Learners, migrant education pupils, and calculate a graduation rate, and dropout rate, as required by the federal No Child Left Behind Act of 2001 (P.L. 107-110).~~

9. Of the funds appropriated in Schedule (1) of this item, $29,086,000 shall be available pursuant to legislation enacted during the 2001–02 Regular Session for school improvement and intervention programs after federal regulations regarding Title I are issued.

6110-137-0001—For local assistance, Department of Education, (Proposition 98), for transfer to Section A of the State School Fund, Program 20.60.260—Instructional Support, Mathematics and Reading Professional Development Program 31,728,000

Provisions:

1. The funds appropriated in this item shall be for allocation to local education agencies that partici-

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pate in the Mathematics and Reading Professional Development Program established pursuant to Article 3 (commencing with Section 99230) of Chapter 5 of Part 65 of the Education Code.

6110-137-0890—For local assistance, Department of Education, Program 20.10.005-Rural and Low Income Schools Grant, payable from the Federal Trust Fund 2,426,000

~~Provisions:~~

~~1. The State Board of Education and the Superintendent of Public Instruction may not adopt or amend any plan for the expenditure of these funds pursuant to the federal No Child Left Behind Act of 2001 (P.L. 107-110) except upon advance notice provided to the chairs of the fiscal and policy committees that consider education and appropriations in each house of the Legislature. Advance notice shall be 30 days if the plan for the expenditure is submitted from January 1 to August 30, or 45 days if the plan for the expenditure is submitted from September 1 to December 31.~~

6110-139-0001—For local assistance, Department of Education (Proposition 98), Program 10.10-School Apportionments, Pupil Residency Verification 162,000

Provisions:

1. Funds appropriated in this item are for the purpose of assisting school districts that are adjacent to the international border with their pupil residency verification, consistent with the intent of Education Code Section 48204.6.

6110-140-0001—For local assistance, Department of Education, (Proposition 98), Program 20.90-Instructional Support, California School Information Services 11,290,000

Schedule:

(1) 20.90.001.010—CSIS Local Grants 7,000,000

(2) 20.90.001.020—CSIS Oversight 4,290,000

Provisions:

1. The funds appropriated in Schedule (1) in this item shall be for the purpose of funding the Fiscal Crisis and Management Assistance Team's implementation of the local California School Information Services (CSIS) Project. These funds shall be used only if there are insufficient funds in the Educational Telecommunications Fund for CSIS local implementation activities. The Department of Finance shall notify the Chairperson of the

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Joint Legislative Budget Committee, or his or her designee, of its intent to request that the Controller transfer the amount projected to be required to meet the projected operational needs of the local CSIS project from Schedule (1) in this item into the Educational Telecommunications Fund for allocation pursuant to this item. The Controller shall transfer those funds not sooner than 30 days after this notification.

2. The funds appropriated in Schedule (2) in this item shall be for allocation to the Fiscal Crisis and Management Assistance Team for costs associated with administration of the CSIS project.

6110-144-0001—For local assistance, Department of Education (Proposition 98), Program 20.60.70-Principal Training Program 5,000,000

Provisions:

1. The funds appropriated in this item shall be for the Principal Training Program authorized pursuant to Article 4.6 (commencing with Section 44510) of Chapter 3 of Part 25 of the Education Code.

6110-145-0890—For local assistance, Department of Education, Program 20, Reading Excellence Act, payable from the Federal Trust Fund..... 100,000

Provisions:

1. The funds appropriated in this item shall be for activities to improve the reading skills of pupils in kindergarten and grades 1 to 3, inclusive.

6110-149-0001—For local assistance, Department of Education (Proposition 98), Program 20.40.040-Library and Learning Resources, pursuant to Article 7 (commencing with Section 18180) and Article 8 (commencing with Section 18200) of Chapter 2 of Part 11 of the Education Code 23,229,000

Provisions:

1. The funds appropriated in this item are provided to the State Department of Education for allocation to school districts and charter schools to purchase library books for school libraries or kindergarten and grades 1 to 4, inclusive, classroom libraries in accordance with Provision 2.
2. The State Department of Education shall apportion funds appropriated in this item on the basis of an equal amount per enrolled pupil for kindergarten and grades 1 to 12, inclusive, as certified by the Superintendent of Public Instruction based on

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the 2001 California Basic Education Data System (CBEDS) data, excluding summer school, and adult and regional occupational program and center enrollment.

6110-151-0001—For local assistance, Department of Education (Proposition 98), for transfer to Section A of the State School Fund, Program 10.30.050-American Indian Education Centers established pursuant to Article 6 (commencing with Section 33380) of Chapter 3 of Part 20 of the Education Code..... 3,778,000

Provisions:

1. Of the funds appropriated in this item, $50,000 is for the purpose of providing an adjustment for increases in average daily attendance at a rate of 1.37 percent. If growth funds are insufficient, the State Department of Education may adjust the per-pupil growth rates to conform to available funds. Additionally, $74,000 is for the purpose of providing a cost-of-living adjustment (COLA) at a rate of 2.00 percent.

6110-152-0001—For local assistance, Department of Education, Program 10.30.050-American Indian Education Centers pursuant to Article 6 (commencing with Section 33380) of Chapter 3 of Part 20 of the Education Code. 376,000

6110-156-0001—For local assistance, Department of Education (Proposition 98), for transfer to Section A of the State School Fund, for allocation by the Superintendent of Public Instruction to school districts, county offices of education, and other agencies for the purposes of Proposition 98 educational programs funded by this item, in lieu of the amount that otherwise would be appropriated pursuant to statute.... ~~605,038,000~~ *582,038,000*

Schedule:

(1) 10.50.010.001-Adult Education.....582,038,000

(2) 10.50.010.008-Remedial education services for participants in the CalWORKs..... ~~31,739,000~~ *8,739,000*

(3) Reimbursements-CalWORKs..... –8,739,000

Provisions:

1. Credit for participating in adult education classes or programs may be generated by a special day class pupil only for days in which the pupil has met the minimum day requirements set forth in Section 46141 of the Education Code.

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2. The funds appropriated in Schedule (2) constitute the funding for both remedial education and job training services for participants in the CalWORKs program (Art. 3.2 (commencing with Section 11320) of Chapter 2 of Part 3 of Division 9 of the Welfare and Institutions Code). Funds shall be apportioned by the Superintendent of Public Instruction for direct instructional costs only to school districts and Regional Occupational Centers and Programs (ROC/Ps) that certify that they are unable to provide educational services to CalWORKs recipients within their adult education block entitlement or ROC/P block entitlement, or both. ~~However, of the funds appropriated in Schedule (2) of this item, an amount not to exceed $10,000,000, as negotiated through an interagency agreement between the State Department of Education and the State Department of Social Services, shall be provided for Adult Education Programs, and ROC/Ps for the purposes of providing instructional and training supportive services for CalWORKs eligible members. These services shall include any of the following:~~

~~(a) Career and educational guidance and counseling.~~

~~(b) Training-related assessment.~~

~~(c) Transportation to the classroom or worksite during training.~~

~~(d) Job readiness training and services.~~

~~(e) Job development and placement.~~

~~(f) Postemployment support and followup to ensure job retention.~~

~~(g) Coordination and referrals to other services provided through the State Department of Social Services, the Employment Development Department, the Local Workforce Investment Boards, community colleges, the Department of Rehabilitation, the Economic Development Agency, and other community resources.~~

~~(h) Curriculum and instruction development to provide short-term integrated programs leading to employment.~~

~~(i) Staff development costs resulting from policy development and training occurring between instructional staff and county welfare agencies in the coordination of the program.~~

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~~(j) One-time excess program startup costs.~~

Allocations shall be distributed by the Superintendent of Public Instruction as equal statewide dollar amounts, based on the number of CalWORKs eligible family members served in the county ~~and subject to instructional and training support services needed annually by each agency as identified in the county CalWORKs Instruction and Job Training Plan required by Section 10200 of the Education Code~~ .

3. Providers receiving funds under this item for adult basic education, English as a Second Language, and English as a Second Language-Citizenship for legal permanent residents, shall, to the extent possible, grant priority for services to immigrants facing the loss of federal benefits under the federal Personal Responsibility and Work Opportunity Reconciliation Act of 1996. Citizenship and naturalization preparation services funded by this item shall include, to the extent consistent with applicable federal law, all of the following: (a) outreach services; (b) assessment of skills; (c) instruction and curriculum development; (d) professional development; (e) citizenship testing; (f) naturalization preparation and assistance; and (g) regional and state coordination and program evaluation.
4. The funds appropriated in Schedule (2) of this item shall be subject to the following:
   (a) The funds shall be used only for educational activities for welfare recipient students and those in transition off of welfare. The educational activities shall be limited to those designed to increase self-sufficiency, job training, and work. These funds shall be used to supplement and not supplant existing funds and services provided for welfare recipient students and those in transition off of welfare.
   (b) Notwithstanding any other provision of law, each local education agency's individual cap for adult education and regional occupational center and programs (ROC/P's), average daily attendance shall not be increased as a result of the appropriations made by this section.
   (c) Funds may be claimed by local education agencies for services provided to welfare re-

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cipient students and those in transition off of welfare pursuant to this section only if all of the following occur:

(1) Each local education agency has met the terms of the interagency agreement between the State Department of Education and the Department of Social Services pursuant to Provision 2 of this item.

(2) Each local education agency has fully claimed its respective adult education or ROC/P average daily attendance cap for the current year.

(3) Each local education agency has claimed the maximum allowable funds available under the interagency agreement pursuant to Provision 2 of this item.

(d) Each local education agency shall be reimbursed at the same rate as it would otherwise receive for services provided pursuant to this item or pursuant to Item 6110-105-0001 of Section 2.00 of this act, and shall comply with the program requirements for adult education pursuant to Chapter 10 (commencing with Section 52500) of Part 28 of the Education Code, and ROC/P requirements pursuant to Article 1 (commencing with Section 52300) of, and Article 1.5 (commencing with Section 52335) of, Chapter 9 of, Part 28 of the Education Code, respectively.

(e) Notwithstanding any other provision of law, funds appropriated in this section for average daily attendance (ADA) generated by participants in the CalWORKs program may be apportioned on an advance basis to local education agencies based on anticipated units of ADA if a prior application for this additional ADA funding has been approved by the Superintendent of Public Instruction.

(f) The Legislature finds the need for good information on the role of local education agencies in providing services to individuals who are eligible for or recipients of CalWORKs assistance. This information includes the extent to which local education programs serve public assistance recipients and the impact these services have on the recipients' ability to find jobs and become self-supporting.

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(g) The State Department of Education shall develop a data and accountability system to obtain information on education and job training services provided through state-funded adult education programs and regional occupational centers and programs. The system shall collect information on (1) program funding levels and sources; (2) characteristics of participants; and (3) pupil and program outcomes. The department shall work with the Department of Finance and Legislative Analyst in determining the specific data elements of the system and shall meet all information technology reporting requirements of the ~~Department of Information Technology and the~~ Department of Finance.

(h) As a condition of receiving funds provided in Schedule (2) of this item or any General Fund appropriation made to the State Department of Education specifically for education and training services to welfare recipient students and those in transition off of welfare, local adult education programs and regional occupational centers and programs shall collect program and participant data as described in this section and as required by the State Department of Education. The State Department of Education shall require that local providers submit to the state aggregate data for the period July 1, 2002, through June 30, 2003.

5. Of the funds appropriated in this item $15,018,000 is for the purpose of providing an adjustment for increases in average daily attendance at a rate of 2.50 percent. If growth funds are insufficient, the State Department of Education may adjust the per-pupil growth rates to conform to available funds. Additionally, $12,304,000 is for the purpose of providing a cost-of-living adjustment at a rate of 2.00 percent.

6. If the funds appropriated in this item are insufficient to cover the costs incurred in the provision of adult education services in accordance with state and federal laws and regulations, it is the intent of the Legislature that up to $10,000,000 of such a shortfall will be considered a priority for restoration.

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6110-156-0890—For local assistance, Department of Education, Program 10.50.010.001-Adult Education, payable from the Federal Trust Fund..... 91,826,000

Provisions:

1. Under any grant awarded by the State Department of Education under this item to a qualifying community-based organization to provide adult basic education in English as a Second Language and English as a Second Language-Citizenship classes, the department shall make an initial payment to the organization of 25 percent of the amount of the grant. In order to qualify for an advance payment, a community-based organization shall submit an expenditure plan and shall guarantee that appropriate standards of educational quality and fiscal accountability are maintained. In addition, reimbursement of claims shall be distributed on a quarterly basis. The State Department of Education shall withhold 10 percent of the final payment of a grant as described in this provision until all claims for that community-based organization have been submitted for final payment.
2. (a) Notwithstanding any other provision of law, all nonlocal educational agencies (Non-LEA) receiving greater than $300,000 pursuant to this item shall submit an annual organizational audit, as specified, to the State Department of Education, Office of External Audits.

   All audits shall be performed by one of the following: (1) a certified public accountant possessing a valid license to practice within California; (2) a member of the State Department of Education's staff of auditors; or (3) in-house auditors, if the entity receiving funds pursuant to this item is a public agency, and if the public agency has internal staff that performs auditing functions and meets the tests of independence found in Standards for Audits of Governmental Organization, Programs, Activities and Functions issued by the Comptroller General of the United States.

   The audit shall be in accordance with State Department of Education Audit guidelines and Office of Management and Budget Cir-

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cular No. A-133, Audits of Institutions of Higher Education and Other Non-Profit Institutions.

Non-LEA entities receiving funds pursuant to this item shall submit the annual audit no later than six months from the end of the agency fiscal year. If, for any reason, the contract is terminated during the contract period, the auditor shall cover the period from the beginning of the contract through the date of termination.

Non-LEA entities receiving funds pursuant to this item shall be held liable for all State Department of Education costs incurred in obtaining an independent audit if the contractor fails to produce or submit an acceptable audit.

(b) Notwithstanding any other provision of law, the State Department of Education shall annually submit to the Governor, Joint Legislative Budget Committee, and Joint Legislative Audit Committee limited scope audit reports of all subrecipients it is responsible for monitoring that receive between $25,000 and $300,000 of federal awards, and that do not have an organizational-wide audit performed. These limited scope audits shall be conducted in accordance with the State Department of Education Audit guidelines and Office of Management and Budget, Circular No. A-133. The State Department of Education may charge audit costs to applicable federal awards, as authorized by OMB, Circular No. A-133 Section 230(b)(2).

The limited scope audits shall include agreed-upon procedures engagements conducted in accordance with either AICPA generally accepted auditing standards or attestation standards, and address one or more of the following types of compliance requirements: allowed or unallowed activities; allowable costs and cost principles; eligibility; matching; level of effort; earmarking; and reporting.

The State Department of Education shall contract for the limited scope audits with a certified public accountant possessing a valid

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license to practice within the state or with an independent auditor.

3. On or before March 1, 2003, the State Department of Education shall report to the appropriate subcommittees of the Assembly Budget Committee and the Senate Budget and Fiscal Review Committee on the following aspects of the implementation of Title II of the federal Workforce Investment Act: (a) the makeup of those adult education providers that applied for competitive grants under Title II and those that obtained grants, by size, geographic location, and type (school district, community colleges, community-based organizations, other local entities); (b) the results of a midyear report on the extent to which participating programs were able to meet planned performance targets; and (c) a breakdown of the types of courses (ESL, ESL citizenship, ABE, ASE) included in the performance targets of participating agencies. It is the intent of the Legislature that the Legislature and State Department of Education utilize the information provided pursuant to this provision to (a) evaluate whether any changes need to be made to improve the implementation of the accountability-based funding system under Title II and (b) evaluate the feasibility of any future expansion of the accountability-based funding system using state funds.
4. The State Department of Education shall expeditiously amend the ''Workforce Investment Act, Title II, Adult Education and Family Literacy Act, California State Plan for 1999–2004'' to rebench outcome measures for Department of Mental Health and Department of Developmental Services clients so that they will continue to be eligible for adult education services in 2002–03 and beyond to the full extent authorized under federal law. The State Department of Education shall also consult with the Department of Mental Health, Department of Developmental Services, and Department of Finance for this purpose.
5. Of the funds appropriated in this item, $18,000,000 is available as a one-time carryover of unexpended funds from the 2001–02 fiscal year.
6. Of the funds appropriated in this item for the English Literacy and Civics and Education program,

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$5,000,000 shall be expended pursuant to an interagency agreement with the Department of Community Services and Development for the Naturalization Services Program. The interagency agreement shall provide for naturalization services consistent with services and program administration provided through Schedule (2) of Item 4700-101-0001 and authorized under the California State Plan, Workforce Investment Act, Title II, Adult Education and Family Literacy Act. In consultation with the Department of Community Services and Development, the State Department of Education shall develop a plan for implementation not later than December 31, 2002, to ensure the continuity of services to the legal permanent residents eligible for naturalization who rely on community-based citizenship programs funded through the Department of Community Services Development. This plan shall serve as the basis for the delivery of naturalization services through community-based organizations and other eligible providers.

Within 30 days of the enactment of this act, the State Department of Education and the Department of Community Services and Development shall seek the United States Department of Education's approval of a naturalization education services plan. If the plan is rejected by the United States Department of Education, the State Department of Education and Department of Community Services and Development shall jointly report to the Department of Finance and the Legislature the reasons and authority cited for the rejection within 15 days of notification, and shall within 60 days make recommendations to the Legislature on alternatives.

6110-158-0001—For local assistance, Department of Education (Proposition 98), for transfer by the Controller to Section A of the State School Fund in lieu of the amount that otherwise would be appropriated pursuant to Section 41841.5 of the Education Code, Program 10.50.010.002-Adults in Correctional Facilities 19,067,000

Provisions:

1. Notwithstanding Section 41841.5 of the Education Code, or any other provision of law, the amount appropriated in this item and any amount

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allocated for this program in this act shall be the only funds available for allocation by the Superintendent of Public Instruction to school districts or county offices of education for the Adults in Correctional Facilities program.

2. Notwithstanding Section 41841.5 of the Education Code or any other provision of law, the amount appropriated in this item shall be allocated based upon prior-year rather than current-year expenditures.
3. Notwithstanding any other provision of law, funding distributed to each local education agency (LEA) for reimbursement of services provided in the 2001–02 fiscal year for the Adults in Correctional Facilities program shall be limited to the amount received by that agency for services provided in the 2000–01 fiscal year, as increased by $448,000 for growth in services and $710,000 for cost-of-living adjustments. Funding shall be reduced or eliminated, as appropriate, for any LEA that reduces or eliminates services provided under this program in the 2001–02 fiscal year, as compared to the level of service provided in the 2000–01 fiscal year. Any funds remaining as a result of those decreased levels of service shall be allocated to provide support for new programs in accordance with Section 41841.8 of the Education Code.
4. Notwithstanding any other provision of law, funds appropriated by this item for growth in average daily attendance first shall be allocated to programs that are funded for 20 units or less of average daily attendance, up to a maximum of 20 additional units of average daily attendance per program.

6110-161-0001—For local assistance, Department of Education (Proposition 98), Program 10.60-Special Education Programs for Exceptional Children..... 2,711,073,000

Schedule:

(1) 10.60.050.003-Special education instruction 2,654,287,000
(2) 10.60.050.080-Early Education Program for Individuals with Exceptional Needs 71,181,000
(3) Reimbursements for Early Education Program, Part C .....–14,395,000

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Provisions:

1. Funds appropriated by this item are for transfer by the Controller to Section A of the State School Fund, in lieu of the amount that otherwise would be appropriated for transfer from the General Fund in the State Treasury to Section A of the State School Fund for the 2002–03 fiscal year pursuant to Sections 14002 and 41301 of the Education Code, for apportionment pursuant to Part 30 (commencing with Section 56000) of the Education Code, superseding all prior law.
2. Of the funds appropriated in Schedule (1) of this item, $10,829,000, plus the COLA, shall be available for the purchase, repair, and inventory maintenance of specialized books, materials, and equipment for pupils with low-incidence disabilities, as defined in Section 56026.5 of the Education Code.
3. Of the funds appropriated in Schedule (1) of this item, $8,272,000, plus the COLA, shall be available for the purposes of vocational training and job placement for special education pupils through Project Workability I pursuant to Article 3 (commencing with Section 56470) of Chapter 4.5 of Part 30 of the Education Code. As a condition of receiving these funds, each local educational agency shall certify that the amount of nonfederal resources, exclusive of funds received pursuant to this provision, devoted to the provision of vocational education for special education pupils shall be maintained at or above the level provided in the 1984–85 fiscal year. The Superintendent of Public Instruction may waive this requirement for local educational agencies that demonstrate that the requirement would impose a severe hardship.
4. Of the funds appropriated in Schedule (1) of this item, $4,315,000, plus the COLA, shall be available for regional occupational centers and programs that serve pupils having disabilities, and $72,647,000, plus the COLA, shall be available for regionalized program specialist services, including $1,741,000, plus the COLA, for small special education local plan areas (SELPAs) pursuant to Section 56836.24 of the Education Code.
5. Of the funds appropriated in Schedule (1), $1,000,000 is provided for extraordinary costs as-

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sociated with single placements in nonpublic, nonsectarian schools, pursuant to Section 56836.21 of the Education Code.

6. Of the funds appropriated in Schedule (1), a total of $114,756,000, plus the COLA, is available to fully fund the costs of children placed in licensed children's institutions who attend nonpublic schools.
7. Of the amount appropriated in Schedule (2) of this item, $964,000, plus the COLA, shall be available for infant program growth units (ages birth–two years). Funds for infant units shall be allocated pursuant to Provision 11 of this item, with the following average number of pupils per unit:
   (a) For special classes and centers—16.
   (b) For resource specialist programs—24.
   (c) For designated instructional services—16.
8. Notwithstanding any other provision of law, early education programs for infants and toddlers shall be offered for 200 days. Funds appropriated in Schedule (2) shall be allocated by the State Department of Education for the 2002–03 fiscal year to those programs receiving allocations for instructional units pursuant to Section 56432 of the Education Code for the Early Education Program for Individuals with Exceptional Needs operated pursuant to Chapter 4.4 (commencing with Section 56425) of Part 30 of the Education Code, based on computing 200-day entitlements. Notwithstanding any other provision of law, funds in Schedule (2) shall be used only for the purposes specified in Provisions 10 and 11 of this item.
9. Notwithstanding any other provision of law, state funds appropriated in Schedule (2) of this item in excess of the amount necessary to fund the deficited entitlements pursuant to Section 56432 of the Education Code and Provision 10 of this item shall be available for allocation by the State Department of Education to local educational agencies for the operation of programs serving solely low-incidence infants and toddlers pursuant to Title 14 (commencing with Section 95000) of the Government Code. These funds shall be allocated to each local educational agency for each solely low-incidence child through age two in excess of the number of solely low-incidence children through age two served by the local educational

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agency during the 1992–93 fiscal year and reported on the April 1993 pupil count. These funds shall only be allocated if the amount of reimbursement received from the State Department of Developmental Services is insufficient to fully fund the costs of operating the Early Intervention Program, as authorized by Title 14 (commencing with Section 95000) of the Government Code.

10. The State Department of Education, through coordination with the SELPAs, shall ensure local interagency coordination and collaboration in the provision of early intervention services, including local training activities, child find activities, public awareness, and the family resource center activities.
11. Of the amount provided in Schedule (1), $72,433,000 is provided for a COLA at a rate of 2.00 percent.
12. Of the amount provided in Schedule (2), $1,400,000 is provided for a COLA at a rate of 2.00 percent.
13. Funds appropriated in this item are available for the sole purpose of funding 2002–03 special education program costs and shall not be used to fund any prior year adjustments, claims or costs.
14. Of the amount provided in Schedule (1), $155,000, plus the COLA, shall be available to fully fund the declining enrollment of necessary small SELPAs pursuant to Chapter 551 of the Statutes of 2001 (AB 303).
15. Of the amount provided in Schedule (1) of this item, ~~$8,943,000~~ *$8,189,000* shall be appropriated in the following priority sequence:
    (a) The Superintendent of Public Instruction shall allocate any additional amount, if needed, to augment the amounts appropriated in Schedules (1) and (2) of this item to ensure full funding for the 2002–03 fiscal year.
    (b) Once the Superintendent of Public Instruction has determined that none of the programs in Schedules (1) and (2) of this item require any additional funding pursuant to the statutory formulas contained in Chapter 854 of the Statutes of 1997 (AB 602), the re-

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maining amount shall be allocated pursuant to Section 56836.158 of the Education Code.

6110-161-0890—For local assistance, Department of Education, payable from the Federal Trust Fund, Program 10.60-Special Education Programs for Exceptional Children ..... ~~800,319,000~~ *798,369,000*

Schedule:

(1) 10.60.050.012-Local Agency Entitlements, IDEA Special Education 677,439,000

(2) 10.60.050.013-State Agency Entitlements, IDEA Special Education..... 1,541,000

(3) 10.60.050.015-IDEA, Local Entitlements, Preschool Program 34,792,000

(4) 10.60.050.021-IDEA, Capacity Building, Special Education ..... ~~44,858,000~~ *42,908,000*

(5) 10.60.050.030-PL 99-457, Preschool Grant Program 39,849,000

(6) 10.060.050.031-IDEA, State Improvement Grant, Special Education..... 1,840,000

Provisions:

1. If the funds for Part B of the federal Individuals with Disabilities Education Act that are actually received by the state exceed $781,663,000, at least 95 percent of the funds received in excess of that amount shall be allocated for local entitlements and to state agencies with approved local plans. Five percent of the amount received in excess of $781,663,000 may be used for state administrative expenses. If the funds for Part B of the federal Individuals with Disabilities Education Act that are actually received by the state are less than $781,663,000, the reduction shall be taken in capacity building.
2. The funds appropriated in Schedule (2) shall be distributed to state-operated programs serving disabled children from 3 to 21 years of age, inclusive. In accordance with federal law, the funds appropriated in Schedules (1) and (2) shall be distributed to local and state agencies on the basis of the federal Individuals with Disabilities Education Act permanent formula.

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3. Of the funds appropriated in Schedule (4) of this item, up to ~~$1,250,000~~ *$1,000,000* may be used to fund licensed children's institution growth pursuant to Section 56836.18 of the Education Code.
4. Pursuant to Section 56427 of the Education Code, of the funds appropriated in Schedule (4) of this item, up to $2,324,000 may be used to provide funding for infant programs, and may be used for those programs that do not qualify for funding pursuant to Section 56432 of the Education Code.
5. Of the funds appropriated in Schedule (4) of this item, $29,475,000 shall be allocated to local education agencies for the purposes of Project Workability I.
6. Of the funds appropriated in Schedule (4) of this item, $1,700,000 shall be used to provide specialized services to pupils with low-incidence disabilities, as defined in Section 56026.5 of the Education Code.
7. Of the funds appropriated in Schedule (4) of this item, up to $3,617,000 shall be used for a personnel development program. This program shall include state-sponsored staff development, local in-service components, bilingual, student study team, and core curriculum components. Of this amount, a minimum of $2,500,000 shall be allocated directly to special education local plan areas. The local in-service programs shall include a parent training component and may include a staff training component. Use of these funds shall be described in the local plans. These funds may be used to provide training in alternative dispute resolution and the local mediation of disputes. All programs are to include evaluation components.
8. Of the funds appropriated in Schedule (4) of this item, up to $200,000 shall be used for research and training in cross-cultural assessments.
9. Of the funds appropriated in Schedule (4) of this item, up to $300,000 shall be used to develop and test procedures, materials, and training for alternative dispute resolution in special education.
10. Of the funds appropriated by Schedule (5) for the Preschool Grant Program, $1,228,000 shall be used for in-service training and shall include a parent training component and may, in addition, include a staff training program. These funds may be used to provide training in alter-

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native dispute resolution and the local mediation of disputes. This program shall include state-sponsored and local components.

11. Of the funds appropriated in this item, $1,420,000 is available for local assistance grants for the Quality Assurance and Focused Monitoring Pilot Program to monitor local education agency compliance with state and federal laws and regulations governing special education. This funding level is to be used to continue the facilitated reviews and, to the extent consistent with the key performance indicators developed by the State Department of Education, these activities focus on local education agencies identified by the United States Department of Education's Office of Special Education Programs.
12. Of the funds appropriated in Schedule (4) of this item, ~~$4,072,000~~ *$2,372,000* shall be used for the purposes of establishing Family Empowerment Centers on Disabilities pursuant to Chapter 690, Statutes of 2001.
13. Notwithstanding the notification requirements listed in Section 26.00 (d) of this act, the Department of Finance is authorized to approve intra-schedule transfers of funds within this item submitted by the State Department of Education for the purposes of ensuring that special education funding provided in this item is appropriated in accordance with the statutory funding formula required by federal IDEA and the special education funding formula required pursuant to Chapter 7.2 (commencing with Section 56836) of Part 30 of Division 4 of Title 2 of the Education Code, without waiting 30 days, but shall provide a notice to the Legislature each time a transfer occurs.
14. Of the funds appropriated in Schedule (4), up to $500,000 shall be available in fiscal year 2002–03 for a special education local plan area that applied for, and in 2001–02 is in receipt of, emergency impaction funds under Provision 14 of Item 6110-161-0890 of the Budget Act of 2001 (Ch. 106, Stats. 2001) and pursuant to Section 56836.18 of the Education Code for the reason that a court of appropriate jurisdiction has ordered or aided the closure of a nonpublic, non-

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sectarian school operating at a licensed children's institution and the special education local plan area, in which the licensed children's institution is located, is required to provide for special education and related services to individuals with exceptional needs who had been enrolled in the nonpublic, nonsectarian school at the time of closure. For pupils placed in the LCI/NPS pursuant to a court order, the special education local plan area shall be eligible to apply for reimbursement of actual costs under this provision for up to one-half of the costs per pupil or which the nonpublic, nonsectarian school was previously reimbursed in 2000–01. This provision shall apply only to a school which has closed as a result of a court order or advisory. Any special education local plan area receiving funds appropriated pursuant to this provision shall report to the State Department of Education, the Department of Finance, and the Legislative Analyst's Office by April 15, 2003, regarding the services provided to pupils through this pilot and the performance outcomes of pupils, including, but not limited to, a summary of STAR test scores for pupils and any alternate assessments used to measure the achievement of special education pupils.

6110-163-0001—For local assistance, Department of Education (Proposition 98), for transfer to Section A of the State School Fund, Program 10.60.060.010-The Early Intervention for School Success Program established pursuant to Article 4.5 (commencing with Section 54685) of Chapter 9 of Part 29 of the Education Code 2,169,000

Provisions:

1. Of the funds appropriated in this item, $28,000 is for the purpose of providing an adjustment for increases in average daily attendance at a rate of 1.37 percent. If growth funds are insufficient, the State Department of Education may adjust the per-pupil growth rates to conform to available funds. Additionally, $43,000 is for the purpose of providing a cost-of-living adjustment (COLA) at a rate of 2.00 percent.

6110-165-0001—For local assistance, Department of Education 7,022,000

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Schedule:

(1) 10.70-Vocational Education 7,022,000

Provisions:

1. Of the funds made available by this section, $7,022,000 is available for allocation by the Superintendent of Public Instruction to support CalWORKs participants who are eligible for youth services, as prescribed by subparagraph (C) of paragraph (1) of subdivision (b) of Section 2852 of Title 29 of the United States Code.

6110-166-0001—For local assistance, Department of Education (Proposition 98), for transfer to Section A of the State School Fund, Program 10.70.070-Vocational Education, for the purpose of Article 5 (commencing with Section 54690) of Chapter 9 of Part 29 of the Education Code, Partnership Academies Program..... 22,999,000

Provisions:

1. Of the funds appropriated in this item, $2,448,000 shall fund 34 second-year operational partnership academies (initially funded as planning grants in the 2000–01 fiscal year). Funding for these partnership academies shall be at the level prescribed in Section 54691 of the Education Code.
2. Of the funds appropriated in this item, $342,000 shall fund three first-year operational partnership academies to replace three operational partnership academies that closed during the 2000–01 school year and three second-year operational academies to replace three operational academies that closed in 1999–00. Funding for these partnership academies shall be at the level prescribed in Section 54691 of the Education Code.
3. If there are any funds in this item that are not allocated for planning or operational grants, the State Department of Education may allocate those remaining funds as one-time grants to state-funded partnership academies to be used for one-time purposes.

6110-166-0890—For local assistance, Department of Education, Program 10.70-Vocational Education, payable from the Federal Trust Fund..... 138,445,000

Provisions:

1. The funds appropriated in this item include Federal Vocational Education Act funds for the 2002–03 fiscal year to be transferred to the community colleges by means of interagency agree-

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ments for the purpose of funding vocational education programs in community colleges.

2. The State Board of Education and the Board of Governors of the California Community Colleges shall target funds appropriated by this item to provide services to persons participating in welfare-to-work activities under the CalWORKs program.
3. The Superintendent of Public Instruction shall report, not later than February 1 of each year, to the Joint Legislative Budget Committee and the Director of Finance, describing the amount of carryover funds from this item, reasons for the carryover, and plans to reduce the amount of carryover.
4. Of the funds appropriated in this item, $4,628,000 is available as a one-time carryover of unexpended funds from the 2001–02 fiscal year.

6110-167-0001—For local assistance, Department of Education (Proposition 98), for transfer to Section A of the State School Fund, Program 10.70-Agricultural Vocational Education Incentive Program established pursuant to Article 7.5 (commencing with Section 52460) of Chapter 9 of Part 28 of the Education Code 4,329,000

Provisions:

1. Of the funds appropriated in this item, $58,000 is for the purpose of providing an adjustment for increases in average daily attendance at a rate of 1.37 percent. If growth funds are insufficient, the State Department of Education may adjust the per-pupil growth rates to conform to available funds. Additionally, $84,000 is for the purpose of providing a cost-of-living adjustment (COLA) at a rate of 2.00 percent.
2. As a condition of receiving funds appropriated in this item, a school district shall certify to the Superintendent of Public Instruction both of the following:
   (a) Agricultural Vocational Education Incentive Program funds shall be expended for the items identified in its application, except that, in items of expenditure classification 4000, only the total cost of expenses shall be required and itemization shall not be required.
   (b) The school district shall provide at least 50 percent of the cost of the items and costs from expenditure classification 4000, as identified

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in its application, from other funding sources. Nothing in this provision shall be construed to limit the authority of the Superintendent of Public Instruction to waive the local matching requirement established by subdivision (b) of Section 52461.5 of the Education Code.

6110-177-0001—For local assistance, Department of Education (Proposition 98), Program 20.10.035-Local Arts Education Partnership Program 6,000,000

Provisions:

1. The funds appropriated in this item shall be used for arts education programs conducted by local education agencies pursuant to guidelines developed by the State Department of Education and approved by the State Board of Education, as authorized by Chapter 5 (commencing with Section 8810) of Part 6 of the Education Code.

6110-180-0001—For local assistance, Department of Education (Proposition 98), for transfer to Section A of the State School Fund, Program 20.10.025-Institute for Computer Technology established pursuant to Article 8 (commencing with Section 52480) of Chapter 9 of Part 28 of the Education Code..... 574,000

Provisions:

1. Of the funds appropriated in this item, not more than $100,000 may be used to disseminate curriculum developed by the Institute for Computer Technology (Art. 8 (commencing with Sec. 52480), Ch. 9, Pt. 28, Ed. C.).
2. Of the funds appropriated in this item, $8,000 is for the purpose of providing an adjustment for increases in average daily attendance at a rate of 1.37 percent. If growth funds are insufficient, the State Department of Education may adjust the per-pupil growth rates to conform to available funds. Additionally, $11,000 is for the purpose of providing a cost-of-living adjustment (COLA) at a rate of 2.00 percent for the Institute for Computer Technology programs (Art. 8 (commencing with Sec. 52840), Ch. 9, Pt. 28, Ed. C.).

6110-180-0890—For local assistance, Department of Education, Program 20.10.025-Educational Technology, payable from the Federal Trust Fund 83,000,000

Provisions:

1. Of the funds appropriated in this item, $40,619,000 is for allocation to school districts

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that are awarded formula grants pursuant to the federal Enhancing Education Through Technology Grant Program.

2. Of the funds appropriated in this item, $40,619,000 is available for competitive grants pursuant to legislation to be enacted during the 2001–02 legislative session that is consistent with the requirements of the federal Enhancing Education Through Technology Grant Program—including the eligibility criteria established in federal law to target local education agencies with high numbers or percentages of children from families with incomes below the poverty line and one or more schools either qualifying for federal School Improvement or demonstrating substantial technology needs. Under no circumstances shall the legislation designate specific local education agencies as subgrant recipients.
3. Of the funds appropriated in this item, $1,462,000 is available for the California Technology Assistance Project (CTAP) to provide federally required technical assistance and to help districts apply for and take full advantage of the federal Enhancing Education Through Technology grants.
4. Of the funds appropriated in this item, $300,000 is available for the Technology Information Center for Information Leadership to assist districts and site administrators in improving the use of technology in teaching, learning, and school administration.

6110-181-0001—For local assistance, Department of Education (Proposition 98), for transfer to Section A of the State School Fund Program 20.10.025-Educational Technology programs funded pursuant to Article 15 (commencing with Section 51870) of Chapter 5 of Part 28 and Chapter 3.34 (commencing with Section 44730) of Part 25 of the Education Code 15,810,000

Provisions:

1. Of the funds appropriated in this item, $210,000 is for the purpose of providing an adjustment for increases in average daily attendance at a rate of 1.37 percent. If growth funds are insufficient, the State Department of Education may adjust the

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per-pupil growth rates to conform to available funds. Additionally, $311,000 is for the purpose of providing a cost-of-living adjustment (COLA) at a rate of 2.00 percent.

6110-181-0140—For local assistance, Department of Education, Program 20.10.055-Environmental Education, payable from the California Environmental License Plate Fund 400,000

6110-183-0890—For local assistance, Department of Education, Instructional Support—Safe and Drug Free Schools and Communities Act of 1994 (Public Law 103-382), payable from the Federal Trust Fund 52,241,000

Schedule:

(1) 20.10.045-Health and Physical Education, Drug Free Schools 45,901,000

(2) 20.10.047-Community Service Grant Program 6,340,000

Provisions:

1. Local education agencies shall give priority in the expenditure of the funds appropriated by this item to create comprehensive drug and violence prevention programs that promote school safety, reduce the use of drugs, and create learning environments that are free of alcohol and guns and that support academic achievement for all pupils. In addition to preventing drug and alcohol use, prevention programs will respond to the crisis of violence in our schools by addressing the need to prevent serious crime, violence, and discipline problems. The Superintendent of Public Instruction shall (a) notify local education agencies of this policy, and (b) incorporate the policy into the department's compliance review procedures.
2. Of the amount appropriated in this item, $6,340,000 is for grants to carry out programs under which students expelled or suspended from school are required to perform community service, pursuant to Section 4126 of Title IV of the No Child Left Behind Act of 2001 (P.L. 107-110). As a condition of funding, grantees must certify that students will be appropriately supervised while performing community service activities under this program.

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6110-187-0001—For local assistance, Department of Education (Proposition 98), for transfer to Section A of the State School Fund, for a cost-of-living increase to be transferred to, in lieu of the amount that otherwise would be provided pursuant to statute, and in augmentation of, the respective appropriation by the Controller upon enactment in accordance with the following 679,000

Schedule:

(1) 10.10.011.005-School Apportionments, Continuation Schools (Section 42243.7 of the Education Code) ..... ~~563,000~~ 679,000

Provisions:

1. (a) Notwithstanding any other provision of law, the funds appropriated in Schedule (1) of this item for school apportionments to continuation schools shall be allocated on a dollar amount basis rather than as a percentage increase, and shall be allocated to any school district that operated a continuation high school in the 2001–02 fiscal year, without regard to whether that district's program commenced on, after, or prior to July 1, 1978. The amount allocated to each school district shall be equal to the total amount appropriated by Schedule (1) of this item, divided by the total number of units of continuation high school average daily attendance (ADA) for the state at the second principal apportionment for the 2001–02 fiscal year, multiplied by the units of that ADA reported by the district for the second principal apportionment for the 2001–02 fiscal year.

   (b) The total amount allocated pursuant to subdivision (a) of this provision shall not exceed the total amount of the funds appropriated in Schedule (1) of this item.

6110-188-0001—For local assistance, Department of Education (Proposition 98), Program 10.10-School Apportionments Deferred Maintenance, for transfer to the State School Deferred Maintenance Fund 205,689,000

Provisions:

1. The funds appropriated in this item shall be transferred to the State School Deferred Maintenance Fund and shall be available for funding applica-

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tions received by the Department of General Services, Office of Public School Construction for the purpose of payments to school districts for deferred maintenance projects funded pursuant to Section 17584 of the Education Code.

6110-189-0001—For local assistance, Department of Education (Proposition 98), for transfer to Instructional Materials Fund 395,775,000

Schedule:

(1) 20.20.020.005-Instructional Materials Block Grant.....250,000,000

(2) 20.20.020.006-One-Time Instructional Materials Grants.....145,775,000

Provisions:

1. The funds in this item shall be allocated to school districts to purchase standards-aligned instructional materials, pursuant to legislation enacted during the 2001–02 Regular Session.

6110-190-0001—For local assistance, Department of Education (Proposition 98), Program 10.10-School Apportionments, Community Day Schools 42,205,000

Provisions:

1. The funds appropriated in this item are for transfer to Section A of the State School Fund to reimburse costs incurred pursuant to Chapter 974 of the Statutes of 1995 as amended by Chapter 847 of the Statutes of 1998.
2. Funds appropriated in this item shall not be available for the purposes of Section 41972 of the Education Code.
3. Of the funds appropriated in this item, $828,000 is for the purpose of providing a cost-of-living adjustment (COLA) at a rate of 2.00 percent, to community day schools, in lieu of the amount that would otherwise be provided pursuant to statute.

6110-191-0001—For local assistance, Department of Education (Proposition 98), for transfer to Section A of the State School Fund, Program 20.60.050.002-Beginning Teacher Support and Assessment Program 88,139,000

Provisions:

1. The funds appropriated in this item are for direct disbursement by the State Department of Education for the Beginning Teacher Support and Assessment System, as set forth in Article 4.5 (commencing with Section 44279.1) of Chapter 2 of Part 25 of the Education Code. These funds shall

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be expended only after development of a program and expenditure plan by the State Department of Education, and approval of the plan by the Department of Finance.

2. Funds appropriated in this item are for the purpose of providing grants to support 24,635 teachers through local Beginning Teacher Support and Assessment Programs.
3. Of the funds appropriated in this item, $1,643,000 is provided for cost-of-living adjustments (COLAs) at a rate of 2.00 percent, for a total per participant grant level of $3,443.
4. It is the intent of the Legislature that first-year holders of preliminary teaching credentials, as defined in subdivision (b) of Education Code Section 44259, be afforded first priority for funding appropriated in this item. To the extent that any funds appropriated in this item remain after all first-year holders of preliminary teaching credentials have been served, those funds may be used to serve second-year holders of preliminary teaching credentials.
5. If funds are insufficient to serve all second-year holders of preliminary teaching credentials, the Department of Education shall prorate the funds to conform to the amount remaining in this item, consistent with Provision 4 of this item.

6110-193-0001—For local assistance, State Department of Education (Proposition 98), for transfer to Section A of the State School Fund Program 20.60-Staff Development 102,696,000

Schedule:

(1) 20.60.010.001-Administrator Training and Evaluation Program	5,282,000
(2) 20.60.070-Bilingual Teacher Training Program.....	1,798,000
(3) 20.60.060-Instructional Support: Teacher Peer Review.....	87,028,000
(4) 20.60.110-Instructional Support: Improving School Effectiveness-Reader Services for Blind Teachers	338,000
(5) 20.60.112-Instructional Support: Advanced Placement Teacher Training.....	8,250,000

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Provisions:

1. The funds appropriated in this item are for transfer by the Controller to Section A of the State School Fund, for allocation by the Superintendent of Public Instruction to school districts, county offices of education, and other educational agencies for purposes of the Proposition 98 programs funded in this item, in lieu of the amounts otherwise provided for those programs by statute.
2. Notwithstanding any other provision of law, the amount appropriated in Schedule (1) shall be the maximum amount of Proposition 98 funds allocated for the purposes of the administrator training and evaluation program established pursuant to Article 3 (commencing with Section 44681) of Chapter 3.1 of Part 25 of the Education Code. Funds appropriated in Schedule (1) include $70,000 for the purpose of making adjustments for increases in average daily attendance at a rate of 1.37 percent. If growth funds are insufficient, the State Department of Education may adjust the per-pupil growth rates to conform to available funds. Additionally, $104,000 is for the purpose of providing a cost-of-living adjustment (COLA) at a rate of 2.00 percent.
3. Notwithstanding any other provision of law, the amount appropriated in Schedule (2) shall be the maximum amount allocated for the purposes of the Bilingual Teacher Training Assistance Program established by Article 4 (commencing with Section 52180) of Chapter 7 of Part 28 of the Education Code. Funds appropriated in Schedule (2) include $24,000 for the purpose of making adjustments for increases in average daily attendance at a rate of 1.37 percent. If growth funds are insufficient, the State Department of Education may adjust the per-pupil growth rates to conform to available funds. Additionally, $35,000 is for the purpose of providing a cost-of-living adjustment (COLA) at a rate of 2.00 percent.
4. The funds appropriated in Schedule (3) shall be allocated in accordance with Article 4.5 (commencing with Section 44500) of Part 25 of the Education Code. Funds appropriated in Schedule (3) include $1,154,000 for the purpose of making adjustments for increases in average daily attendance at a rate of 1.37 percent. If growth funds are

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insufficient, the State Department of Education may adjust the per-pupil growth rates to conform to available funds. Additionally, $1,706,000 is for the purpose of providing a cost-of-living adjustment (COLA) at a rate of 2.00 percent.

5. Notwithstanding any other provision of law, the amount appropriated in Schedule (4) shall be the maximum amount allocated for the purposes of the Reader Service for Blind Teachers, for transfer to the Reader Employment Fund established by Section 45371 for the purposes of Section 44925 of the Education Code. Funds appropriated in Schedule (4) include $4,000 for the purposes of making adjustments in average daily attendance at a rate of 1.37 percent. If growth funds are insufficient, the State Department of Education may adjust the per-pupil growth rates to conform to available funds. Additionally, $7,000 is for the purpose of providing a cost-of-living adjustment (COLA) at a rate of 2.00 percent.
6. Notwithstanding any other provision of law, the amount appropriated in Schedule (5) shall be the maximum amount allocated for the purposes of providing Advanced Placement teacher training pursuant to Section 52247 of Chapter 8.3 of Part 28 of the Education Code.
7. Of the amount appropriated in Schedule (1), $375,000 shall be allocated to the Department of Education for the Superintendent Training Program authorized pursuant to legislation enacted during the 2001–02 Legislative Session.

6110-194-0001—For local assistance, Department of Education—Staff Development ..... ~~1,105,000~~ *105,000*

Schedule:

~~(1) 20.60.101.001-Administrator Training and Evaluation Program ..... 1,000,000~~

(4) 20.60.125-Geography Education Alliances 105,000

Provisions:

1. The funds appropriated in this item are for transfer by the Controller to Section A of the State School Fund, for direct disbursement by the State Department of Education in lieu of the amount that otherwise would be appropriated for staff development pursuant to subdivision (a) of Section 74 of Chapter 894 of the Statutes of 1977.

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~~2. Notwithstanding any other provision of law, the amount appropriated in Schedule (1) of this item shall be the maximum non-Proposition 98 amount allocated from the General Fund for the 2002–03 fiscal year for the purposes of the Administrator Training and Evaluation Program set forth in Article 3 (commencing with Section 44681) of Chapter 3.1 of Part 25 of the Education Code.~~

6110-194-0890—For local assistance, Department of Education, Program 20.60.190-Instructional Support, Title II, Part A of the Elementary and Secondary Education Act (Teacher and Principal Training and Recruiting Fund) payable from the Federal Trust Fund ..... ~~5,000,000~~ *4,350,000*

Provisions:

1. Of the funds appropriated in this item, $4,350,000 shall be for transfer to the University of California, which shall use the funds to support the California Subject Matter Projects for Science authorized pursuant to Article 1 (commencing with Section 99200) of Chapter 5 of Part 65 of the Education Code.

~~2. Of the funds appropriated in this item, $250,000 shall be for data collection and evaluation related to the effectiveness of professional development programs.~~

~~3. Of the funds appropriated in this item, $250,000 shall be for an evaluation of cultural competency training for teachers, pursuant to legislation to be enacted in the 2001–02 Legislative Session.~~

~~4. Of the funds appropriated in this item, $150,000 shall be to provide professional development to substitute teachers, pursuant to legislation to be enacted in the 2001–02 Legislative Session.~~

6110-195-0001—For local assistance, Department of Education (Proposition 98), Program 20.60.140-Staff Development: Teacher Improvement, Teacher Incentives National Board Certification 10,000,000

Provisions:

1. The funds appropriated in this item shall be for the purpose of providing incentive grants to teachers for achieving certification by the National Board for Professional Teaching Standards pursuant to Chapter 2, Article 13 (commencing with Education Code Section 44395).

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6110-195-0890—For local assistance, Department of Education, Program 20.60 ~~290~~ -Instructional Support, Title II, Part A of the Elementary and Secondary Education Act (Teacher and Principal Training and Recruiting Fund) payable from the Federal Trust Fund ..... ~~317,526,000~~ *317,026,000*

Schedule:

(1) 20.60.280-Improving Teacher Quality Local Grants ..... ~~315,472,000~~ *314,972,000*

(2) 20.60.270-Principal Training Program 1,554,000

(3) 20.60.080-Exploratorium 500,000

Provisions:

~~1. Local educational agencies shall use the funds appropriated in Schedule (1) of this item for the following activities, to the extent permissible under federal law: mitigating any costs in excess of current funding levels associated with operating an existing kindergarten and grades 1 to 3, inclusive, class size reduction program, class size reduction in kindergarten and grades 1 to 12, inclusive, teacher recruitment and retention, standards-aligned professional development, and any other use permitted by Title II, Part A, of the No Child Left Behind Act of 2001 (P.L. 107-110).~~

2. The funds appropriated in Schedule (2) of this item shall be for the Principal Training Program authorized pursuant to Article 4.6 (commencing with Section 44510) of Chapter 3 of Part 25 of the Education Code.

3. The carryover funds appropriated in Schedule (3) of this item shall be for school staff to participate in the Exploratorium Professional Development Program.

6110-196-0001—For local assistance, Department of Education (Proposition 98), for transfer by the Controller to Section A of the State School Fund, for allocation by the Superintendent of Public Instruction to school districts, county offices of education, and other agencies for the purposes of Proposition 98 educational programs funded in this item, in lieu of the amount that otherwise would be appropriated pursuant to statute 1,403,396,000

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Schedule:	
(1) 30.10.010-Special Program, Child Development, Preschool Education	308,023,000
(2) 30.10.020-Child Care Services	1,840,169,000
(a) 30.10.020.001-Special Program, Child Development, General Child Development Programs	604,414,000
(b) 30.10.020.002-Special Program, Child Development, Community College Match-Required Center	3,111,000
(c) 30.10.020.004-Special Program, Child Development, Migrant Day Care	31,878,000
(d) 30.10.020.007-Special Program, Child Development, Alternative Payment Program	208,166,000
(e) 30.10.020.011-Special Program, Child Development, Alternative Payment Program-Stage 2	540,470,000
(f) 30.10.020.012-Special Program, Child Development, Alternative Payment Program-Stage 3 Setaside	328,268,000
(g) 30.10.020.008-Special Program, Child Development, Resource and Referral	16,125,000

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(h) 30.10.020.009-Special Program, Child Development, Campus Child Care Tax Bailout	5,671,000
(i) 30.10.020.015-Special Program, Child Development, Extended Day Care	29,448,000
(j) 30.10.020.096-Special Program, Child Development, Allowance for Handicapped	1,528,000
(k) 30.10.020.106-Special Program, Child Development, California Child Care Initiative	250,000
(*l*) 30.10.020.901-Special Program, Child Development, Quality Improvement	65,335,000
(*ll*) 30.10.020.910-Special Program, HIPPY (per Provision 2(b) and (7)(d))	(1,000,000)
(m) 30.10.020.920-Special Program, Child Development, Local Planning Councils	5,505,000
(3) 30.10.070-Special Program, Child Development After School Programs	121,553,000
(4) 30.10.020.908-Special Program, Child Development, Cost-of-Living Adjustments	24,279,000
(5) 30.10.020.017-Special Program Child Care Accreditation Project	1,302,000
(6) Reimbursements (Quality Accreditation Project)	−1,302,000

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(7) Amount Payable from the Federal Trust Fund (Item 6110-196-0890) ..... –890,628,000

Provisions:

1. (a) $22,200,000 of the amount in Schedule (3) of this item is for the annualization of the quarter-year expansion funding provided in Chapter 1 of the Statutes of 2002, Third Extraordinary Session for the Before and After School Learning and Safe Neighborhoods Partnerships Program.

   (aa) Of the amount appropriated in Schedule (3) of this item, no less than $4,055,000 is for expansion of the Before and After School Learning and Safe Neighborhoods Partnerships Program. Notwithstanding any other provision of law, the priority for these funds shall be new middle schools where at least 50 percent of students are eligible for free or reduced-cost meals through the school lunch program of the United States Department of Agriculture. If there is insufficient need in the middle schools, elementary schools would then be eligible for these funds. The department shall issue a Request for Applications in order to determine the most qualified recipients of the funds in this item. Any applicant that applied in the most recent funding cycle and was determined to be qualified but was not funded may not be required to submit a new application in order to be considered for funding in this item.

2. Notwithstanding Section 8278 of the Education Code, funds available for expenditure pursuant to Section 8278 of the Education Code shall be expended in the 2002–03 fiscal year pursuant to the following schedule:

   (a) $6,000,000 or whatever lesser or greater amount is necessary for accounts payable pursuant to paragraph (1) of subdivision (b) of Section 8278 of the Education Code.

   (b) $59,933,000 shall be available for CalWORKs child care, of which $55,733,000 shall be available for Stage 2 and $4,200,000 shall be available for Stage 3.

   (c) $1,000,000 to continue the Family Child Care At Its Best training project, which, through an

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interagency agreement with the University of California at Davis Extension Program, provides child development training to licensed family child care home providers to enhance the quality and safety of licensed family child care homes.

(d) $1,000,000 for the Home Instruction Program for Preschool Youngsters (HIPPY) to be distributed pursuant to legislation approved in the 2002 Legislative Session, or in absence of legislation, to be distributed to districts as specified herein, contingent upon a written agreement with the California HIPPY State Office by October 1, 2002, to provide evaluation, training, and technical assistance to local districts implementing HIPPY programs according to the HIPPY statewide capacity building design. The agreement shall specify implementation goals including starting date and participation levels as agreed to by both parties. In the event that a school district or county office of education does not substantially meet the implementation requirements specified in the written agreement by February 1, 2003, its share may be redistributed as determined by the Superintendent of Public Instruction and the California HIPPY State Office with the approval of the Department of Finance through notification of the Legislature through the Section 28.00 notification process. Absent legislation approved in the 2002 Legislative Session, which specifies an alternative distribution process, funds shall be allocated under this provision as follows: (1) Los Angeles Unified School District ($100,000), (2) Los Angeles County Office of Education ($100,000), (3) Santee School District ($115,000), (4) San Diego Unified School District ($340,000), (5) Contra Costa County Office of Education ($75,000), (6) San Francisco Unified School District ($100,000), (7) Santa Barbara Unified School District ($85,000), and (8) Stanislaus County Office of Education ($85,000).

(e) Of the remaining funds available after meeting the requirements in (a) and (b) of this provision, $1,732,000 shall be allocated for in-

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structional materials and equipment for center-based programs and to improve resource lending libraries in resource and referral programs, and up to $10,000,000 shall be allocated for facilities renovation and repair contracts necessary to meet health and safety standards and to comply with the federal Americans with Disabilities Act of 1990. Additional amounts that become available pursuant to Section 8278 beyond those specified herein, shall be used to fund Stage 3 Setaside costs if those costs exceed the amount specified in Schedule (2)(f).

(f) The Controller shall establish an account entitled Section 8278 Expenditures in 2000 in 6110-196-0001, Program 30.10.060. Any unexpended General Fund balances as of June 30, 2002, or subsequent abatements, from those amounts listed in Schedules (1), (2)(a), (2)(b), (2)(c), (2)(d), (2)(g), (2)(h), (2)(i), (2)(j), (2)(k), (2)(*l*) and (2)(m) of this item, that are available pursuant to Section 8278 of the Education Code, shall be transferred to the account for the purpose of making expenditures pursuant to that section and as specified in this provision.

3. The State Department of Education shall report to the Joint Legislative Budget Committee and the Department of Finance, by March 31, 2003, the amount of child development funds, by program, that have been determined after audit to be unearned. The report shall include the settlement of claims payable by program from unearned contract fund balances. This provision includes both Federal Fund and General Fund contracts.

4. (a) Notwithstanding any other provision of law, alternative payment child care systems shall be subject to the rates established in the Regional Market Rate Survey of California child care and development providers for provider payments. The 2002–03 fiscal year regional market rates for child care provider payments that apply to all child care provided by Alternative Payment Programs and CalWORKs child care shall be the rates in effect as of July 1, 2001. The State Department of Education and the State Department of Social Ser-

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vices, in consultation with the Department of Finance and the Legislative Analyst, shall develop a new survey methodology to be employed by future market rate surveys. The State Department of Education shall utilize a federal fund contract awarded on a competitive basis to conduct a market rate survey during the 2002–03 fiscal year.

(b) The family copayment schedule for child care and development programs shall conform to all Education Code Provisions that may be implemented through legislation approved in the 2002 Legislative Session and shall first be approved by the Department of Finance in accordance with law. When approved, it shall be utilized by the State Department of Education, the Community Colleges, and the Department of Social Services where applicable.

5. The funds appropriated in this item for campus child care tax bailout shall be allocated by the State Department of Education based on a schedule provided by the Chancellor of the California Community Colleges. The chancellor shall schedule the allocation of these funds to community college districts that levied child care permissive override taxes in the 1977–78 fiscal year pursuant to Sections 8329 and 8330 of the Education Code in an amount equal to the property tax revenues, tax relief subventions, and state aid required to be made available by the district to its child care and development program for the 1979–80 fiscal year pursuant to Section 30 of Chapter 1035 of the Statutes of 1979, increased by any cost-of-living increases granted in subsequent fiscal years. These funds shall be used only for the purpose of community college child care and development programs.

6. Notwithstanding any provision of law to the contrary, higher educational institutions may establish and maintain child development programs on or near their respective campuses with priority for services given to children of students of that campus. Those higher educational institutions under contract with the State Department of Education for child care and development services shall be subject to the rules and regulations adopted by the Superintendent of Public Instruction except where

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those rules and regulations differ with respect to the conditions specified for the community colleges in Provision 11 of Item 6870-101-0001.

7. Funds in Schedule (2)(*l*), along with funds allocated pursuant to Provision 2(b) of this item, shall be reserved for activities to improve the quality and availability of child care, pursuant to the following:
   (a) $2,116,000 is for the schoolage care and resource and referral earmark.
   (b) $11,933,000 is for the infant and toddler earmark and shall be used for increasing the supply of quality child care for infants and toddlers. Notwithstanding any other provision of law, expenditure plans and contract provisions for awarding these funds shall give high, but not exclusive, priority to the development of new family day care home providers, especially those who offer care during nontraditional hours such as weekends, evenings, and nights and who offer care for special needs children.
   (c) $1,500,000 is for the five-year regional resource centers program initiated in the Budget Act of 1999 (Ch. 50, Stats. 1999) to develop capacity in underserved areas.
   (d) From the remaining funds, the following amounts shall be allocated for the following purposes: $4,000,000 to train former CalWORKs recipients as child care teachers; $9,804,000 in one-time funding available through 2004–05 for the primary purpose of outreach to all exempt providers for the purposes of providing training in prekindergarten learning and development guidelines developed pursuant to Section 8203.3 of the Education Code and health and safety training to be allocated after a plan has been approved by the Department of Finance; secondly, to augment funding for expanded Trustline registration workload for exempt family members as determined to be necessary in conjunction with the Department of Social Services; and lastly for development of a certification process to qualify exempt providers for incentives to improve developmental outcomes for the children that they serve; $2,700,000 for

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contracting with the Department of Social Services for increased inspections of child care facilities; $1,000,000 for Trustline registration workload (Ch. 3.35 (commencing with Sec. 1596.60), Div. 2, H. & S.C.); $500,000 for health and safety training for licensed and exempt child care providers; $320,000 for the Child Development Training Consortium; $300,000 for the Health Hotline; and $300,000 to implement a technical assistance program to child care providers in accessing financing for renovation, expansion, and/or construction of child care facilities.

(e) The State Department of Education shall allocate $425,000 to preschool education projects including, but not limited to, those operated by the public television stations in Redding, Sacramento, San Francisco, San Jose, Los Angeles, Fresno, and San Diego. Of this amount, the department shall allocate up to $320,000 to public television stations in Redding, Sacramento, San Francisco, San Jose, and Los Angeles, based upon the satisfaction by the projects operated by the public television stations in each of those cities of all of the following criteria: (1) the 30-percent minimum match; (2) a plan that identifies the providers to be trained; (3) number of trainers to be trained; (4) the quality of the training offered; (5) linkages to the child care community; and (6) cost-effectiveness. The balance of the $425,000 identified in this subdivision shall be made available to support projects in Fresno and San Diego, based upon the determination by the State Department of Education of the satisfaction by the projects operated by the public television station in each of those cities of the criteria set forth in (1) to (6), inclusive, of this subdivision. As a condition of receiving funds as described in this subdivision in the 2002–03 fiscal year, each grantee that received funds in the 2001–02 fiscal year shall complete and submit to the State Department of Education, no later than March 1, 2003, an evaluation of the effectiveness of the project operated by the grantee in

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improving the quality of child care provided in the affected community.

(f) $30,000 shall be made available for a preschool public television project in Eureka.

(g) As required by federal law, the State Department of Education shall develop an expenditure plan that sets forth the final priorities and the reasons therefor if the final priorities are different from those approved in response to the reporting requirement contained in Provision 7(g) of Item 6110-196-0001 of Section 2.00 of the Budget Act of 2001 (Ch. 106, Stats. 2001). This plan shall be submitted to the Department of Finance by September 1, 2002, and funds shall not be encumbered prior to approval of the plan by the Department of Finance. The State Department of Education shall coordinate with the Department of Social Services, the California Children and Families State Commission, and other applicable entities to identify annual statewide expenditures for quality enhancements which qualify for meeting federal requirements, and shall reference these expenditures in its biennial federal quality plans or any subsequent amendments.

(h) The State Department of Education shall establish expenditure priorities for the 2003–04 fiscal year that set forth the proposed state and local activities to improve child care, including the reasons therefore, to be undertaken in the 2003–04 fiscal year. This plan shall be submitted in a format developed in consultation with the Department of Finance and shall be submitted to the Department of Finance and to the fiscal committees of both houses at least 30 days prior to the commencement of public hearings on the proposed plan and no later than March 1, 2003.

(i) $15,000,000 from the General Fund shall be for child care worker recruitment and retention programs as specified by Chapter 547, Statutes of 2000.

8. (a) If the federal funds available pursuant to Provision 10 of Item 6110-196-0001 of Section 2.00 of the Budget Act of 1997 (Ch. 282, Stats. 1997) have not been transferred to Item

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6110-001-0001 of Section 2.00 of this act by June 30, 2002, those funds shall be available in the 2002–03 fiscal year for (a) interim data reporting as approved by the Department of Finance, and, (b) for the same purposes and subject to the same conditions, including FSR development, and reporting requirements otherwise applicable to Item 6110-196-0001 and Item 6110-001-0890 of Section 2.00 of the Budget Act of 1997 (Ch. 282, Stats. 1997).

(b) No later than August 31, 2001, the State Department of Education (SDE) shall convene a data collection task force composed of representatives of the SDE, the Legislative Analyst, the chairs and vice chairs of the appropriate fiscal and policy committees of the Legislature, the Department of Social Services, the Senate Office of Research, the Joint Legislative Audit Committee, the Department of Finance, child care providers, and other stakeholders as defined by the task force. The task force shall advise the SDE on the implementation of the interim data collection system and development and implementation of the long-term data collection system. The task force members shall provide advice concerning any associated feasibility study reports and requests for proposals, assist the SDE in designing systems that generate policy-relevant information, establish timelines for project completion, and monitor progress toward project completion. Any company or individual who participates in the task force or in an advisory capacity to the task force shall not be eligible to bid for the development of the system. In the development of this system, the SDE shall contract for a risk assessment of the project. The SDE shall provide copies of any status reports it is required to send to the United States Department of Health and Human Services, as well as any feasibility study reports and requests for proposals, to each of the task force participants. If the interim system and long-term system are not fully discussed in those reports, the SDE shall provide supplementary reports to the members of the task force on October 1, 2001, and

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March 1, 2002, regarding progress toward completion of the projects. It is the intent of the Legislature that the SDE take all necessary steps to comply with federal reporting requirements in a timely fashion.

(c) The State Department of Education shall, to the extent practicable as recommended by the Legislative Analyst's office and the Department of Finance, and in collaboration with the Data Collection Task Force, ensure that any long-term data collection system adopted by the department is able to collect the data specified by Provision 8(c)(6) of Item 6110-196-0001 of the Budget Act of 2000 (Ch. 52, Stats. 2000).

(d) For purposes of ensuring adequate data for policy consideration, management of the current year budget, and development of the child care budget for the 2003–04 fiscal year, with special emphasis on CalWORKs caseload driven programs, it is the intent of the Legislature that the SDE utilize funds made available pursuant to subdivision (a) above for interim data collection to finance any surveys or sampling activities needed to augment state staff capabilities in meeting requirements specified herein and as clarified or amended by the Department of Finance. It is legislative intent that the SDE expedite any contracting necessary to fulfill the data requirements of this subdivision. It is recognized that the CalWORKs child care programs present unique challenges requiring the cooperation of the two implementing state agencies with the Department of Finance to annually determine a budgetary plan and to determine any midyear adjustments which may be advisable. Therefore, the following requirements shall apply:

(1) The State Department of Education shall maintain an improved allocation, contracting, and reimbursement system for CalWORKs Stage 2 and Stage 3 Setaside funding to ensure funds are distributed in proportion to statewide needs. These needs shall recognize attrition experience and family fees collected at the local level

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which shall be counted toward the funding available to meet those needs. The department shall conduct monthly analyses of caseloads and expenditures and adjust agency contract maximum reimbursement amounts and allocations as necessary to ensure funds are distributed proportional to need. The department shall share monthly caseload analyses with the Department of Social Services.

(2) The department shall provide quarterly reports on the sufficiency of funding for Stage 2 and Stage 3 Setaside to the Department of Finance, the Department of Social Services (DSS), and the Legislative Analyst's Office. The department shall provide caseloads, expenditures, allocations, unit costs, family fees, and other key variables and assumptions used in determining the sufficiency of state allocations. Detailed backup by month and on a county-by-county basis shall be provided to the DSS at least on a quarterly basis for comparisons with Stage 1 trends.

(3) Any request from the child care reserve shall be based on the information and analyses pursuant to the preceding paragraphs and shall be made jointly and coordinated with the DSS to eliminate duplication. In order to facilitate coordination, detailed backup by month and on a county-by-county basis, if different from quarterly data provided pursuant to the previous paragraph, shall be provided to the DSS to facilitate its analyses and comparison of overall CalWORKs caseloads and related child care needs.

(4) By September 15, 2002, and March 15, 2003, the department shall ensure that detailed caseload and expenditure data, through the most recent period for Stage 2 and Stage 3 Setaside along with all relevant assumptions, is provided to DSS to facilitate budget development and the May Revision, respectively. The detailed

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data provided shall include actual and projected monthly caseload from Stage 2 scheduled to time off of their transitional child care benefit from the last actual month reported by agencies through the 2004–05 fiscal year as well as local attrition experience. DSS shall utilize data provided by the State Department of Education (SDE), including key variables from the prior fiscal year and the first two months of the 2002–03 fiscal year, to provide coordinated estimates in November 2002 for each of the three stages of care for preparation of the 2003–04 Governor's Budget, and shall utilize data from the first two quarters of the 2002–03 fiscal year for preparation of the 2003 May Revision. DSS shall share its assumptions and methodology with SDE in the preparation of the 2003–04 Governor's Budget.

(5) As deemed necessary by the department for counties where there is more than one Alternative Payment Program participating in CalWORKs child care programs, county welfare departments shall participate jointly with the Alternative Payment Programs, as applicable, to jointly determine the amount of funds initially distributed to each Alternative Payment Program. However, the State Department of Education may adjust these allocations at any time for providers deemed by the State Department of Education to be on conditional status and shall adjust the allocations as necessary to ensure a distribution of funding proportional to each alternative payment provider's documented need pursuant to the analysis specified in this provision.

(6) Upon request by the Department of Finance, the State Department of Education shall determine, through survey or mandatory reporting, and through use of consultant services as necessary, requested information (such as selected updates of

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data collected pursuant to Provision 8(c)(6) of the Budget Act of 2000 (Ch. 52, Stats. 2000)) which shall be provided to the Department of Finance for use in 2003–04 budget development.

(e) The State Department of Education (SDE) and the State Department of Social Services (DSS) in consultation with the Department of Finance shall administer a survey of current child care practices and trends to update and adjust the information provided pursuant to Provision 8(c)(6) of Item 6110-196-0001 of the 2000 Budget Act (Ch. 52, Stats. 2000). A new survey tool, along with the data collection methodology and target populations, shall be developed by SDE and DSS, in consultation with the Legislative Analyst, and shall be approved by the Department of Finance. SDE and DSS shall jointly complete the administration of the survey and the collection of the results. By October 30, 2002, SDE and DSS shall make available to the Directors of DSS and the Department of Finance and the Legislative Analyst the complete data files to be used for analysis of child care policy. The costs of administering the survey, collecting survey data, and preparing an accurate data file shall be funded from funds set aside for interim data collection in Provision 8(a) of this item.

9. (a) The Department of Finance is authorized to augment the appropriation in this item for CalWORKs Stage 3 Setaside funding upon demonstration by the State Department of Education that additional funding is necessary to serve the caseload specified in Provision 9(b). The Department of Finance shall provide written notification to the chairperson of the fiscal committees of each house of the Legislature and the Chairperson of the Joint Legislative Budget Committee at the time such augmentation is approved.

(b) Notwithstanding any other provision of law, the funds in Schedule (2)(f) for Stage 3 Setaside are reserved exclusively for continuing

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child care through June 30, 2003 for: (1) former CalWORKs families who are working, have left cash aid and have exhausted their two-year eligibility for transitional services in either Stage 1 or 2 pursuant to subdivision (c) of Section 8351 or Section 8353 of the Education Code, respectively, but still meet eligibility requirements for receipt of subsidized child care services; and (2) families who received lump-sum diversion payments or diversion services under Section 11266.5 of the Welfare and Institutions Code and have spent two years in Stage 2 off of cash aid, but still meet eligibility requirements for receipt of subsidized child care services.

10. Nonfederal funds appropriated by this item which have been budgeted to meet the state's Temporary Assistance for Needy Families maintenance-of-effort requirement established pursuant to the federal Personal Responsibility and Work Opportunity Reconciliation Act of 1996 (P.L. 104-193) may not be expended in any way that would cause their disqualification as a federally allowable maintenance-of-effort expenditure.
11. In recognition of the economies of scale that occur as contract amounts have been multiplied since 1996–97, it is the intent of the Legislature that administrative and support services allowances for alternative payment contractors be limited to no more than 25 percent of the direct cost-of-care payments to child care providers. Therefore, notwithstanding any other provision of law or regulation, the State Department of Education shall ensure that contract provisions conform to this intent for Alternative Payment Program, Stage 2, and Stage 3 Setaside child care contracts funded through Schedules (2)(d), (2)(e) and (2)(f) of this item.
12. Notwithstanding Section 26.00 of this act, the funds appropriated in Schedule (4) of this item, for child development cost-of-living adjustments, is for transfer to Schedules (1), (2)(a), (2)(b), (2)(c), (2)(d), (2)(g), (2)(h), (2)(i), (2)(j), and (2)(m) within this item. However, COLA for Schedules (2)(a) and (2)(d), General Child Care

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and Alternative Payment Program, shall be based upon the 2001–02 base rate and shall be limited to $12,089,000 and $4,164,000, respectively. Upon application of the 2002–03 COLA, the maximum standard reimbursement rate shall not exceed $28.14 per day for General Child Care programs and $17.96 per day for State Preschool. Furthermore, the Community College Match, the Migrant Child Care, and the Cal-SAFE Child Care programs shall adhere to the maximum standard reimbursement rates as prescribed for the General Child Care programs. All other rates and adjustment factors shall be revised to conform.

14. Of the funds in Schedule (2)(c) of this item, up to $5,000,000 may be used to establish or continue a pilot Migrant Alternative Payment Network Program for central valley counties. This program shall comply with the requirements approved pursuant to Provision 18 of Item 6110-196-0001 of Section 2.00 of the Budget Act of 1998 (Ch. 324, Stats. 1998).
15. Notwithstanding any other provision of law, it is the intent of the Legislature that unearned contract amounts from General Funds or Federal Funds appropriated for CalWORKs Stage 2 and Stage 3 Setaside in any prior year be used to offset direct service costs in CalWORKs Stage 2 child care in the 2000–01 fiscal year and each year thereafter. Therefore, in order to account for these funds in determining the budget, the Department of Education shall disencumber any amounts in excess of a three-percent reserve of the original contract amount for each unaudited contract and shall provide a report by September 1, 2002, and April 1, 2003 of the available balances to the Department of Finance. The Department of Education shall ensure child care audits are closed out in a timely fashion to ensure savings are available in the fiscal year budget following initial appropriation.

6110-196-0890—For local assistance, Department of Education, for payment to Item 6110-196-0001, payable from the Federal Trust Fund 890,628,000

Provisions:

1. Notwithstanding any other provision of law, the funds appropriated in this item, to the extent per-

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missible under federal law, are subject to Section 8262 of the Education Code.

2. The funds appropriated in this item include the federal Child Care and Development Block Grant and are contingent upon receipt of that federal grant.

3. Of the funds appropriated in this item, $12,829,000 in federal Child Care and Development Block Grant funds appropriated by the federal government prior to the 2002 federal fiscal year shall be available on a one-time basis for Stage 2 ($1,990,000), on a one-time basis for Stage 3 ($1,030,000), and for Quality Projects ($9,804,000) as specified in Provision 7(d) of Item 6110-196-0001.

3.5 Of the funds appropriated in this item, $14,115,000 is available on a one-time basis for Stage 3 child care. This funding reflects $7,367,000 made available on a one-time basis by a federal reallocation and $6,748,000 from the 2001–02 share of an increase in the Child Care and Development Block Grant for the 2002 federal fiscal year.

4. Of the funds appropriated in this item, $351,661,000 is from the transfer of funds from the federal Temporary Assistance for Needy Families (TANF) Block Grant administered by the State Department of Social Services to the federal Child Care and Development Block Grants (CCDBG) for Stage 2 child care. This amount may be increased by transfer from the CalWORKs child care reserve pursuant to Item 5180-401 of this act, except that funds shall not be first transferred to the Child Care Development Block Grant if those transfers result in an increase to the federal quality requirements beyond the level currently budgeted for quality activities.

5. Provision 9 of Item 6110-196-0001 also applies to this item.

6110-197-0001—For local assistance, Department of Education (Proposition 98), Program 20.60.100—Instructional Support-Improving School Effectiveness—Intersegmental Programs..... 2,023,000

Provisions:

1. The funds appropriated by this item are for transfer by the Controller to Section A of the State School Fund, for allocation by the Superintendent

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of Public Instruction to school districts, county offices of education, and other educational agencies for purposes of the Proposition 98 programs in this item, in lieu of the amounts otherwise provided for those programs by statute.

2. Of the funds appropriated by this item, $27,000 is for the purpose of making adjustments for increases in average daily attendance at a rate of 1.37 percent. If growth funds are insufficient, the State Department of Education may adjust the per-pupil growth rates to conform to available funds. Additionally, $40,000 is for the purpose of providing a cost-of-living adjustment (COLA) at a rate of 2.00 percent.

6110-197-0890—For local assistance, Department of Education, payable from the Federal Trust Fund, 21st Century Community Learning Centers 40,867,000

Schedule:

(1) 30.10.080-Special Program, Child Development, 21st Century Community Learning Centers 40,867,000

Provisions:

1. It is the intent of the Legislature that the 21st Century Community Learning Centers complement the existing Before and After School Learning and Safe Neighborhoods Partnerships Program pursuant to Article 22.5 (commencing with Section 8482.5) of Chapter 2 of Part 6 of Division 1 of the Education Code utilizing the existing per pupil rates and grant caps specified in that article and provide the local flexibility needed to implement this federal program through direct grants as specified herein.

2. Of the funds appropriated in this item, funds shall only be available for expenditure in the amounts specified and for the purposes identified herein:

(a) $1,000,000 shall be available to the State Department of Education for purposes of providing technical assistance, evaluation and training services, as the department shall determine necessary.

~~(b) Up to $3,500,000 shall be available for direct grants for programs serving middle and elementary school pupils for providing equitable access to and participation in programs according to needs determined by the local community. These direct grants shall be in ac-~~

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~~cordance with the federal 21st Century Community Learning Centers Program requirements as determined by the department. No direct grant shall exceed $25,000 per schoolsite per year. Consistent with the local partnership approach inherent in the intent of Article 22.5 (commencing with Section 8482.5) of Chapter 2 of Part 6 of Division 1 of the Education Code, these direct grants are intended to provide additional assistance to programs, and not necessarily to fund the full anticipated costs of these services. In determining fiscal hardship, these grants shall be based on a needs assessment and determination that existing resources are not available to meet these needs, including, but not limited to, a description of how the needs, strengths, and resources of the community have been assessed; what resources are currently available; and why there may be a need for additional resources for that purpose. To be eligible to receive these funds, the designated public agency representative for the applicant shall be required to certify that an annual fiscal audit will be conducted and adequate, accurate records will be kept. In addition, an assurance that the funds were expended only for those services and supports for which they were granted will be required. Award of these direct grants shall be based on a justification for specific uses. Annual budget reports shall be required and the department shall have the authority to withhold funds in subsequent years if direct grant funds are expended for purposes other than as awarded.~~

~~(c) Up to $1,000,000 shall be available for direct grants of up to $20,000 per schoolsite per year for providing family literacy services only to those schoolsites that identify such a need for families of 21st Century Community Learning Center Program students and that demonstrate a fiscal hardship by certifying that existing resources such as, but not limited to, funding for Title III federal programs, Proposition 227, adult education, community college, and Even Start are not available or are~~

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~~not sufficient to serve these families. An assurance that the funds were expended only for those services and supports for which they were granted will be required.~~

~~(d) Of the remaining funds appropriated in this item, $2,500,000 shall be allocated on a priority basis for grants to programs serving high school pupils, and the remainder shall be allocated on a priority basis for programs for middle and elementary school pupils.~~

(e) Grant awards are restricted to only those applications that propose to primarily serve pupils that attend schools that are identified as Title I schoolwide programs. Competitive priority shall be given to applications that propose to serve children and youth in schools designated in need of improvement under Section 1116 of Part A of Title I of the No Child Left Behind Act of 2001 (P.L. 107-110) and that are jointly submitted by school districts and community-based organizations. Applications to serve students in programs that have received grants under Article 22.5 (commencing with Section 8482.5) of Chapter 2 of Part 6 of Division 1 of the Education Code shall be funded only when proposing to expand in additional schools or to add students to a currently funded ~~schoolsite~~ school site .

(f) Core funding grants for programs serving middle and elementary school pupils in before and after school programs shall conform to the per pupil rates and grant caps established in Article 22.5 (commencing with Section 8482.5) of Chapter 2 of Part 6 of Division 1 of the Education Code for similar state-funded programs. Funding for each grant will be allocated in annual increments for a period not exceeding five years. First year grant award of core funding will be fully earned through at least 70 percent of the proposed pupil attendance. Second year core funding will be fully earned through at least 85 percent of the proposed pupil attendance. Subsequent years core funding shall be earned through 100 percent pupil attendance. Each grantee shall be required to identify the federal, state, and local

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programs that will be combined or coordinated with the proposed program for the most effective use of public resources and to describe a plan for continuing the program beyond federal grant funding. Grantees shall be required to submit annual attendance data and results to facilitate evaluation and compliance with provisions established by the department. Programs receiving grants under this item are not assured of grant renewal from future state or federal funding at the conclusion of the grant period.

(g) A total annual grant award for core funding and direct grants serving a middle or elementary ~~schoolsite~~ school site shall be no less than $50,000 per year consistent with federal requirements.

~~(h) Grants for programs serving high school pupils at schoolsites or sites of other organizations, as determined eligible by the State Department of Education and consistent with the provisions of the 21st Century Community Learning Centers Program, shall be available as an annual minimum grant of $50,000 per year. Grant funding above the minimum shall be determined in proportion to the average daily attendance of the high school program site or sites to be served and other factors such as, but not limited to, proposed attendance and effective use of resources as determined by the department up to $250,000 per year for five years. A grantee that establishes a high school program pursuant to this subdivision will be subject to annual reporting and recertification as required by the department. After the second year the department shall reduce funding of programs in which actual attendance is significantly below targeted attendance levels. An evaluation of the program funded pursuant to this subdivision shall be submitted 180 days after the completion of the second year of the program. The department shall provide the results of that evaluation and work with the Legislature, the Department of Finance, program providers, and other stakeholders to adopt or restructure a high school after school program for Califor-~~

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~~nia that is both programmatically and fiscally sound. Grantees will be eligible for fourth and fifth year funding consistent with the restructured requirements. Each grantee shall be required to identify the federal, state, and local programs that will be combined or coordinated with the proposed program for the most effective use of public resources and to describe a plan for continuing the program beyond federal grant funding. Grantees shall be required to submit annual attendance data results to facilitate evaluation and compliance with provisions established by the department. Programs receiving grants under this item are not assured of grant renewal from future state or federal funding at the conclusion of the grant period.~~

(i) Earned but unexpended funds may be carried forward to subsequent years consistent with federal requirements. ~~In year one, the full grant may be retained.~~

(j) The provisions of this item shall become inoperative in the event federal funds are not made available for this purpose. It is the intent of the Legislature that the provisions of this item not be considered a precedent for General Fund augmentation of either this state-administered, federally funded program or any state-funded before or after school program.

6110-198-0001—For local assistance, Department of Education (Proposition 98), for transfer by the Controller to Section A of the State School Fund, for allocation to school districts and county offices of education, in lieu of the amount that otherwise would be appropriated pursuant to statute..... 48,846,000

Schedule:

(1) 20.60.220-CalSAFE Academic and Supportive Services..... 13,259,000

(2) 30.10.020-CalSAFE Child Care..... 22,589,000

(3) 20.60.221-All Services for Non-converting Pregnant Minor Programs 12,998,000

Provisions:

1. Notwithstanding any other provision of law, a school district or county superintendent of schools operating, by October 1, 1999, a School

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Age Parent and Infant Development Program pursuant to Article 17 (commencing with Section 8390) of Chapter 2 of Part 6, a Pregnant Minors Program pursuant to Chapter 6 (commencing with Section 8900) of Part 6 and Section 2551.3, or a Pregnant and Lactating Students Program pursuant to Sections 49553 and 49559, or any combination thereof, that chooses to participate in the CalSAFE program shall have priority for CalSAFE program funding for an amount up to the dollar amount provided under those provisions in the fiscal year prior to participation in the CalSAFE program, provided an application is submitted and approved.

2. The amounts in Schedules (1), (2), and (3) of this item are based on estimates of the amounts required by existing programs for operation of CalSAFE programs in 2002–03. By October 31, 2002, the Department of Education shall submit to the Department of Finance current expenditure data for 2001–02 and 2002–03 showing each agency's allocation and supporting detail including average daily attendance and child care attendance and enrollment data. The State Department of Education shall also provide estimates of average daily attendance and child care to be provided in 2003–04.
3. Schedule (3) above is to provide funding for all child care, as well as both academic and supportive services for programs choosing to retain their Pregnant Minor Program revenue limit. Notwithstanding any other provision of law, the department shall compute allocations to these agencies using the respective agencies' 1998–99 Pregnant Minor Program revenue limits. Further, notwithstanding any other provision of law, programs which choose to retain their Pregnant Minor revenue limit rather than convert to the CalSAFE revenue limit must provide child care within the revenue limit funding for children of students comprising base year average daily attendance. To the extent additional units of average daily attendance are authorized by the department for growth for these agencies, academic and supportive services reimbursement for such growth shall be computed using the new CalSAFE revenue limit. Growth funding for the child care compo-

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nent shall be equal to the proportionate share of total child care costs for the specific agency's program as determined by dividing the authorized growth in student average daily attendance by the total authorized average daily attendance.

6110-200-0001—For local assistance, Department of Education (Proposition 98), Program 20.60.037 Healthy Start Support Services for Children Act..... ~~19,000,000~~ *2,000,000*

Provisions:

1. The amount appropriated in this item is for 2002–03 planning grants and the first year costs of operational grants awarded in fiscal year 2002–03. It is the intent of the Legislature that the second year costs of operational grants awarded in 2002–03 be appropriated in the fiscal year 2003–04 Budget Act and the third year costs for these grants be appropriated in the 2004–05 Budget Act. First priority for these funds shall be given to operational grants.

6110-201-0001—For local assistance, Department of Education (Proposition 98)..... 1,000,000

Schedule:

(1) 30.20-Child Nutrition 1,800,000
(2) Reimbursements..... −800,000

Provisions:

1. Notwithstanding any other provision of law, the amount appropriated in this item is for the purpose of providing grants to school districts and county superintendents of schools during the 2002–03 school year for school breakfast program startup grants pursuant to Section 49550.3 of the Education Code, and for nonrecurring expenses incurred by a school district or county office of education in initiating or expanding a Summer Food Service Program for children pursuant to Section 49547.5 of the Education Code following criteria developed by the State Department of Education.

6110-201-0890—For local assistance, Department of Education, Program 30.20-Child Nutrition, payable from the Federal Trust Fund..... 1,413,656,000

Schedule:

(1) 30.20.010-Child Nutrition 1,385,706,000
(2) 30.20.040-Summer Food Service Program..... 27,950,000

Item	Amount
6110-202-0001—For local assistance, Department of Education	12,765,000

Schedule:

(1) 30.20.010-Child Nutrition 16,765,000

(2) Reimbursements ..... –4,000,000

Provisions:

1. Funds appropriated in Schedule (1) of this item are for child nutrition programs pursuant to Section 41311 of the Education Code. Claims for reimbursement of meals pursuant to this appropriation shall be submitted no later than September 30, 2003, to be eligible for reimbursement.
2. Notwithstanding any other provision of law, except as provided in this provision, funds appropriated in Schedule (1) of this item shall be available for allocation in accordance with Section 49536 of the Education Code, except that the allocation shall not be made based on all meals served, but based on the number of meals that are served and that qualify as free or reduced-price meals in accordance with Sections 49501, 49550, and 49552 of the Education Code.
3. The funds appropriated in Schedule (2) of this item shall be used to fund the entire life of the child nutrition pilot program known as LEAF (Linking Education, Activity, and Food), including grants to local educational agencies as well as incrementally enhanced per-meal reimbursements for eligible pilot participants as specified in Section 49433.7 of the Education Code.

6110-202-0890—For local assistance, Department of Education, Program 10.10-School Apportionments, New School Renovation Program, payable from the Federal Trust Fund	138,524,000

Provisions:

1. Of the funds appropriated in this item, 75 percent is to be used for competitive grants to local education agencies for school renovation and repair activities, with highest priority funding given to high poverty schools, and rural local education agencies (LEAs). These funds shall be available for funding school renovation applications received by the Office of Public School Construction.
2. Of the funds appropriated in this item, 25 percent shall be distributed to LEAs through competitive grant processes for either funding special educa-

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tion activities in accordance with Part B of the Federal Individuals with Disabilities Education Act (IDEA), or technology activities related to school renovation.

3. The State Department of Education may expend up to one percent, as prescribed by the federal program requirements, of the total grant award for state operations costs consistent with the plan approved by the Department of Finance in 2002.
4. The State Department of Education shall submit a report on the use of funds received by LEAs pursuant to this item to the Legislature, the Governor, and the Department of Finance, no later than December 31, 2003.

6110-203-0001—For local assistance, Department of Education (Proposition 98), for transfer to Section A of the State School Fund, Program 30.20.010-Child Nutrition Programs, established pursuant to Sections 41311, 49536, 49501, 49550, 49552, and 49559 of the Education Code 71,632,000

Provisions:

1. Funds appropriated by this item shall be allocated pursuant to Section 41311 of the Education Code. Claims for reimbursement of meals pursuant to this allocation shall be submitted by school districts on or before September 30, 2003, to be eligible for reimbursement.
2. Notwithstanding any other provision of law and except as otherwise provided in these provisions, funds designed for child nutrition programs by this item shall be allocated in accordance with Section 49536 of the Education Code; however, that the allocation shall be based not on all meals served, but on the number of meals that are served and that qualify as free or reduced-price meals in accordance with Sections 49501, 49550, and 49552 of the Education Code.
3. Of the funds appropriated by this item, $1,420,000 is for the purpose of providing a cost-of-living adjustment at a rate of 2.00 percent.

6110-204-0001—For local assistance, Department of Education (Proposition 98), Program 10.10.014, for transfer to Section A of the State School Fund, for 7th and 8th Grade Math Academies, pursuant to Chapter 17 (commencing with Section 53091) of Part 28 of the Education Code 12,760,000

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Provisions:

1. Notwithstanding any other provision of law, for the 2002–03 fiscal year the Superintendent of Public Instruction shall allocate a minimum of $7,406 for intensive instructional algebra academies in each school district for which the prior fiscal year enrollment of pupils in grades 7–8 was greater than zero but less than 333 and that, in the 2002–03 fiscal year, offers at least 1,500 hours of supplemental algebra instruction pursuant to this item. A small school district, as described above, that offers less than 1,500 hours of supplemental summer school offerings shall receive a proportionate reduction in its allocation. For the purpose of this provision, intensive instructional algebra academies means programs authorized under Section 53082 of the Education Code.
2. Notwithstanding any other provision of law, the rate of reimbursement shall be $3.45 per hour of supplemental instruction.

6110-205-0001—For local assistance, Department of Education (Proposition 98), Program 10.10.140-Elementary School Intensive Reading Program, for transfer to Section A of the State School Fund, for programs pursuant to Section 42239.1 of the Education Code 30,549,000

Provisions:

1. Notwithstanding any other provision of law, the rate of reimbursement shall be $3.45 per hour of supplemental instruction.
3. ~~Notwithstanding any other provision of law, the Superintendent of Public Instruction may authorize not more than 20 school districts to claim and implement funding appropriated by this item as a block grant for the purposes of providing intensive reading instruction to students in kindergarten and grades 1 to 4, inclusive. The Superintendent of Public Instruction shall select districts to reflect geographic distribution and include small, medium, and large districts. No district may receive more than the amount it received during the 2001–02 fiscal year as adjusted for cost-of-living increases for the Elementary School Intensive Reading Program, but the district shall receive that amount as a block grant rather than as an hourly reimbursement. As part of a district's application, a district may request and the Superin-~~

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~~tendent of Public Instruction may approve waivers of specific requirements of the Elementary School Intensive Reading program. Each participating district shall report data to the Superintendent of Public Instruction in the form and in accordance with deadlines required by the Superintendent of Public Instruction in order to report to the Legislature on the advantages and disadvantages of the block grant approach. The Legislative Analyst shall, in consultation with the California Department of Education, review the submitted data and report to the Legislature no later than December 15, 2003, on the advantages and disadvantages of the block grant approach and make recommendations to the Legislature regarding the continuation or modification of this budget language.~~

6110-208-0001—For local assistance, Department of Education (Proposition 98), Program 20, for allocation to the Center for Civic Education..... 250,000

Provisions:

1. The funds appropriated in this item are for the purpose of implementing a middle school and junior high school civic education program.

6110-209-0001—For local assistance, State Department of Education (Proposition 98), Program 10.10.090.002-Teacher Dismissal Apportionments, for transfer to Section A of the State School Fund and allocation by the Controller for payment of claims received pursuant to Section 44944 of the Education Code 40,000

Provisions:

1. Of the funds appropriated in this item, $400 is for the purpose of making adjustments for increases in average daily attendance at a rate of 1.37 percent. If growth funds are insufficient, the State Department of Education may adjust the per-pupil growth rates to conform to available funds. Additionally, $800 is for the purpose of providing a cost-of-living adjustment (COLA) at a rate of 2.00 percent.

6110-211-0001—For local assistance, Department of Education (Proposition 98), for transfer to Section A of the State School Fund, Program 20.60.036 for Categorical Programs for charter schools..... ~~49,721,000~~ *35,650,000*

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Provisions:

1. Funds appropriated in this item are for the purpose of funding additional costs of categorical funding for charter schools pursuant to Article 2 (commencing with Section 47633) of Chapter 6 of Part 26.8 of the Education Code as amended pursuant to legislation enacted in the 2001–02 Legislative Session.
2. The Department of Education shall provide an estimate of ADA expected to be claimed for this item for fiscal year 2003–04 to the Department of Finance by October 1, 2002, for use in developing the 2003–04 Governor's Budget. The Department of Education shall provide an update of the estimate by March 31, 2003, for preparation of the May Revision.

6110-212-0001—For local assistance, Department of Education (Proposition 98), Program 20.60-High-Risk Youth Education and Public Safety Program... 18,000,000

Provisions:

1. The funds appropriated in this item are for transfer by the Controller to Section A of the State School Fund, for allocation by the State Department of Education to school districts and county offices of education for costs incurred for the High-Risk First-Time Offenders Program and the Transitioning High-Risk Youth Program pursuant to Article 1 (commencing with Section 47760) of Chapter 2 of Part 26.95 of the Education Code.

~~6110-223-0001—For local assistance, Department of Education (Proposition 98), for transfer to Section A of the State School Fund~~ ..... ~~78,000,000~~

~~Provisions:~~

~~1. Of the amounts appropriated in this item, $36,000,000 is for the purpose of mitigating the Public Employees' Retirement System offset to school district and county office of education revenue limits. Allocation of these funds is contingent on legislation to be enacted on or before January 1, 2003.~~

~~2. Of the amounts appropriated in this item, $42,000,000 is for the purpose of providing an equalization adjustment to school district revenue limit apportionments. Allocation of these funds is contingent on legislation to be enacted on or before January 1, 2003.~~

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6110-224-0001—For local assistance, Department of Education (Proposition 98), for transfer to Section A of the State School Fund, Year Round School Grant Program established pursuant to Article 3 (commencing with Section 42260) of Chapter 7 of Part 24 of the Education Code 84,147,000

Schedule:

(1) 10.10.950.001-Implementation grants pursuant to Section 42262 of the Education Code 1,447,000

(2) 10.10.950.002-Operations grants.... 82,700,000

Provisions:

1. The following provisions govern funds appropriated for the Year Round School Grant Program (Art. 3 (commencing with Sec. 42260), Ch. 7, Pt. 24, Ed. C.):

   (a) Applications for year-round school grants pursuant to Sections 42262 and 42263 of the Education Code shall be received annually by the Superintendent of Public Instruction no later than September 1 of the year for which payment is sought; applications received after that date may not be processed. If the funds available for a fiscal year are insufficient to fully fund all eligible grants pursuant to Sections 42262 and 42263 of the Education Code, the superintendent shall at that time provide all approved claims with a prorated share of the funds made available for those grants pursuant to this item.

   (b) If a school district receives state reimbursement that is specifically attributable to the cost of operating schools on a year-round basis pursuant to a court-ordered or voluntary integration program, the district shall be eligible for any portion of the allowances for year-round school grants pursuant to Sections 42262 and 42263 of the Education Code for the 2002–03 fiscal year, but only to the extent that the district incurs costs in the 2002–03 fiscal year specifically attributed to operating schools on a year-round basis, as audited and approved by the Controller, that exceed claims submitted for state reimbursement and are deemed by the Controller to be allowable costs for that year-round operation pursuant to Sections 42243.6 and 42249 of the Educa-

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tion Code for the 2002–03 fiscal year. Funds may be distributed during the 2002–03 fiscal year pursuant to this provision. However, the Controller shall audit, and may make adjustments to, the funds distributed under this item in future years.

2. Of the funds appropriated in this item, $1,115,000 is for the purpose of providing an adjustment for growth at a rate of 1.37 percent. If growth funds are insufficient, the State Department of Education may adjust the per-pupil growth rates to conform to available funds. Additionally, $1,649,000 is for the purpose of providing a cost-of-living adjustment at a rate of 2.00 percent.

6110-226-0001—For local assistance, Department of Education (Proposition 98)..... 14,608,000

Schedule:

(1) 20.60.020.001-Partnership Minigrants/Safe School Planning.. 628,000
(2) 20.60.020.012-Conflict Resolution. 280,000
(3) 20.60.020.013-School Community Violence Prevention 700,000
(4) 20.60.020.008-School Community Policing 10,000,000
(5) 20.60.020.016-Safety Plans for New Schools 3,000,000

Provisions:

1. The funds appropriated in Schedule (5) are available for developing School Safety Plans pursuant to Chapter 996 of the Statutes of 1999 and are to be allocated through an application process as determined by the Department of Education.

6110-228-0001—For local assistance, Department of Education, for transfer to Section A of the State School Fund for allocation by the Controller (Proposition 98), Program 20.60.020.011-School Safety.... 82,087,000

Provisions:

1. Of the funds appropriated in this item, $81,087,000 is available to fund block grants for middle and junior high schools and high schools that serve grades 8 to 12, inclusive, pursuant to Chapter 51, Statutes of 1999.
2. Of the funds appropriated in this item, $1,000,000 shall be made available for County Offices of Education pursuant to Chapter 645, Statutes of 1999.

Item	Amount
6110-229-0001—For local assistance, Department of Education (Proposition 98), Program 20.60.090-Teacher Recruitment Centers.....	9,400,000
Provisions:	
1. These funds are to be allocated to the Sacramento County Office of Education to establish and oversee Teacher Recruitment Centers in five regions for the purpose of increasing the hiring of fully credentialed teachers in low-performing schools, pursuant to Chapter 3.44 (commencing with Section 44751) of the Education Code.	
6110-232-0001—For local assistance, Department of Education (Proposition 98) for transfer to Section A of the State School Fund, Program 10.26, Program to Reduce Class Size in Two Courses in Grade 9 pursuant to Chapter 6.8 (commencing with Section 52080) of Part 28 of the Education Code	110,185,000
Provisions:	
1. Schools participating in this program shall receive a per-pupil rate of $180 pursuant to Section 52086 of the Education Code.	
6110-234-0001—For local assistance, Department of Education (Proposition 98), Program 10.25, for transfer by the Controller to Section A of the State School Fund, for allocation by the Superintendent of Public Instruction for the Class Size Reduction Program pursuant to Chapter 6.10 (commencing with Section 52120) of Part 28 of the Education Code.....	1,659,336,000
Provisions:	
1. Of the funds appropriated in this item, $35,988,000 is provided for a cost-of-living adjustment (COLA) at a rate of 2.00 percent. Schools participating in Option One shall receive a per-pupil rate of $906. Schools participating in Option Two shall receive a per-pupil rate of $453.	
6110-235-0001—For local assistance, Department of Education (Proposition 98), Program 20.80 for transfer by the Controller to Section A of the State School Fund, for allocation by the Superintendent of Public Instruction for supplemental grants pursuant to Sections 54761.2 and 54761.3 of the Education Code..	241,739,000
Provisions:	
1. Of the funds appropriated in this item, $3,203,000 is for the purpose of providing an adjustment for growth at a rate of 1.37 percent. If growth funds are insufficient, the State Department of Educa-	

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tion may adjust the per-pupil growth rates to conform to available funds. Additionally, $4,740,000 is for the purpose of providing a cost-of-living adjustment (COLA) at a rate of 2.00 percent.

2. The funds appropriated in this item shall be allocated by the Superintendent of Public Instruction to participating school districts in accordance with a schedule maintained by the State Department of Education.

6110-240-0001—For local assistance, Department of Education (Proposition 98)..... 7,571,000

Schedule:

(1) 10.80.030-Instruction: International Baccalaureate Program..... 1,071,000

(2) 20.10-Instructional Support: Curriculum Services 5,000,000

(3) 20.70-Instructional Support: Assessments..... 1,500,000

Provisions:

1. The funds appropriated in Schedule (1) of this item shall be for the International Baccalaureate Diploma Program authorized by Chapter 12.5 (commencing with Section 52920) of Part 28 of the Education Code.

2. The funds appropriated in Schedule (2) of this item shall be for the College Preparation Partnership Program authorized by Chapter 8 (commencing with Section 60830) of Part 33 of the Education Code.

3. The funds appropriated in Schedule (3) of this item shall be for grants for Advanced Placement examination fees as authorized by Chapter 8.3 (commencing with Section 52244) of Part 28 of the Education Code.

~~6110-241-0001—For local assistance, Department of Education, Program 20.10.048.000-Low Performing High Schools..... 150,000~~

~~Provisions:~~

~~1. Funds provided in this item are available pursuant to legislation enacted during the 2001–02 Regular Session.~~

6110-242-0001—For local assistance, Department of Education (Proposition 98), Program 20.60.106..... 33,000

Provisions:

1. Funds appropriated in this item are for allocation to the California Association of Student Councils to expand student leadership activities.

Item		Amount
6110-243-0001—For local assistance, Department of Education (Proposition 98), Program 20.10-Instructional Support—Curriculum Services, for the purposes of the Academic Improvement and Achievement Act as specified in Chapter 12 (commencing with Section 11020) of Part 7 of the Education Code		5,000,000
6110-280-0001—For local assistance, Department of Education (Proposition 98), Program 20.40.100-High-Risk Youth		600,000
Provisions:		
1. The funds appropriated in this item are for allocation by the State Department of Education to the Los Angeles Unified School District for services to at-risk youth that participate in a program that meets the criteria specified in subdivision (a) of Section 41 of Chapter 299 of the Statutes of 1997.		
6110-295-0001—For local assistance, Department of Education (Proposition 98), for reimbursement, in accordance with the provisions of Section 6 of Article XIII B of the California Constitution or Section 17561 of the Government Code, of the cost of any new program or increased level of service of an existing program mandated by statute or executive order, for disbursement by the State Controller		125,459,000
Schedule:		
(1) 98.01.003.677-Annual Parent Notification (Ch. 36, Stats. 1977, et al.)	3,664,000	
(2) 98.01.007.778-Absentee Ballots-Schools (Ch. 77, Stats. 1978 and Ch. 920, Stats. 1994)	0	
(3) 98.01.008.786-School Discipline Rules (Ch. 87, Stats. 1986)	0	
(4) 98.01.009.894-Caregiver Affidavits (Ch. 98, Stats. 1994)	395,000	
(5) 98.01.016.093-School District of Choice Transfer and Appeals (Ch. 160, Stats. 1993)	0	
(6) 98.01.013.487-Pupil Suspensions: District Employee Reports (Ch. 134, Stats. 1987 et al.)	1,000	
(7) 98.01.016.193-Intradistrict Attendance (Ch. 161, Stats. 1993)	1,000	
(8) 98.01.017.201-Interdistrict Attendance (Ch. 172, Stats. 1986)	1,000	

Item	Amount
(9) 98.01.017.286-Interdistrict Transfer Parent's Employment (Ch. 172, Stats. 1986)	1,000
(10) 98.01.048.675-Mandate Reimbursement Process (Ch. 486, Stats. 1975)	1,000
(11) 98.01.049.801-Graduation Requirements (Ch. 498, Stats. 1983)	14,204,000
(12) 98.01.049.802-Notification of Truancy (Ch. 498, Stats. 1983)	8,150,000
(13) 98.01.049.803-Pupil Expulsions/ Expulsion Appeals (Ch. 498, Stats. 1983 et al.)	2,480,000
(14) 98.01.062.492-Schoolbus Safety (Ch. 624, Stats. 1992)	0
(15) 98.01.064.186-Open Meetings Act (Ch. 641, Stats. 1986)	3,470,000
(16) 98.01.066.878-Pupil Exclusions (Ch. 668, Stats. 1978)	396,000
(17) 98.01.078.192-Charter Schools (Ch. 781, Stats. 1992)	611,000
(18) 98.01.078.395-Investment Reports (Ch. 783, Stats. 1995)	160,000
(19) 98.01.079.980-PERS Death Benefits (Ch. 799, Stats. 1980)	788,000
(20) 98.01.081.891-AIDS Prevention Instruction (Ch. 818, Stats. 1991)	3,187,000
(21) 98.01.096.175-Collective Bargaining (Ch. 961, Stats. 1975)	41,424,000
(22) 98.01.096.501-Pupil Classroom Suspension: Counseling (Ch. 965, Stats. 1977)	1,833,000
(23) 98.01.096.577- ~~Public~~ Pupil Health Screenings (~~Ch. 965, Stats. 1997;~~ Ch. 1208, Stats. 1976)	3,283,000
(24) 98.01.097.595-Physical Performance Tests (Ch. 975, Stats. 1995)	1,202,000
(25) 98.01.101.184-Juvenile Court Notices II (Ch. 1011, Stats. 1984; Ch. 1423, Stats. 1984)	343,000
(26) 98.01.110.784-Removal of Chemicals (Ch. 1107, Stats. 1984)	1,331,000
(27) 98.01.111.789-Law Enforcement Agency Notifications (Ch. 1117, Stats. 1989)	1,543,000
(28) 98.01.117.677-Immunization Records (Ch. 1176, Stats. 1977)	3,520,000

Item	Amount
(29) 98.01.118.475-Habitual Truants (Ch. 1184, Stats. 1975)	1,000
(30) 98.01.121.391-Collective Bargaining Agreement Disclosures (Ch. 1213, Stats. 1991)	277,000
(31) 98.01.125.375-Expulsion Transcripts (Ch. 1253, Stats. 1975)	29,000
(32) 98.01.128.488-Pupil Suspensions: Parents Classroom Visits (Ch. 1284, Stats. 1988)	1,041,000
(33) 98.01.130.689-Notification to Teachers of Public Expulsion (Ch. 1306, Stats. 1989)	2,916,000
(34) 98.01.134.780-Scoliosis Screening (Ch. 1347, Stats. 1980)	2,291,000
(35) 98.01.139.874-PERS Unused Sick Leave Credit (Ch. 1398, Stats. 1974)	3,261,000
(36) 98.01.146.389-School Accountability Report Cards (Ch. 1463, Stats. 1989)	2,162,000
(38) 98.01.165.984-Emergency Procedures (Ch. 1659, Stats. 1984)	14,542,000
(40) 98.01.077.896-American Government Course Documents Requirements (Ch. 778, Stats. 1996)	206,000
(41) 98.01.030.995-Pupil Residency Verification and Appeals (Ch. 309, Stats. 1995)	224,000
(42) 98.01.058.897-Criminal Background Checks (Ch. 588, Stats. 1997)	5,202,000
(43) 98.01.041.095-School Crimes Reporting II (Ch. 759, Stats. 1992 and Ch. 410, Stats. 1995)	0
(44) 98.01.092.997-Annual Parent Notification-Staff Development (Ch. 929, Stats. 1997)	1,318,000
(45) 98.01.083.194-School Bus Safety II (Ch. 831, Stats. 1994; Ch. 739, Stats. 1997)	0

Provisions:

1. Except as provided in Provisions 2 and 3 of this item, allocations of funds shall be made by the Controller in accordance with the provisions of each statute or executive order that mandates the

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reimbursement of the costs, and shall be audited to verify the actual amount of the mandated costs in accordance with subdivision (d) of Section 17561 of the Government Code. Audit adjustments to prior year claims may be paid from this item. Funds appropriated by this item may be used to provide reimbursement pursuant to Article 5 (commencing with Section 17615) of Chapter 4 of Part 7 of Division 4 of Title 2 of the Government Code.

2. If any of the scheduled amounts are insufficient to provide full reimbursement of costs, the State Controller may, upon approval of the Director of Finance in writing, augment those deficient amounts from the unencumbered balance of any other scheduled amounts therein. No order may be issued pursuant to this provision unless written notification of the necessity therefor is provided to the chairperson of the committee in each house of the Legislature which considers appropriations and the Chairperson of the Joint Legislative Budget Committee or his or her designee.
3. Notwithstanding any other provision of law, the funds appropriated in Schedules (19) and (35) are for transfer to the Public Employees' Retirement System for reimbursement of costs incurred pursuant to Chapter 1398 of the Statutes of 1974 or Chapter 799 of the Statutes of 1980.
4.5. Pursuant to Section 17581 of the Government Code, mandates identified in the appropriation schedule of this item with an appropriation of $0 and included in the language of this provision are specifically identified by the Legislature for suspension during the 2002–03 fiscal year:
   (1) School Bus Safety II (Ch. 624, Stats. 1992; Ch. 831, Stats. 1994; Ch. 739, Stats. 1997).
   (2) School Crimes Reporting II (Ch. 759, Stats. 1992, Ch. 410, Stats. 1995).

6110-401—For maintenance of accounting records by the Controller's office and the Department of Education or any other agency maintaining such records, appropriations made in this act for agency 6110 (Department of Education) are to be recorded under agency 6100 (Department of Education).

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6110-402—Notwithstanding any provision of law to the contrary, no funds appropriated in this act, or by any act enacted prior to the enactment of this act, shall be, in the absence of a court order, deemed appropriated or available for expenditure for purposes of claims for vocational education average daily attendance arising from Section 46140 of the Education Code as it read prior to the enactment of Chapter 1230 of the Statutes of 1977.

6110-403—In the event the bonds authorized for the Capital Area Plan project in Chapter 761, Statutes of 1997 are not sold, the Department of Education shall commit a sufficient portion of its support appropriation, as determined by the Department of Finance, which is provided for in this Budget Act to repay any interim financing. It is the intent of the Legislature that this commitment shall be included in future Budget Acts until all interim financing is repaid either through the proceeds from the sale of bonds or from an appropriation.

6110-485—Reappropriation (Proposition 98), Department of Education. The sum of $64,346,000 is reappropriated from the Proposition 98 Reversion Account, for the following purposes:

0001—General Fund

(1) $1,000,000 to the State Department of Education, for transfer by the Controller to Section A of the State School Fund, for allocation to local education agencies (LEAs) to provide training and staff development to classified school employees pursuant to local collective bargaining agreements. These funds shall be distributed to LEAs that apply for reimbursement, in the 2002–03 fiscal year, based on criteria set forth in Article 1 (commencing with Section 44670.1) and Article 2 (commencing with Section 44680) of Chapter 3.1 of Part 25 of the Education Code for all classified school employees.

(2) $10,248,000 on a one-time basis to the State Department of Education for the purpose of funding a 2001–02 deficit in the K–3 Class Size Reduction Program.

(3) $2,500,000 to the State Department of Education for the Principal Training Program authorized pursuant to Article 4.6 (commencing with Section 44510) of Chapter 3 of Part 25 of the Education Code.

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(4) $31,728,000 to the State Department of Education for the Mathematics and Reading Professional Development Program established pursuant to Article 3 (commencing with Section 99230) of Chapter 5 of Part 65 of the Education Code.

(5) $4,000,000 on a one-time basis to the State Department of Education for allocation of second year funding to high schools selected to participate in the High-Tech High School program, in accordance with Article 3.5 (commencing with Section 51725) of Chapter 5 of Part 28 of the Education Code.

(6) $4,350,000 on a one-time basis to the State Department of Education for the purchase of instructional materials, to be allocated pursuant to pending legislation enacted during the 2001–02 Regular Session, in conjunction with the funds appropriated in Item ~~6110-187-0001~~ 6110-189-0001 .

(8) $9,520,000 to the State Department of Education, for allocation to school districts to purchase library books for school libraries pursuant to Article 7 (commencing with Section 18180) of Chapter 2 of Part 11 of Division 1 of Title 1 of the Education Code, in accordance with Provision 2 of Item 6110-149-001.

(9) $500,000 to the Superintendent of Public Instruction for allocation to the largest secondary school district in the state serving exclusively grades 7 to 12, inclusive, in support of the Compact for Success program. This funding must be matched by no less than a 3-to-1 basis by other sources.

(10) $500,000 to the Superintendent of Public Instruction for allocation to the largest high school (only) district in the state serving grades 9 to 12, inclusive, for the Compact for Success program if that program is expanded to that district. This funding must be matched by no less than a 3-to-1 basis by other sources.

Provisions:

~~(11)~~

1. Not later than 30 days following September 4, 2002, the Director of Finance shall convene a working group that includes, but is not limited to, representatives of the Department of Finance, the

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Office of the State Controller, the State Department of Education, the Chancellor's Office of the California Community Colleges, the Legislative Analyst's Office, the Office of the Secretary for Education, the Commission on Teacher Credentialing, and the appropriate policy and fiscal committees of the Legislature, for the purpose of reviewing and making recommendations to the Governor and Legislature regarding procedures for assuring that the Governor and Legislature have access to timely and accurate information regarding the Proposition 98 Reversion Account necessary to construct the annual Budget Act.

6110-490—Reappropriation, Department of Education. The balances of the appropriation provided in the following citation is reappropriated for the purposes, and subject to the limitations unless otherwise specified, provided for in the appropriation:

0001—General Fund

(1) Chapter 330, Statutes of 1998—High School Coach Training Program

6110-494—Reappropriation, Department of Education. Notwithstanding any other provision of law, the following specified balances are reappropriated from the following citations, for the purposes specified, and shall be available for encumbrance and expenditure until June 30, 2003:

Provisions:

1. $25,324,000 of the unliquidated federal fund balances appropriated in Item 6110-196-0890 as scheduled in Item 6110-196-0001 of Section 2.00 of the Budget Act of 2000 (Ch. 52, Stats. 2000) Schedules (b)(5.1) and (b)(5.2) shall be available only for expenditure for CalWORKs Stage 2 slots.
2. Notwithstanding Section 8278 of the Education Code, $17,409,000 of the unliquidated General Fund balances from Schedules (b)(5.1) and (b)(5.2) of Item 6110-196-0001 of Section 2.00 of the Budget Act of 2000 (Ch. 52, Stats. 2000) shall be available only for expenditure for CalWORKs Stage 2 slots.
4. $1,402,000 of the unliquidated federal fund balances appropriated in Item 6110-196-0890 as scheduled in Item 6110-196-0001 of Section 2.00 of the Budget Act of 2000 (Ch. 52, Stats. 2000),

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Schedules (b)(5.1) and (b)(5.2) shall be available only for expenditure for CalWORKs Stage 3.

5. Notwithstanding Section 8278 of the Education Code, $1,251,000 of the unliquidated General Fund balances from Schedules (b)(5.1) and (b)(5.2) of Item 6110-196-0001 of Section 2.00 of the Budget Act of 2000 (Ch. 52, Stats. 2000) shall be available only for expenditure for CalWORKs Stage 3.
6. Of the unencumbered balances as of June 30, 2001, from General Funds appropriated in Item 6110-196-0001 of Section 2.00 of the Budget Act of 2001 (Ch. 106, Stats. 2001) with the exception of Schedules (2)(e) and (2)(f), $23,419,000 shall be available for Stage 3 child care.
7. It is among the priorities of the Legislature that child care carryover funds available for expenditure in the 2003–04 fiscal year be used for the CalWORKs center-based pilot program authorized in Provision 10 of Item 6110-196-0001 of the Budget Act of 1999 (Ch. 50, Stats. 1999), in order to provide temporary allocations to center-based child care contractors pursuant to the same conditions stated in Provision 4(a) of Item 6110-494 of the Budget Act of 2000 (Ch. 52, Stats. 2000). The State Department of Education (SDE) shall report to the Department of Finance and the Legislative Analyst's Office by October 1, 2002, regarding the status of the pilot program and shall include in the report an update on the overall pilot implementation plan. This report shall include, but not be limited to, information on activities undertaken by SDE to promote participation in the pilot program and options for implementing the program pursuant to the legislative intent specified in Provision 10 of Item 6110-196-0001 of the Budget Act of 1999 (Ch. 50, Stats. 1999).

6110-495—Reversion, Department of Education, Proposition 98. The following amounts shall revert to the Proposition 98 Reversion Account:

(1) $17,000,000 from Item 6110-112-0001 of Section 2.00 of the Budget Act of 2000 (Ch. 52, Stats. 2000).
(2) $3,416,000 from Item 6110-116-0001 of Section 2.00 of the Budget Act of 2000 (Ch. 52, Stats. 2000).

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(3) $2,855,000 from Item 6110-111-0001 of Section 2.00 of the Budget Act of 2000 (Ch. 52, Stats. 2000).
(4) $1,693,000 from Item 6110-186-0001 of Section 2.00 of the Budget Act of 2000 (Ch. 52, Stats. 2000).
(5) $205,000 from Item 6110-185-0001 of Section 2.00 of the Budget Act of 2000 (Ch. 52, Stats. 2000).
(6) $1,358,000 from Item 6110-232-0001 of Section 2.00 of the Budget Act of 2000 (Ch. 52, Stats. 2000).
(7) $1,137,000 from Item 6110-198-0001 of Section 2.00 of the Budget Act of 2000 (Ch. 52, Stats. 2000).
(8) $121,621 from Item 6110-133-0001 of Section 2.00 of the Budget Act of 2000 (Ch. 52, Stats. 2000).
(9) $32,909 from Item 6110-128-0001 of Section 2.00 of the Budget Act of 2000 (Ch. 52, Stats. 2000).
(10) $16,544 from Item 6110-228-0001 of Section 2.00 of the Budget Act of 2000 (Ch. 52, Stats. 2000).
(11) $52,418 from Schedule (2) of Item 6110-111-0001 of Section 2.00 of the Budget Act of 2000 (Ch. 52, Stats. 2000).
(12) $173,405 from Schedule (2) of Item 6110-193-0001 of Section 2.00 of the Budget Act of 2000 (Ch. 52, Stats. 2000).
(13) $14,084 from Schedule (7) of Item 6110-193-0001 of Section 2.00 of the Budget Act of 2000 (Ch. 52, Stats. 2000).
(14) $145,350 from Item 6110-108-0001 of Section 2.00 of the Budget Act of 2000 (Ch. 52, Stats. 2000).
(15) $5,000,000 from Item 6110-102-0001 of Section 2.00 of the Budget Act of 2001 (Ch. 106, Stats. 2001).
(16) $11,000,000 from Item 6110-190-0001 of the Budget Act of 1999 (Ch. 50, Stats. 1999).

6120-011-0001—For support of California State Library, Division of Libraries, and California Library Services Board 14,787,000

Schedule:
(1) 10-State Library Services 14,539,000
(2) 20-Library Development Services .. 4,036,000

Item	Amount
(3) 30-Information Technology Services	961,000
(4) 40.01-Administration	1,672,000
(5) 40.02-Distributed Administration	−1,672,000
(6) Reimbursements	−650,000
(7) Amount payable from the Federal Trust Fund (Item 6120-011-0890)	−4,099,000

Provisions:

1. Of the amount appropriated in Schedule (1) of this item, $76,000 is for repair and maintenance costs of the Library and Courts II Building.
2. Of the amount appropriated in this item, $150,000 shall be used to restore funding and authorization for two positions within the California Research Bureau in order to provide public policy research support to the Legislature and the Governor.

6120-011-0020—For support of the California State Library, Program 10-State Library Services, for support of the State Law Library, payable from the California State Law Library Special Account 764,000

Provisions:

1. The Director of Finance may authorize the augmentation of the total amount available for expenditure under this item in the amount of revenue received by the State Law Library Special Account which is in addition to the revenue appropriated by this item or in the amount of funds unexpended from previous fiscal years, not sooner than 30 days after notification in writing to the chairpersons of the fiscal committees of each house and the Chairperson of the Joint Legislative Budget Committee.

6120-011-0890—For support of California State Library, for payment to Item 6120-011-0001, payable from the Federal Trust Fund..... 4,099,000

6120-011-6000—For support of California State Library, Program 20-Library Development Services-Office of Library Construction (Proposition 14), payable from the California Public Library Construction and Renovation Fund 2,461,000

6120-012-0001—For support of the California State Library for rental payments on lease-revenue bonds... 2,347,000

Schedule:

(1) Base Rental and Fees	2,492,000
(2) Insurance	30,000
(3) Reimbursements	−175,000

Item	Amount
Provisions:	
1. The Controller shall transfer funds appropriated in this item according to a schedule to be provided by the State Public Works Board. The schedule shall be provided on a monthly basis or as otherwise might be needed to ensure debt requirements are met.	
6120-013-0001—For support of California State Library, Program 10-State Library Services—Sutro Library Special Repairs Project	24,000
6120-102-0001—For local assistance, California State Library, Program 20-Library Development Services—Library of California	1,000,000
Provisions:	
1. The funds appropriated in this item shall be allocated consistent with the provisions of Chapter 4.5 (commencing with Section 18800) of Part 11 of the Education Code.	
6120-150-0001—For local assistance, California State Library, for the California Civil Liberties Public Education Program	1,000,000
Provisions:	
1. The funds appropriated in this item shall be used to provide competitive grants pursuant to the provisions of Part 8.5 of Division 1 of the Education Code (EC 13000, et seq.).	
6120-160-0001—For local assistance, California State Library, Program 20-Library Development Services—California Newspaper Project	300,000
6120-211-0001—For local assistance, California State Library, Program 20-Library Development Services	20,510,000
Schedule:	
(1) 20.10-California Literacy Campaign 4,090,000	
(2) 20.20-Families for Literacy Program 1,384,000	
(3) 20.30-Direct Loan and Interlibrary Loan Programs 12,145,000	
(4) 20.40-Computerized Data Base pursuant to Section 18767 of the Education Code 275,000	
(5) 20.50-California Library Services Act pursuant to Chapter 4 (commencing with Section 18700) of Part 11 of the Education Code..... 2,616,000	

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Provisions:

1. Should the funds appropriated in Schedule (3) be insufficient to fully cover all transactions under the Direct Loan and Interlibrary Loan programs of the California Library Services Act, funding shall be prorated such that expenditures for the program are within the appropriation made in Schedule (3) of this item.

6120-211-0890—For local assistance, California State Library, Program 20-Library Development Services, payable from the Federal Trust Fund..... 12,518,000

6120-221-0001—For local assistance, California State Library Program 20-Library Development Services-Public Library Foundation Program..... 31,532,000

Provisions:

1. Notwithstanding any other provision of law, for the 2002–03 fiscal year, the date on or before which the fiscal officer of each public library shall report to the State Librarian the information specified in Section 18023 of the Education Code shall be December 1, 2002.
2. Notwithstanding any other provision of law, for the 2002–03 fiscal year, the date on or before which the Controller shall distribute funds to the fiscal officer of each public library as specified in Section 18026 of the Education Code shall be February 15, 2003.
3. It is the intent of the Legislature that the funds appropriated in this item be allocated consistent with the provisions of Section 18025 of the Education Code.

6255-001-0001—For support of California State Summer School for the Arts, Program 10..... 912,000

6330-001-0890—For support of the California Occupational Information Coordinating Committee, payable from the Federal Trust Fund 309,000

6360-001-0001—For support of the Commission on Teacher Credentialing 51,000

Schedule:

(1) 10-Standards for Preparation and Licensing of Teachers 51,000

Provisions:

1. Of the funds appropriated in this item, $51,000 shall be available for administrative costs related to the California School Paraprofessional Teacher Training Program pursuant to Article 12 (com-

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mencing with Section 44390) of Chapter 2 of Part 25 of the Education Code.

2. By March 15, 2003, the Commission on Teacher Credentialing shall report to the fiscal subcommittees on the amount of federal carryover money it expects to have at the end of the 2002–03 fiscal year, and its plan for expending these moneys in the 2003–04 fiscal year.

~~3. During the 2002–03 fiscal year, the Commission on Teacher Credentialing shall (1) reduce the average processing time for first-time and new-type applications for multiple subject, single subject, and education specialist credentials to 25 days, and (2) utilize resources freed up as a result of the Teacher Credentialing Service Improvement Project and the associated implementation of online renewals, to reduce average credential application processing time as referenced above, so that the improvements referenced above do not result in an overall increase in average processing time for other credential applications. The commission shall report to the Legislature by December 31, 2002, on the actual processing time for first-time/new-type, multiple, single subject, and education specialist credentials, renewals, and other credential types.~~

6360-001-0407—For support of the Commission on Teacher Credentialing, payable from the Teacher Credentials Fund 16,001,000

Schedule:

(1) 10-Standards for Preparation and Licensing of Teachers 16,001,000

(2) 10.40.010-Departmental Administration..... (5,591,000)

(3) 10.40.020-Distributed Departmental Administration..... (–5,591,000)

Provisions:

1. The amount appropriated in this item may be increased based on increases in credential applications, increases in first-time credential applications requiring fingerprint clearance, unanticipated costs associated with certificate discipline cases, or unanticipated costs of litigation, subject to approval of the Department of Finance, not sooner than 30 days after notification in writing to the chairpersons of the fiscal committees of

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each house and the Chairperson of the Joint Legislative Budget Committee.

2. Of the funds appropriated in Schedule (1) of this item, $75,000 is for administration of the California Mathematics Initiative for Teaching program established by Article 13 (commencing with Section 44400) of Chapter 2 of Part 25 of the Education Code.
3. To ensure the Teacher Credentials Fund reserve remains at a prudent level, the Commission on Teacher Credentialing shall charge no more than $55 for the issuance or renewal of a teaching credential.
4. Of the funds appropriated in Schedule (1) of this item, $1,498,000 is for third-year costs of the Teacher Credentialing Service Improvement Project.
5. If the funds available in the Teacher Credentials Fund are insufficient to meet the operational needs of the Commission on Teacher Credentialing, the Department of Finance may authorize a loan to be provided from the Test Development and Administration Account to the Teacher Credentials Fund. The Department of Finance shall notify the Chairperson of the Joint Legislative Budget Committee, or his or her designee, of its intent to request that the Controller transfer the amount projected to be required from the Test Development and Administration Account to the Teacher Credentials Fund. The Controller shall transfer those funds not sooner than 30 days after this notification.
6. ~~It is the intent of the Legislature that during the 2002–03 fiscal year, the Commission on Teacher Credentialing reduce the average processing time for first-time and new-type applications for multiple subject, single subject, and education specialist credentials to 25 days and utilize resources made available as a result of the Teacher Credentialing Service Improvement Project and the associated implementation of online renewals to reduce average credential application processing time as referenced above, so that these improvements do not result in an overall increase in average processing time for other credential applications. The commission shall report back to the~~

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~~Legislature by December 31, 2002, regarding the actual processing time for these credential types.~~

6360-001-0408—For support of the Commission on Teacher Credentialing, payable from the Test Development and Administration Account, Teacher Credentials Fund 9,931,000

Schedule:

(1) 10-Standards for Preparation and Licensing of Teachers 9,931,000

Provisions:

1. The amount appropriated in this item may be increased for unanticipated costs of litigation, or for costs from increases in the number of examinees, subject to approval of the Department of Finance, not sooner than 30 days after notification in writing to the chairpersons of the fiscal committees of each house and the Chairperson of the Joint Legislative Budget Committee.
2. Notwithstanding Section 44234 of the Education Code, funds that are set aside for pending litigation costs shall not be considered part of the reserve of the Teacher Credentials Fund for purposes of subdivision (b) of Section 44234 of the Education Code.
3. If the funds available in the Teacher Credentials Fund are insufficient to meet the operational needs of the Commission on Teacher Credentialing, the Department of Finance may authorize a loan to be provided from the Test Development and Administration Account to the Teacher Credentials Fund. The Department of Finance shall notify the Chairperson of the Joint Legislative Budget Committee, or his or her designee, of its intent to request that the Controller transfer the amount projected to be required from the Test Development and Administration Account to the Teacher Credentials Fund. The Controller shall transfer those funds not sooner than 30 days after this notification.

6360-101-0001—For local assistance, Commission on Teacher Credentialing (Proposition 98), Program 10, Standards for Preparation and Licensing of Teachers 45,728,000

Schedule:

(1) 10.20.001-Alternative Certification Program..... 25,600,000

Item	Amount
(2) 10.20.002-California School Paraprofessional Teacher Training Program	7,478,000
(3) 10.20.003-California Pre-Internship Teaching Program	11,800,000
(4) 10.10.001-Teacher Misassignment Monitoring	350,000
(5) 10.20.004-California Mathematics Initiative for Teaching	500,000

Provisions:

1. The funds appropriated in Schedule (1) are for school districts and county offices of education participating in the alternative certification programs established pursuant to Article 11 (commencing with Section 44380) of Chapter 2 of Part 25 of the Education Code.
2. The funds appropriated in Schedule (2) are for school districts and county offices of education participating in the California School Paraprofessional Teacher Training Program established pursuant to Article 12 (commencing with Section 44390) of Chapter 2 of Part 25 of the Education Code.
3. The funds appropriated in Schedule (3) are for the California Pre-Internship Teaching Program, as set forth in Article 5.6 (commencing with Section 44305) of Chapter 2 of Part 25 of the Education Code.
4. The funds appropriated in Schedule (4) shall be used to reimburse county offices of education for costs associated with monitoring public schools and school districts for teacher misassignments. Funds shall be allocated on a basis determined by the Commission. Districts and county offices receiving funds for credential monitoring will provide reasonable and necessary information to the Commission as a condition of receiving these funds.
5. The funds appropriated in Schedule (5) are for the California Mathematics Initiative for Teaching Program established pursuant to Article 13 (commencing with Section 44400) of Chapter 2 of Part 25 of the Education Code.

6360-101-0890—For local assistance, Commission on Teacher Credentialing, payable from the Federal Trust Fund	3,149,000

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Provisions:

1. Of the funds appropriated in this item, $386,000 shall be for the Transition to Teaching Program, for emergency-permit teachers to transition into either the Alternative Certification Program or the California Pre-Internship Teaching Program, depending on their level of preparation.
2. Of the funds appropriated in this item, $2,763,000 consists of funds carried over from prior fiscal years that shall be for development of a Teaching Performance Assessment. These funds shall be expended only after development of an expenditure plan by the Commission on Teacher Credentialing, and approval of the plan by the Department of Finance.

6360-485—Reappropriation (Proposition 98), California Commission on Teacher Credentialing. The sum of $8,350,000 is reappropriated from the Proposition 98 Reversion Account for the following purposes:

0001—General Fund

(1) $4,175,000 to support the Alternative Certification Program established pursuant to Article 11 (commencing with Section 44380) of Chapter 2 of Part 25 of the Education Code.

(2) $4,175,000 to support the California Pre-Internship Teaching Program authorized pursuant to Article 5.6 (commencing with Section 44305) of Chapter 2 of Part 25 of the Education Code.

6360-495—Reversion, California Commission on Teacher Credentialing (Provision 98). The following amounts shall revert to the Proposition 98 Reversion Account:

(1) $24,350,000 from Schedule (1) of Item 6360-101-0001 of Section 2.00 of the Budget Act of 2001 (Ch. 106, Stats. 2001).

6420-001-0001—For support of California Postsecondary Education Commission 2,160,000

Schedule:

(1) 100000-Personal Services	1,801,000
(2) 300000-Operating Expenses and Equipment	792,000
(3) Reimbursements	–3,000
(4) Amount payable from the Federal Trust Fund (Item 6420-001-0890).	–430,000

Item		Amount
Provisions:		
2. The amount appropriated in Schedule (1) includes support for 28.5 positions.		
3. Of the amount appropriated in Schedule (2) of this item, $125,000 is available to conduct a study of Title IX compliance pursuant to legislation enacted during the 2001–02 Legislative Session.		
6420-001-0890—For support of California Postsecondary Education Commission, for payment to Item 6420-001-0001, payable from the Federal Trust Fund		430,000
6420-101-0890—For local assistance, California Postsecondary Education Commission, payable from the Federal Trust Fund		7,860,000
6440-001-0001—For support of University of California		3,059,351,000
Schedule:		
(1) Support	2,957,123,000	
(2) Charles R. Drew Medical Program.	8,949,000	
(3) Podiatry Program	0	
(5) Acquired Immune Deficiency Syndrome (AIDS) Research	11,975,000	
(6) Institute of Global Conflict and Cooperation	0	
(7) Student Financial Aid	52,199,000	
(8) Loan Repayments	5,105,000	
(9) San Diego Supercomputer Center	4,000,000	
(11) Subject Matter Projects	20,000,000	
Provisions:		
1. The appropriations made in this item are exempt from Section 31.00 of this act.		
2. None of the funds appropriated in this item may be expended to initiate major capital outlay projects by contract without prior legislative approval, except for cogeneration and energy conservation projects. Exempted projects shall be reported in a manner consistent with the reporting procedures in subdivision (d) of Section 28.00 of this act.		
3. The funds appropriated in Schedule (2) are for support of University of California program of clinical health sciences education, research, and public service, conducted in conjunction with the Charles R. Drew University of Medicine and Science, as provided for in Sections 1, 2, and 3 of		

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Chapter 1140 of the Statutes of 1973. Of the amount appropriated, $500,000 is contingent upon the provision by the University of California of an equal amount of matching funds from its own resources. The University of California shall ensure by adequate controls that funds appropriated by Schedule (2) are expended solely for the support of the program identified in that schedule.

5. Of the amount appropriated in Schedule (1), $2,629,957 shall be available for expenditure only for support of the Northern and Southern Occupational Health Centers as established by a contract entered into with the Department of Industrial Relations pursuant to Section 50.8 of the Labor Code.
6. The funds appropriated in Schedule (7) are for support of Program 45, Student Financial Aid, to provide financial aid to needy students attending the University of California, according to the nationally accepted needs analysis methodology.
7. Of the amount appropriated in Schedule (1), $7,462,800 is for payment of energy service contracts in connection with the issuance of Public Works Board Energy Efficiency Revenue Bonds.
8. Of the amount appropriated in Schedule (8), $2,700,000 is for repayment of $25,000,000 borrowed by the University of California for deferred maintenance in the 1994–95 fiscal year. It is the intent of the Legislature to annually provide funds for that repayment purpose through the 2009–10 fiscal year.
9. Of the amount appropriated in Schedule (8), $2,405,000 is for repayment of $25,000,000 borrowed by the University of California for deferred maintenance in the 1995–96 fiscal year. It is the intent of the Legislature to annually provide funds for that repayment purpose through the 2010–11 fiscal year.
10. Of the amount appropriated in Schedule (1), $55,058,000 is provided for new and existing outreach programs that are aimed at improving the chances for pupils from a wide diversity of backgrounds to become eligible for the University of California, as follows:
    (a) The following amounts are for pupil academic development and school partnership

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programs and shall be matched on a one-to-one basis by the participating schools: (1) $18,000,000 is for pupil academic development programs, including MESA, Puente, and the Early Academic Outreach Program, so that these programs may increase the number of pupils who participate in the programs and may offer services such as college admissions test preparation programs, fee waivers for Advance Placement tests, and an increased number of field trips for high school and middle school participants to visit college campuses. (2) $3,000,000 is provided for K–12 school partnership programs to systematically reform partner schools in order to achieve long-term improvements in student success. In achieving the budget reductions to programs in this subsection, the university shall conduct a review of its long-term outreach efforts involving a broad representation of stakeholders, including, but not limited to, the university's partners in the K–12 system, representatives of the Legislature, students, and other interested parties. The university shall continue to give priority in funding under this subsection to campus programs that have demonstrated success in meeting the state's goal of improving the chances for pupils from a wide diversity of backgrounds to become eligible for the University of California. It is further the intent of the Legislature that priority be given to campus programs that, to the extent possible, will meet the requirements of federal funds for improving schools identified as low-performing pursuant to state and federal law. The university shall include in its March 2003 report to the Legislature an explanation of actions taken to comply with this provision as well as the basis upon which continuation of existing long-term programs was determined.	

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(3) $2,316,000 is provided for pupil academic development programs and K–12 partnership programs in the Central Valley. Given the state's interest in increasing the low college matriculation rates of educationally disadvantaged students from diverse backgrounds in the Central Valley, it is the intent of the Legislature that to the extent possible, the University of California provide additional resources above that identified in this subsection to support outreach efforts in the Central Valley.

(b) $7,000,000 is provided for services to community college students to promote transfer, particularly among community colleges with historically low transfer rates or a large proportion of disadvantaged students. Of this total, $2,500,000 is provided for the Dual Admission Program to increase the number of UC advisers on targeted community college campuses, and promote other recruitment efforts aimed at increasing the diversity of the pool of students who transfer from community colleges to the University of California. None of the funds provided for the Dual Admission Program may be encumbered until the University of California provides a list of targeted community colleges to the Joint Legislative Budget Committee and the Joint Legislative Budget Committee approves the list. The University of California shall provide a report to the Legislature and the Governor each year for five years beginning on February 1, 2003, on the progress made in implementing the Dual Admissions Program and the use of funds to support the program.

(d) $1,000,000 is provided to support the UCSD Model Charter School.

(e) $6,561,000 is provided for systemwide graduate and professional school outreach, to be matched by $2,000,000 in university funds. It is the intent of the Legislature that priority in funding provided in this subsection be given to programs designed to meet the state's need of increasing the number of

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students from diverse backgrounds that commit to working in underserved communities by providing legal, medical, and other professional services.

(f) $700,000 is provided for long-term evaluation of the effectiveness of outreach programs, including college graduation rates for pupils who participated in the K–12 programs, regardless of the college attended. The university is requested to provide a detailed report to the Legislature describing the evaluation program supported by these funds, including a description of how funds have been used to date and how funds will be used in the future. The report should also include a list of benchmarks on which data is being collected, the studies that have been funded, and a description of data being collected at the campus level that is not routinely provided in the annual outreach report. This report should be submitted to the Legislature by December 1, 2002.

(g) $4,553,000 over and above any funds provided under (a)(1) and (b) is provided to support MESA programs.

(h) $750,000 is provided to support campus efforts to move toward comprehensive assessment of freshman applications. Funding provided in this subdivision shall be provided to campuses contingent on the elimination of the two-tiered admission system and the establishment of a unitary admissions review process.

(hh) $1,000,000 is provided for student-initiated, student-run outreach activities focused on recruitment and mentorships aimed at high school students. It is the intent of the Legislature that funding provided in this ~~subdivision~~ subsection for student initiated, student run outreach activities shall be distributed proportionally to the general campuses based on campus enrollment.

(i) $8,438,000 is provided for the UC College Preparatory Initiative. Funding provided for the College Preparatory Initiative shall not be limited to the development of advanced

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placement (AP) courses online, but shall be used to increase the availability of college preparatory courses, including, but not limited to, AP courses, designed to improve college matriculation rates for educationally disadvantaged students in K–12 schools identified as low-performing pursuant to state and federal law. Resources for this initiative shall be specifically used for increasing the number of educationally disadvantaged students enrolling in college preparatory courses with priority for schools identified as low-performing pursuant to state and federal law or schools that have low college matriculation rates, to provide technical assistance to teachers and academic support for students enrolled in these courses to make the transition to a higher education institution. Priority in program funding shall be given to efforts to assist schools that do not have a sufficient number of college preparatory courses.

(j) $320,000 is provided for the Community Resource and Education Centers Initiative. It is the intent of the Legislature that these funds be used for the establishment of community sites within disadvantaged communities, where University-supported outreach programs and community-based organizations can operate and collaborate in support of increasing the diversity of students becoming eligible for the University of California.

(k) $809,000 is provided for the UC All Campus Consortium on Research for Diversity (ACCORD) initiative, intended to build on existing faculty expertise and research infrastructure to examine the problems and challenges of access to higher education for California's educationally disadvantaged students.

(*l*) $250,000 is provided for Arts Bridge programs that give university students scholarships to work as ''artists in residence'' in public schools. The University of California shall ensure that 75 percent of these efforts are targeted at underperforming schools.

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(m) $361,000 is provided for the Urban School Collaborative program.

11. It is the intent of the Legislature that the university report on the use of outreach funding provided in this item. This report should include detailed information on the outcomes and effectiveness of outreach programs. The report should be submitted to the fiscal committee of each house of the Legislature by no later than March 15, 2003.

12. Of the funds appropriated in Schedule (1), $500,000 shall be expended for the Center for Earthquake Engineering Research, contingent upon the center continuing to receive federal matching funds from the National Science Foundation.

13. Of the funds appropriated by Schedule (1), $800,000 shall be expended at the San Diego campus for research into the use of composite materials for transportation structures, contingent upon the campus continuing to receive federal matching funds. It is the intent of the Legislature that funding be provided through the 2002–03 fiscal year for this purpose.

14. Of the funds appropriated in Schedule (1), $500,000 shall be expended for viticulture and enology research contingent upon the receipt of an equal amount of private sector matching funds.

16. Of the amount appropriated in Schedule (1), $1,500,000 is for Community Teaching Internships for Mathematics and Science programs. These programs shall provide stipends to juniors and seniors majoring in math, science, and engineering, who work in local public schools as teaching interns.

17. Of the funds appropriated in Schedule (1), $24,000,000 is for substance abuse research at the University of California, San Francisco campus in the Neurology Department.

18. Of the amount appropriated in Schedule (1), $2,000,000 is for the California State Summer School for Math and Science.

19. Of the amount appropriated in Schedule (1), $1,000,000 is for the Welfare Policy Research Project, per Article 9.7 (commencing with Sec-

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tion 11526) of Chapter 2 of Part 3 of the Welfare and Institutions Code.

20. Of the amount appropriated in Schedule (1), $1,000,000 shall be used for Lupus research at UC San Francisco.
21. Of the amount appropriated in Schedule (1), $2,000,000 shall be used to expand spinal cord injury research.
22. Of the amount appropriated in Schedule (1), $5,500,000 shall be used for UC Berkeley/UCLA to support the Multi-Campus Research Unit for Labor Studies.
23. Of the amount appropriated in Schedule (1), $5,000,000 is to fund the Medical Investigation of Neurodevelopmental Disorders (MIND) Institute, including $3,500,000 for research grants program.
24. Of the amount appropriated in Schedule (1), $22,000,000 is for Internet2 connectivity and network infrastructure to grades K–12 schools and county offices of education.
25. Of the amount appropriated in Schedule (1), $3,000,000 in one-time funds shall be used for the third and final year of a three-year program of Medical Marijuana Research.
26. Notwithstanding any other provision of law:
    (a) Each individual research program funded as specified in Provisions (12), (13), (14), (17), (19), (20), (21), (22), (23), and (25) shall be reduced by the University of California 10 percent.
    (b) Ten percent, of the amounts specified in Schedules (5), (6), and (9), shall be transferred by the University of California to Schedule (1) for the purposes of research.
    (c) Any individual research program funded through Schedule (1), other than those identified in Provision 26(a), shall be reduced by the University of California by 10 percent.
27. It is the intent of the Legislature that, of the amount appropriated in Schedule (1), $7,412,000 is to provide full marginal cost funding for 897 existing full-time equivalent (FTE) summer enrollments at the University of California (UC Davis). This funding shall be used to assist in efforts to increase the number of students served in UC Davis' state-supported summer

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programs. The Legislature expects that the Davis campus will increase enrollments by at least 269 FTE students in summer 2002, for a minimum total summer 2002 enrollment of 1,166 FTE students. The University of California shall report to the Legislature by December 1, 2002, on whether it has met the summer 2002 enrollment target. If it does not meet this target, then the Director of Finance shall revert to the General Fund a share of the $7,412,000 that is proportionate to the share of the enrollment target that was not met.

29. It is the intent of the Legislature that funding for the UCR/UCLA Biomedical Sciences program provided in Schedule (1) of this item be phased out beginning July 1, 2003, unless the Director of Finance has certified and provided the Legislature with notification that the university reconfigured the program consistent with the university's May 22, 2002, proposal. It is further the intent of the Legislature that program changes will be accomplished in time to be implemented no later than for the entering class of fall 2004. It is the further intent of the Legislature that admission to the program, as it currently exists, will be suspended effective for the entering class of fall 2003, until structural changes are fully implemented.

6440-001-0007—For support of University of California, payable from the Breast Cancer Research Account 14,729,000

Provisions:

1. Notwithstanding subdivision (a) of Section 2.00 of this act, the funds appropriated in this item shall be available for expenditure until June 30, 2005.

6440-001-0046—For support of University of California, Institute of Transportation Studies, payable from the Public Transportation Account, State Transportation Fund 980,000

6440-001-0234—For support of the University of California, payable from the Research Account, Cigarette and Tobacco Products Surtax Fund..... 19,434,000

Provisions:

1. The funds appropriated in this item are to be allocated for research regarding tobacco use, with an emphasis on youth and young adults, includ-

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ing, but not limited to, the effects of active and passive smoking, the primary prevention of tobacco use, nicotine addiction and its treatment, the effects of secondhand smoke, and public health issues surrounding tobacco use.

2. Notwithstanding subdivision (a) of Section 2.00 of this act, the funds appropriated in this item are available for expenditure until June 30, 2005.

6440-001-0308—For support of the University of California, payable from the Earthquake Risk Reduction Fund of 1996..... 1,500,000

Provisions:

1. The funds appropriated in this item shall be expended for the Center for Earthquake Engineering Research, contingent upon the center continuing to receive federal matching funds from the National Science Foundation.

6440-001-0321—For support of University of California, payable from the Oil Spill Response Trust Fund..... 1,300,000

Provisions:

1. The funds appropriated in this item shall be available to support the Oiled Wildlife Care Network.

6440-001-0814—For support of University of California, for allocation by the Controller in accordance with the provisions of Section 8880.5 of the Government Code as enacted by the voters in Proposition 37 at the November 1984 general election, payable from the California State Lottery Education Fund..... 21,962,000

Provisions:

1. All funds received pursuant to Proposition 37 that are allocable to the University of California pursuant to Section 8880.5 of the Government Code, and that are in excess of the amount appropriated in this item are hereby appropriated in augmentation of this item.

6440-001-0890—For support of University of California, payable from the Federal Trust Fund..... 5,000,000

Provisions:

1. The funds appropriated in this item are for the federal Gaining Early Awareness and Readiness for Undergraduate Programs (GEAR UP) (20 U.S.C. 1070a-21 et seq.). These funds are provided to the University of California as the fiscal agent for this intersegmental program.

6440-001-0945—For support of the University of California, payable from the California Breast Cancer Research Fund..... 480,000

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Provisions:

1. Notwithstanding subdivision (a) of Section 2.00 of this act, the funds appropriated in this item shall be available for expenditure until June 30, 2005.

6440-002-0001—For support of University of California ..... (55,000,000)

Provisions:

1. Notwithstanding Section 2.00 of this act, the funds appropriated in this item are not available for expenditure or encumbrance prior to July 1, 2003. Claims for these funds shall be submitted by the University of California on or after July 1, 2003, and before October 1, 2003.
2. No reserve may be established by the Controller for this appropriation before July 1, 2003.

6440-003-0001—For support of the University of California, for payments on lease-purchase bonds..... 90,886,000

Schedule:

(1) Rental, insurance and administrative payments 108,510,000

(2) Reimbursements .....–17,624,000

Provisions:

1. The Controller shall transfer funds appropriated in this item according to a schedule to be provided by the State Public Works Board. The schedule shall be provided on a monthly basis or as otherwise might be needed to ensure debt requirements are met.

6440-004-0001—For support of University of California 13,900,000

Provisions:

1. Funds shall be available for planning and startup costs associated with academic programs to be offered in the San Joaquin Valley and planning, startup costs, and ongoing support for the Merced campus, including the following: (a) site studies, infrastructure planning, community planning and development, long-range development plans, environmental studies, and other physical planning activities; (b) academic planning activities, support of academic program offerings prior to the opening of the new campus, and faculty recruitment; (c) the acquisition of instructional materials and equipment; and (d) ongoing operating support for faculty, staff, and other annual operating expense for the new campus.

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2. The University of California may enter into lease agreements with an option to purchase facilities in the Central Valley associated with the Merced Campus. The lease agreement with an option to purchase shall be submitted to the Department of Finance for review and concurrence prior to execution of the lease to ensure that the proposed lease is consistent with legislative intent. The submission of the lease shall also include an economic analysis detailing the cost benefit of the project.

6440-005-0001—For support of University of California 4,750,000

Provisions:

1. Notwithstanding any other provision of law, the funds appropriated in this item are available for expenditure without regard to fiscal year. Funds in this item are provided on a one-time basis to support the California Institutes for Science and Innovations.

6440-011-0042—For transfer by the Controller from the State Highway Account, State Transportation Fund to the Earthquake Risk Reduction Fund of 1996 ... (1,000,000)

6440-301-0574—For capital outlay, University of California, payable from the Higher Education Capital Outlay Bond Fund of 1998 4,572,000

Schedule:

Riverside Campus:

(1) 99.05.165-Biological Sciences Building—Working drawings 894,000

San Diego Campus:

(2) 99.06.325-Pharmaceutical Sciences Building—Working drawings 1,658,000

Santa Barbara Campus:

(3) 99.08.095-Engineering-Science Building—Equipment..... 1,454,000

Merced Campus:

(4) 99.11.015-Site Development and Infrastructure, Phase 3—Working drawings..... 566,000

Provisions:

1. Identified savings in funds encumbered from this general obligation bond fund for construction contracts for capital outlay projects, remaining after completion of a capital outlay project and upon resolution of all change orders and claims, may be used: (a) to begin working drawings for a project for which preliminary plan funds have been ap-

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propriated and the plans have been approved by the State Public Works Board consistent with the scope and cost approved by the Legislature as adjusted for inflation only, (b) to proceed further with the underground tank corrections program, (c) to perform engineering evaluations on buildings that have been identified as potentially in need of seismic retrofitting, (d) to proceed with design and construction of projects to meet requirements under the federal Americans with Disabilities Act of 1990, or (e) to fund minor capital outlay projects.

No later than March 1, 2003, the University of California shall provide the Legislative Analyst with a progress report showing the identified savings by project, and the purpose for which the identified savings were used.

No later than November 1, 2003, the University of California shall prepare a report showing (a) the identified savings by project and (b) the purpose for which the identified savings were used. This report shall be submitted to the Chair of the Joint Legislative Budget Committee and to the chairs of the fiscal committees in each house.

2. The funds provided under this item shall be available for expenditure only if the University of California requires the payment of prevailing wage rates by the contractors and subcontractors on all projects in this item and on all other capital outlay projects undertaken by the University of California that are funded using nonstate funds or are otherwise not financed with the funds appropriated in this item. This requirement shall represent a moratorium on granting further exceptions to paying prevailing wage until June 30, 2003.

6440-301-0658—For capital outlay, University of California, payable from the Higher Education Capital Outlay Bond Fund of 1996.

Provisions:

1. Identified savings in funds encumbered from this general obligation bond fund for construction contracts for capital outlay projects, remaining after completion of a capital outlay project and upon resolution of all change orders and claims, may be used: (a) to begin working drawings for a project for which preliminary plan funds have been appropriated and the plans have been approved by

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the State Public Works Board consistent with the scope and cost approved by the Legislature as adjusted for inflation only, (b) to proceed further with the underground tank corrections program, (c) to perform engineering evaluations on buildings that have been identified as potentially in need of seismic retrofitting, (d) to proceed with design and construction of projects to meet requirements under the federal Americans with Disabilities Act, or (e) to fund minor capital outlay projects.

No later than March 1, 2003, the University of California shall provide the Legislative Analyst with a progress report showing the identified savings by project, and the purpose for which the identified savings were used.

No later than November 1, 2003, the University of California shall prepare a report showing (a) the identified savings by project and (b) the purpose for which the identified savings were used. This report shall be submitted to the Chairperson of the Joint Legislative Budget Committee and to the chairs of the fiscal committees in each house.

6440-301-0705—For capital outlay, University of California, payable from the Higher Education Capital Outlay Bond Fund of 1992.

Provisions:

1. Identified savings in funds encumbered from this general obligation bond fund for construction contracts for capital outlay projects, remaining after completion of a capital outlay project and upon resolution of all change orders and claims, may be used: (a) to begin working drawings for a project for which preliminary plan funds have been appropriated and the plans have been approved by the State Public Works Board consistent with the scope and cost approved by the Legislature as adjusted for inflation only, (b) to proceed further with the underground tank corrections program, (c) to perform engineering evaluations on buildings that have been identified as potentially in need of seismic retrofitting, or (d) to proceed with design and construction of projects to meet requirements under the federal Americans with Disabilities Act.

   No later than March 1, 2003, the University of California shall provide the Legislative Analyst

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with a progress report showing the identified savings by project, and the purpose for which the identified savings were used.

No later than November 1, 2003, the University of California shall prepare a report showing (a) the identified savings by project and (b) the purpose for which the identified savings were used. This report shall be submitted to the Chairperson of the Joint Legislative Budget Committee and to the chairs of the fiscal committees in each house.

6440-301-0782—For capital outlay, University of California, payable from the Higher Education Capital Outlay Bond Fund.

Provisions:

1. Identified savings in funds encumbered from this general obligation bond fund for construction contracts for capital outlay projects, remaining after completion of a capital outlay project and upon resolution of all change orders and claims, may be used as follows: (a) to begin working drawings for a project for which preliminary plan funds have been appropriated and the plans have been approved by the State Public Works Board consistent with the scope and cost approved by the Legislature as adjusted for inflation only, (b) to proceed further with the underground tank corrections program, (c) to perform engineering evaluations on buildings that have been identified as potentially in need of seismic retrofitting, or (d) to proceed with design and construction of projects to meet requirements under the federal Americans with Disabilities Act of 1990.

   No later than March 1, 2003, the University of California shall provide the Legislative Analyst with a progress report showing the identified savings by project, and the purpose for which the identified savings were used.

   No later than November 1, 2003, the University of California shall prepare a report showing (a) the identified savings by project and (b) the purpose for which the identified savings were used. This report shall be submitted to the Chair of the Joint Legislative Budget Committee and to the chairs of the fiscal committees in each house.

6440-301-0785—For capital outlay, University of California, payable from the 1988 Higher Education Capital Outlay Bond Fund.

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Provisions:

1. Identified savings in funds encumbered from this general obligation bond fund for construction contracts for capital outlay projects, remaining after completion of a capital outlay project and upon resolution of all change orders and claims, may be used: (a) to begin working drawings for a project for which preliminary plan funds have been appropriated and the plans have been approved by the State Public Works Board consistent with the scope and cost approved by the Legislature as adjusted for inflation only, (b) to proceed further with the underground tank corrections program, (c) to perform engineering evaluations on buildings that have been identified as potentially in need of seismic retrofitting, or (d) to proceed with design and construction of projects to meet requirements under the federal Americans with Disabilities Act of 1990.

   No later than March 1, 2003, the University of California shall provide the Legislative Analyst with a progress report showing the identified savings by project, and the purpose for which the identified savings were used.

   No later than November 1, 2003, the University of California shall prepare a report showing (a) the identified savings by project and (b) the purpose for which the identified savings were used. This report shall be submitted to the Chair of the Joint Legislative Budget Committee and to the chairs of the fiscal committees in each house.

6440-301-0791—For capital outlay, University of California, payable from the June 1990 Higher Education Capital Outlay Bond Fund.

Provisions:

1. Identified savings in funds encumbered from this general obligation bond fund for construction contracts for capital outlay projects, remaining after completion of a capital outlay project and upon resolution of all change orders and claims, may be used: (a) to begin working drawings for a project for which preliminary plan funds have been appropriated and the plans have been approved by the State Public Works Board consistent with the scope and cost approved by the Legislature as adjusted for inflation only, (b) to proceed further with the underground tank corrections program,

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(c) to perform engineering evaluations on buildings identified as potentially in need of seismic retrofitting, or (d) to proceed with design and construction of projects to meet requirements under the federal Americans with Disabilities Act of 1990.		
No later than March 1, 2003, the University of California shall provide the Legislative Analyst with a progress report showing the identified savings by project, and the purpose for which the identified savings were used.		
No later than November 1, 2003, the University of California shall prepare a report showing (a) the identified savings by project and (b) the purpose for which the identified savings were used. This report shall be submitted to the Chair of the Joint Legislative Budget Committee and to the chairs of the fiscal committees in each house.		
6440-301-6028—For capital outlay, University of California, payable from the Higher Education Capital Outlay Bond Fund of 2002		42,718,000
Schedule:		
San Francisco Campus:		
(1) 99.02.130-Health Sciences West Improvements, Phase 1—Working drawings	618,000	
Davis Campus:		
(2) 99.03.305-Robert Mondavi Institute for Wine and Food Science—Preliminary plans	900,000	
Riverside Campus:		
(3) 99.05.165-Biological Sciences Building—Construction	17,813,000	
San Diego Campus:		
(4) 99.06.330-Biomedical Library Renovation and Addition—Preliminary plans and working drawings	1,800,000	
(5) 99.06.335-West Campus Utilities Improvements—Preliminary plans and working drawings	360,000	
(6) 99.06.340-Student Academic Services Facility—Preliminary plans	959,000	
(7) 99.06.345-Campus Emergency Services Facility—Preliminary plans and working drawings	443,000	

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Santa Cruz Campus:	
(8) 99.07.130-Humanities and Social Sciences Facility—Preliminary plans	1,479,000
(9) 99.07.135-Emergency Response Center—Preliminary plans	517,000
Santa Barbara Campus:	
(10) 99.08.115-Psychology Building Addition and Renovation—Working drawings	476,000
(11) 99.08.120-Snidecor Hall Office Wing Seismic Replacement—Preliminary plans and working drawings	1,178,000
Irvine Campus:	
(12) 99.09.320-Rowland Hall Seismic Improvements—Construction	16,175,000

Provisions:

1. Identified savings in funds encumbered from this general obligation bond fund for construction contracts for capital outlay projects, remaining after completion of a capital outlay project and upon resolution of all change orders and claims, may be used: (a) to begin working drawings for a project for which preliminary plan funds have been appropriated and the plans have been approved by the State Public Works Board consistent with the scope and cost approved by the Legislature as adjusted for inflation only, (b) to proceed further with the underground tank corrections program, (c) to perform engineering evaluations on buildings that have been identified as potentially in need of seismic retrofitting, (d) to proceed with design and construction of projects to meet requirements under the federal Americans with Disabilities Act of 1990, or (e) to fund minor capital outlay projects.

   No later than March 1, 2003, the University of California shall provide the Legislative Analyst with a progress report showing the identified savings by project, and the purpose for which the identified savings were used.

   No later than November 1, 2003, the University of California shall prepare a report showing (a) the identified savings by project and (b) the purpose for which the identified savings were used. This report shall be submitted to the Chair of the

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Joint Legislative Budget Committee and to the chairs of the fiscal committees in each house.

2. The funds provided under this item shall be available for expenditure only if the University of California requires the payment of prevailing wage rates by the contractors and subcontractors on all projects in this item and on all other capital outlay projects undertaken by the University of California that are funded using nonstate funds or are otherwise not financed with the funds appropriated in this item. This requirement shall represent a moratorium on granting further exceptions to paying prevailing wage until June 30, 2003.

3. The appropriation made by this item for studies, preliminary plans, working drawings or minor capital outlay shall be available for expenditure until December 31, 2003. In addition, the balance of every appropriation made in this item that contains funding for construction that has not been allocated, through fund transfer or approval to bid, by the Department of Finance on or before December 31, 2003, shall revert as of that date.

6440-302-0574—For capital outlay, University of California, payable from the Higher Education Capital Outlay Bond Fund of 1998 4,704,000

Schedule:

Berkeley Campus:

(1) 99.01.230-Seismic Safety Corrections, Hertz Hall—Preliminary plans and working drawings..... 850,000

Los Angeles Campus:

(2) 99.04.225-Engineering 1 Seismic Mitigation—Working drawings..... 1,350,000

Santa Cruz Campus:

(2.5) 99.07.140-Sinsheimer Laboratories, Fire Sprinklers—Preliminary plans, working drawing, and construction 725,000

Irvine Campus:

(3) 99.09.340-Computer Science Unit 3—Preliminary plans 1,779,000

Provisions:

1. Notwithstanding Section 13332.11 of the Government Code or any other provision of law, the University of California may proceed with any phase of any project identified in the above schedule, in-

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cluding preparation of preliminary plans, working drawings, construction, or equipment purchase, without the need for any further approvals.

2. The University of California shall complete each project identified in the above schedule within the total funding amount specified in the schedule for that project. Notwithstanding Section 13332.11 of the Government Code or any other provision of law, the budget for any project to be funded from this item may be augmented by the University of California within the total appropriation made by this item, in an amount not to exceed 10 percent of the amount appropriated for that project. No funds appropriated by this item for equipment may be used for an augmentation under this provision, or be augmented from any other funds appropriated by this item. This condition does not limit the authority of the University of California to use non-state funds.
3. The University of California shall complete each project identified in the above schedule without any change to its scope. The scope of a project means, in this respect, the intended purpose of the project as determined by reference to the following elements of the budget request for that project submitted by the University of California to the Department of Finance: (a) the program elements related to project type, and (b) the functional description of spaces required to deliver the academic and supporting programs as approved by the Legislature.
4. Notwithstanding Section 2.00 of this act or any other provision of law, the appropriation made by this item is available for encumbrance during the 2002–03 and 2003–04 fiscal years, except that the funds appropriated for construction only must be bid during the 2002–03 fiscal year and will be available for expenditure through 2003–04 and that the funds appropriated for equipment purposes are available for encumbrance until June 30, 2005. For the purposes of encumbrance, funds appropriated for construction management and project contingencies purposes, as well as any bid savings, shall be deemed to be encumbered at the time a contract is awarded; these funds also may be used to initiate consulting contracts necessary

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for management of the project during the liquidation period. Any savings identified at the completion of the project also may be used during the liquidation period to fund the purposes described in Provision 2 and Provision 5.

5. Identified savings in a budget for a capital outlay project, as appropriated by this item, remaining after completion of a capital outlay project and upon resolution of all change orders and claims, may be used without further approval: (a) to augment projects consistent with Provision 2, (b) to proceed further with the underground tank corrections program, (c) to perform engineering evaluations on buildings that have been identified as potentially in need of seismic retrofitting, (d) to proceed with the design and construction of projects to meet requirements under the federal Americans with Disabilities Act of 1990, or (e) to fund minor capital outlay projects.
6. No later than December 1 of each year, the University of California shall submit a report outlining the expenditure for each project of the funds appropriated by this item to the Chair of the Joint Legislative Budget Committee, the chairs of the fiscal committees of each house, the Legislative Analyst, and the Director of Finance. The report also shall include the following elements: (a) a statement of the identified savings by project, and the purpose for which the identified savings were used; (b) a certification that each project as proceeding or as completed, has remained within its scope and the amount funded for that project under this item; and (c) an evaluation of the outcome of the project measured against performance criteria.

6440-302-6014—For capital outlay, University of California, payable from the Water and Watershed Education Subaccount..... 3,000,000

Schedule:

Davis Campus:

(1) 99.03.215-Watershed Science Research Center—Preliminary plans, working drawings and construction. 3,000,000

6440-302-6028—For capital outlay, University of California, payable from the Higher Education Capital Outlay Bond Fund of 2002 47,449,000

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Schedule:	
Berkeley Campus:	
(1) 99.01.210-Stanley Hall Seismic Mitigation—Construction	16,737,000
(2) 99.01.230-Seismic Safety Corrections, Hertz Hall—Construction....	4,830,000
Los Angeles Campus:	
(3) 99.04.225-Engineering 1 Seismic Mitigation—Construction	24,928,000
Irvine Campus:	
(4) 99.09.340-Computer Science Unit 3—Working drawings	954,000

Provisions:

1. Notwithstanding Section 13332.11 of the Government Code or any other provision of law, the University of California may proceed with any phase of any project identified in the above schedule, including preparation of preliminary plans, working drawings, construction, or equipment purchase, without the need for any further approvals.
2. The University of California shall complete each project identified in the above schedule within the total funding amount specified in the schedule for that project. Notwithstanding Section 13332.11 of the Government Code or any other provision of law, the budget for any project to be funded from this item may be augmented by the University of California within the total appropriation made by this item, in an amount not to exceed 10 percent of the amount appropriated for that project. No funds appropriated by this item for equipment may be used for an augmentation under this provision, or be augmented from any other funds appropriated by this item. This condition does not limit the authority of the University of California to use nonstate funds.
3. The University of California shall complete each project identified in the above schedule without any change to its scope. The scope of a project means, in this respect, the intended purpose of the project as determined by reference to the following elements of the budget request for that project submitted by the University of California to the Department of Finance: (a) the program elements related to project type, and (b) the functional description of spaces required to deliver the aca-

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demic and supporting programs as approved by the Legislature.

4. Notwithstanding Section 2.00 of this act or any other provision of law, the appropriation made by this item is available for encumbrance until December 31, 2004, except that the funds appropriated for construction only must be bid by December 31, 2003, and are available for expenditure through December 31, 2004, and that the funds appropriated for equipment purposes are available for encumbrance until December 31, 2005. For the purposes of encumbrance, funds appropriated for construction management and project contingencies purposes, as well as any bid savings, shall be deemed to be encumbered at the time a contract for that purpose is awarded; these funds also may be used to initiate consulting contracts necessary for managment of the project during the liquidation period. Any savings identified at the completion of the project also may be used during the liquidation period to fund the purposes described in subdivisions (a), (b), (c), (d), and (e) of Provision 5.
5. Identified savings in a budget for a capital outlay project, as appropriated by this item, remaining after completion of a capital outlay project and upon resolution of all change orders and claims, may be used without further approval: (a) to augment projects consistent with Provision 2, (b) to proceed further with the underground tank corrections program, (c) to perform engineering evaluations on buildings that have been identified as potentially in need of seismic retrofitting, (d) to proceed with the design and construction of projects to meet requirements under the federal Americans with Disabilities Act of 1990, or (e) to fund minor capital outlay projects.
6. No later than December 1 of each year, the University of California shall submit a report outlining the expenditure for each project of the funds appropriated by this item to the Chair of the Joint Legislative Budget Committee, the chairs of the fiscal committees of each house, the Legislative Analyst, and the Director of Finance. The report also shall include the following elements: (a) a statement of the identified savings by project, and

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the purpose for which the identified savings were used; (b) a certification that each project as proceeding or as completed, has remained within its scope and the amount funded for that project under this item; and (c) an evaluation of the outcome of the project measured against performance criteria.

7. Notwithstanding Section 13332.11 of the Government Code or any other provision of law, the Stanley Hall seismic mitigation project on the Berkeley Campus shall not be subject to the administrative oversight of the State Public Works Board and shall not be eligible for any augmentation otherwise available under Section 13332.11 of the Government Code.

6440-490—Reappropriation, University of California. Notwithstanding any other provision of law, the balances as of June 30, 2002, of the appropriations provided in the following citations are reappropriated for the purposes and subject to the limitations, unless otherwise specified, provided for in the appropriations and shall be available for encumbrance and expenditure until June 30, 2003:

0001—General Fund

(1) Item 6440-001-0001 of Section 2.00 of the Budget Act of 2001 (Ch. 106, Stats. 2001).

Provisions:

1. Of the funds reappropriated in this item from Item 6440-001-0001 of Section 2.00 of the Budget Act of 2001 (Ch. 106, Stats. 2001), $15,000,000, none of which may be derived from the funding provided for the Professional Development Institutes, shall be available for deferred maintenance, special repair projects, and the replacement of instructional equipment. As of June 30, 2002, the balance of the funds from that item in excess of $15,000,000 shall revert to the General Fund.
2. The University of California shall report to the Department of Finance and the Joint Legislative Budget Committee the amount of the balance, on June 30, 2002, of Item 6440-001-0001 of Section 2.00 of the Budget Act of 2001 (Ch. 106, Stats. 2001), by September 30, 2002, and the expenditures made pursuant to this item by September 30, 2003.

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6440-491—Reappropriation-University of California. The balances of the appropriations provided in the following citations are reappropriated for the purposes and subject to the limitations, unless otherwise specified, provided in those appropriations:

0574—Higher Education Capital Outlay Bond Fund of 1998

(1) Item 6440-301-0574, Budget Act of 2000 (Ch. 52, Stats. 2000) as reappropriated by Item 6440-491, Budget Act of 2001 (Ch. 106, Stats. 2001)

Merced Campus:

(22) 99.11.005-Site Development and Infrastructure, Phase 1—Working drawings and construction

(2) Item 6440-302-0574, Budget Act of 2000 (Ch. 52, Stats. 2000)

Los Angeles Campus:

(7) 99.04.310-Health Science Seismic Replacement Building 2—Construction

(3) Item 6440-301-0574, Budget Act of 2001 (Ch. 106, Stats. 2001)

Berkeley Campus:

(2) 99.01.190-Seismic Safety Corrections, LeConte Hall—Construction

Irvine Campus:

(26) 99.09.320.201-Rowland Hall Seismic Improvements—Preliminary plans and working drawings

0660—Public Building Construction Fund

(4) Item 6440-301-0660, Budget Act of 2001 (Ch. 106, Stats. 2001)

Merced Campus:

(2) 99.11.005-Site Development and Infrastructure, Phase 1—Construction

(3) 99.11.020-Science and Engineering Building—Construction and equipment

(4) 99.11.025-Library/Information Technology Center—Construction and equipment

Riverside Campus:

(5) 99.05.140-Heckmann International Center for Management—Preliminary plans, working drawings, and construction

6600-001-0001—For support of Hastings College of the Law 15,422,000

Provisions:

1. The appropriation made in this item is exempt from Section 31.00 of this act.

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2. Of the funds appropriated in this item, $774,000 is for support of Program 40, Student Services, to provide financial aid to needy students attending the Hastings College of the Law, according to the nationally accepted needs analysis methodology.

6600-001-0814—For support of Hastings College of the Law, for allocation by the Controller in accordance with the provisions of Section 8880.5 of the Government Code as enacted by the voters in Proposition 37 at the November 1984 general election, payable from the California State Lottery Education Fund... 154,000

Provisions:

1. All funds received pursuant to Proposition 37 that are allocable to the Hastings College of the Law pursuant to Section 8880.5 of the Government Code, and that are in excess of the amount appropriated in this item are hereby appropriated in augmentation of this item.

6600-301-6028—For capital outlay, Hastings College of the Law..... 831,000

Schedule:

(1) 60.10.002-200 McAllister Street Facility: Code Compliance Update—Preliminary plans..... 831,000

Provisions:

1. Identified savings in funds encumbered from this general obligation bond fund for construction contracts for capital outlay projects, remaining after completion of a capital outlay project and upon resolution of all change orders and claims, may be used: (a) to begin working drawings for a project for which preliminary plan funds have been appropriated and the plans have been approved by the State Public Works Board consistent with the scope and cost approved by the Legislature as adjusted for inflation only, (b) to proceed further with the underground tank corrections program, (c) to perform engineering evaluations on buildings that have been identified as potentially in need of seismic retrofitting, (d) to proceed with design and construction of projects to meet requirements under the federal Americans with Disabilities Act of 1990, or (e) to fund minor capital outlay projects.
2. The appropriation made in this item for studies, preliminary plans, working drawings, or minor capital outlay shall be available for expenditure

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until December 31, 2003. In addition, the balance of every appropriation made in this item that contains funding for construction that has not been allocated, through fund transfer or approval to proceed to bid, by the Department of Finance on or before December 31, 2003, shall revert as of that date.

6600-490—Reappropriation, Hastings College of the Law. Notwithstanding any other provision of law, the balance, as of June 30, 2002, of the appropriation provided in the following citation is reappropriated and shall be available for encumbrance and expenditure until June 30, 2003:

0001—General Fund

(1) Item 6600-001-0001, Budget Act of 2001 (Ch. 106, Stats. 2001).

Provisions:

1. The Hastings College of the Law shall report to the Department of Finance and the Joint Legislative Budget Committee the amount of the balance, on June 30, 2002, of Item 6600-001-0001 of the Budget Act of 2001 (Ch. 106, Stats. 2001), by September 30, 2002, and shall also report the expenditures made pursuant to this item by September 30, 2003.

6600-491—Reappropriation, Hastings College of the Law. Notwithstanding any other provision of law, the balance of the appropriation provided in the following citation is reappropriated for the purposes and subject to the limitations, unless otherwise specified, provided in the appropriation:

0658—Higher Education Capital Outlay Bond Fund of 1996

Item 660-301-0658, Budget Act of 1997 (Ch. 282, Stats. 1997)

(1) 60.10.001-198 McAllister Street Building-Renovation—Construction

6610-001-0001—For support of the California State University ..... ~~2,617,173,000~~ *2,616,983,000*

Schedule:

(1) Support ..... ~~3,494,437,000~~ *3,494,247,000*

(2) Reimbursements ..... −154,265,000

(3) Amount payable from the Higher Education Fees and Income, CSU Fund (Item 6610-001-0498).... −722,999,000

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Provisions:

1. The appropriations made in this item are exempt from Section 31.00 of this act, except as otherwise provided by the applicable sections of the Government Code referred to in Section 31.00.
2. Of the amount appropriated in this item, $814,000 is available for transfer to the California State University and Colleges Special Projects Fund pursuant to Section 25008.5 of the Public Resources Code, which allows state agencies to retain 50 percent of the financial benefits realized through energy savings projects.
3. Of the amount appropriated in this item, $7,235,000 is provided for payment of energy service contracts in connection with the issuance of Public Works Board Energy Efficiency Revenue Bonds.
4. Of the amount appropriated in this item, $350,000 is for transfer to the Affordable Student Housing Revolving Fund for the purpose of subsidizing interest costs in connection with bond financing for construction of affordable student housing at the Fullerton and Hayward Campuses in accordance with Article 3 (commencing with Section 90085) of Chapter 8 of Part 55 of the Education Code.
5. Of the amount appropriated in this item, $1,878,000 is for repayment of the $17,000,000 financed for the California State University through a third party for deferred maintenance projects in the 1994–95 fiscal year. It is the intent of the Legislature to annually provide funds for that repayment purpose through the 2009–10 fiscal year.
6. Of the amount appropriated in this item, $2,309,000 is for repayment of the $24,000,000 financed for the California State University through a third party for deferred maintenance projects in the 1995–96 fiscal year. It is the intent of the Legislature to annually provide funds for that repayment purpose through the 2010–11 fiscal year.
7. Of the amount appropriated in this item, $1,700,000 is for support of the converted Stockton Developmental Center into the Regional and Continuing Education Center at CSU, Stanislaus.

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8. Of the amount appropriated in this item, $2,000,000 is provided to support the Bilingual Teacher Recruitment Program.
9. Of the funds appropriated in this item, $2,000,000 is provided for a teacher recruitment program to be operated by the California Center for Teaching Careers (CalTeach). No later than September 1, 2002, the California State University shall submit a report to the Governor and the Legislature on the progress of its teacher-related advertising and outreach efforts, including coordination with the Teacher Recruitment Incentive Program and other teacher incentive programs established pursuant to Chapter 70, Statutes of 2000.
10. Of the funds appropriated in Schedule (1), a minimum of $15,000,000 shall be used to fund new and existing outreach programs that are aimed at improving the chances for K–12 pupils from a wide diversity of backgrounds to become eligible and prepared for the California State University. Of this total, $5,000,000 is provided for faculty-to-faculty alliance with high school teachers of English and mathematics, $4,000,000 is provided for learning assistance programs in high school, and $2,000,000 is provided for the Precollegiate Academic Development Program at the California State University, $2,000,000 is for the California State University Educational Opportunity Program (Art. 6 (commencing with Sec. 89251), Ch. 2, Pt. 55, Ed. C.), and $2,000,000 is for the California Academic Partnership Program (Ch. 11 (commencing with Sec. 11000), Pt. 7, Ed. C.).
11. Of the amount appropriated in this item, $51,147,000 is provided for student financial aid grants, including $33,785,000 for State University grants and $17,362,000 for grants pursuant to the California State University Educational Opportunity Program. These financial aid funds shall be provided to needy students according to the nationally accepted needs analysis methodology.
12. Notwithstanding Section 70000 of the Education Code, Governor's Teaching Fellowships may not be awarded in 2002–03 and no funding is provided for this purpose.

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14. It is the intent of the Legislature that, of the amount appropriated in Schedule (1), $1,157,000 is to provide full marginal cost funding for 240 existing full-time equivalent (FTE) summer enrollments at California State University (CSU), Chico. This funding shall be used to assist in efforts to increase the number of students served in CSU Chico's state-supported summer programs. The Legislature expects that CSU Chico will increase enrollments by at least 72 FTE students in the summer of 2002—for a minimum total summer enrollment of 312 FTE students. The CSU shall report to the Legislature by December 1, 2002, on whether it has met the summer 2002 enrollment goal. If it does not meet this goal, the Director of Finance shall revert to the General Fund a share of the $1,157,000 that is proportionate to the share of the enrollment goal that was not met.
15. The amount appropriated in Schedule (1) reflects a $43,000,000 reduction from the amount appropriated in the Budget Act of 2001 for Information Technology, Instructional Equipment, Library Materials, and Facilities Maintenance.
~~18. Of the funds appropriated in this item, $140,000 is for an Export Delivery Study pursuant to legislation.~~
~~19. Of the funds appropriated in this item, $50,000 is for the CSU Centers for Excellence pursuant to legislation.~~
~~20. The California State University shall defer new expenditures related to the CMS/Peoplesoft project in the 2002–03 fiscal year, and until the California Bureau of Audits completes its audit of the CMS project (Audit #2002-110). As such, the university shall not enter into new contracts for consulting services, hardware, software, licenses, or any new products or services related to the CMS project that are not required expenditures per contractual obligations in effect as of July 1, 2002. The effect of this section is to defer the completion of the CMS project until 2007.~~

6610-001-0498—For support of the California State University, for payment to Item 6610-001-0001, payable from the Higher Education Fees and Income, CSU Fund 722,999,000

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Provisions:

1. All funds received in the Higher Education Fees and Income, CSU Fund, that are in excess of the amount appropriated in this item are hereby appropriated in augmentation of this item.

6610-001-0890—For support of the California State University, payable from the Federal Trust Fund..... 27,500,000

Provisions:

1. All funds deposited in the Federal Trust Fund for the California State University for the purposes of this item and that are in excess of the amount appropriated in this item are hereby appropriated in augmentation of this item and are exempt from Section 28.00 of this act, pursuant to subdivision (a) of Section 89753 of the Education Code.

6610-002-0001—For support of the California State University for transfer to and in augmentation of Item 6610-001-0001, for the purpose of providing direct costs and administrative overhead expenses for the Assembly, Senate, Executive and Judicial Fellows programs and the Center for California Studies 2,887,000

Schedule:

(1) Center for California Studies—Fellows Program.....	565,000
(2) Center for California Studies—Other.....	41,000
(3) Assembly Fellows.....	563,000
(4) Senate Fellows.....	563,000
(5) Executive Fellows.....	562,000
(6) Judicial Fellows	406,000
(7) LegiSchool Project.....	125,000
(8) Sacramento Semester Internship Program.....	62,000

6610-003-0001—For support of the California State University for payments on lease-purchase bonds..... 60,410,000

Schedule:

(1) Rental, insurance and administrative payments	68,532,000
(2) Reimbursements.....	–8,122,000

Provisions:

1. The Controller shall transfer funds appropriated in this item according to a schedule to be provided by the State Public Works Board. The schedule shall be provided on a monthly basis or as otherwise might be needed to ensure debt requirements are met.

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6610-301-0574—For capital outlay, California State University, payable from the Higher Education Capital Outlay Bond Fund of 1998.

Provisions:

1. Identified savings in funds encumbered from this general obligation bond fund for construction contracts for capital outlay projects, remaining after completion of a capital outlay project and upon resolution of all change orders and claims, may be used prior to the appropriation reversion date: (a) to begin working drawings for a project for which preliminary plans funds have been appropriated and the plans have been approved by the State Public Works Board consistent with the scope and cost approved by the Legislature as adjusted for inflation only, (b) to proceed further with the underground tank corrections program, (c) to perform engineering evaluations on buildings identified as potentially in need of seismic retrofitting, (d) to proceed with design and construction of projects to meet requirements under the federal Americans with Disabilities Act of 1990, (e) to fund minor capital outlay projects, or (f) feasibility studies for capital outlay.

   No later than March 1, 2003, the California State University shall provide the Legislative Analyst with a progress report showing the identified savings, by project, and the purpose for which the identified savings were used.

   No later than November 1, 2003, the California State University shall prepare a report showing the identified savings, by project, and the purpose for which the identified savings were used. This report shall be submitted to the Chairperson of the Joint Legislative Budget Committee and to the chairpersons of the fiscal committees in each house.

6610-301-0658—For capital outlay, California State University, payable from the Higher Education Capital Outlay Bond Fund of 1996.

Provisions:

1. Identified savings in funds encumbered from this general obligation bond fund for construction contracts for capital outlay projects, remaining after completion of a capital outlay project and upon resolution of all change orders and claims, may be used prior to the appropriation reversion date: (a)

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to begin working drawings for a project for which preliminary plans funds have been appropriated and the plans have been approved by the State Public Works Board consistent with the scope and cost approved by the Legislature as adjusted for inflation only, (b) to proceed further with the underground tank corrections program, (c) to perform engineering evaluations on buildings that have been identified as potentially in need of seismic retrofitting, (d) to proceed with design and construction of projects to meet requirements under the federal Americans with Disabilities Act, (e) to fund minor capital outlay projects, or (f) feasibility studies for capital outlay.

No later than March 1, 2003, the California State University shall provide the Legislative Analyst with a progress report showing the identified savings, by project, and the purpose for which the identified savings were used.

No later than November 1, 2003, the California State University shall prepare a report showing the identified savings, by project, and the purpose for which the identified savings were used. This report shall be submitted to the Chairperson of the Joint Legislative Budget Committee and to the chairpersons of the fiscal committees in each house.

6610-301-0705—For capital outlay, California State University, payable from the Higher Education Capital Outlay Bond Fund of 1992.

Provisions:

1. Identified savings in funds encumbered from this general obligation bond fund for construction contracts for capital outlay projects, remaining after completion of a capital outlay project and upon resolution of all change orders and claims, may be used prior to the appropriation reversion date: (a) to begin working drawings for a project for which preliminary plans funds have been appropriated and the plans have been approved by the State Public Works Board consistent with the scope and cost approved by the Legislature as adjusted for inflation only, (b) to proceed further with the underground tank corrections program, (c) to perform engineering evaluations on buildings that have been identified as potentially in need of seismic retrofitting, or (d) to proceed with design and

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construction of projects to meet requirements under the federal Americans with Disabilities Act.

No later than March 1, 2003, the California State University shall provide the Legislative Analyst with a progress report showing the identified savings, by project, and the purpose for which the identified savings were used.

No later than November 1, 2003, the California State University shall prepare a report showing the identified savings, by project, and the purpose for which the identified savings were used. This report shall be submitted to the Chairperson of the Joint Legislative Budget Committee and to the chairpersons of the fiscal committees in each house.

6610-301-0782—For capital outlay, California State University, payable from the Higher Education Capital Outlay Bond Fund.

Provisions:

1. Identified savings in funds encumbered from this general obligation bond fund for construction contracts for capital outlay projects, remaining after completion of a capital outlay project and upon resolution of all change orders and claims, may be used prior to the appropriation reversion date: (a) to begin working drawings for a project for which preliminary plans funds have been appropriated and the plans have been approved by the State Public Works Board consistent with the scope and cost approved by the Legislature as adjusted for inflation only, (b) to proceed further with the underground tank corrections program, (c) to perform engineering evaluations on buildings that have been identified as potentially in need of seismic retrofitting, or (d) to proceed with design and construction of projects to meet requirements under the federal Americans with Disabilities Act.

   No later than March 1, 2003, the California State University shall provide the Legislative Analyst with a progress report showing the identified savings, by project, and the purpose for which the identified savings were used.

   No later than November 1, 2003, the California State University shall prepare a report showing the identified savings, by project, and the purpose for which the identified savings were used. This report shall be submitted to the Chairperson of the

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Joint Legislative Budget Committee and to the chairpersons of the fiscal committees in each house.

6610-301-0785—For capital outlay, California State University, payable from the 1988 Higher Education Capital Outlay Bond Fund.

Provisions:

1. Identified savings in funds encumbered for construction contracts from this general obligation bond fund after completion of a capital outlay project, and upon resolution of all change orders and claims, may be used prior to the appropriation reversion date: (a) to begin working drawings for a capital outlay project for which preliminary plans funds have been appropriated and the plans have been approved by the State Public Works Board consistent with the scope and cost approved by the Legislature as adjusted for inflation only, (b) to proceed further with the underground tank corrections program, (c) to perform engineering evaluations on buildings that have been identified as potentially in need of seismic retrofitting, or (d) to proceed with design and construction of projects to meet requirements under the federal Americans with Disabilities Act.

   No later than March 1, 2003, the California State University shall provide the Legislative Analyst with a progress report showing the identified savings, by project, and the purpose for which the identified savings were used.

   No later than November 1, 2003, the California State University shall prepare a report showing the identified savings, by project, and the purpose for which the identified savings were used. This report shall be submitted to the Chairperson of the Joint Legislative Budget Committee and to the chairpersons of the fiscal committees in each house.

6610-301-0791—For capital outlay, California State University, payable from the June 1990 Higher Education Capital Outlay Bond Fund.

Provisions:

1. Identified savings in funds encumbered from this general obligation bond fund for construction contracts for capital outlay projects, remaining after completion of a capital outlay project and upon resolution of all change orders and claims, may be

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used prior to the appropriation reversion date: (a) to begin working drawings for a project for which preliminary plans funds have been appropriated and the plans have been approved by the State Public Works Board consistent with the scope and cost approved by the Legislature as adjusted for inflation only, (b) to proceed further with the underground tank corrections program, (c) to perform engineering evaluations on buildings identified as potentially in need of seismic retrofitting, or (d) to proceed with design and construction of projects to meet requirements under the federal Americans with Disabilities Act of 1990.

No later than March 1, 2003, the California State University shall provide the Legislative Analyst with a progress report showing the identified savings, by project, and the purpose for which the identified savings were used.

No later than November 1, 2003, the California State University shall prepare a report showing the identified savings, by project, and the purpose for which the identified savings were used. This report shall be submitted to the Chairperson of the Joint Legislative Budget Committee and to the chairpersons of the fiscal committees in each house.

6610-301-6028—For capital outlay, California State University, payable from the Higher Education Capital Outlay Bond Fund of 2002 124,094,000

Schedule:

(1) 06.48.315-Systemwide: Minor Capital Outlay—Preliminary plans, working drawings and construction.	20,000,000
(2) 06.50.059-Bakersfield: Telecommunications Infrastructure—Construction.....	5,336,000
(3) 06.51.004-Maritime Academy: Engineering Building Renovation and Addition—Equipment.....	1,037,000
(4) 06.56.091-Fresno: Telecommunications Infrastructure—Construction..	18,149,000
(5) 06.62.087-Fullerton: Telecommunications Infrastructure—Construction.....	6,724,000
(5.5) 06.67.087.202-Humboldt: Behavioral and Social Sciences Phase I—Construction.....	26,800,000

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(6) 06.68.066-San Marcos: Telecommunications Infrastructure—Construction	1,986,000
(7) 06.74.002-Monterey Bay: Telecommunications Infrastructure—Construction	10,988,000
(8) 06.80.152-San Diego: Telecommunications Infrastructure—Construction	11,248,000
(9) 06.84.094-San Francisco: Telecommunications Infrastructure—Construction	14,593,000
(10) 06.84.098-San Francisco: Renovate Hensil Hall (Seismic)—Equipment	225,000
(11) 06.86.112-San Jose: Telecommunications Infrastructure—Construction	7,008,000

Provisions:

1. Identified savings in funds encumbered from this general obligation bond fund for construction contracts for capital outlay projects, remaining after completion of a capital outlay project and upon resolution of all change orders and claims, may be used prior to the appropriation reversion date: (a) to begin working drawings for a project for which preliminary plans funds have been appropriated and the plans have been approved by the State Public Works Board consistent with the scope and cost approved by the Legislature as adjusted for inflation only, (b) to proceed further with the underground tank corrections program, (c) to perform engineering evaluations on buildings that have been identified as potentially in need of seismic retrofitting, or (d) to proceed with design and construction of projects to meet requirements under the federal Americans with Disabilities Act.

   No later than March 1, 2003, the California State University shall provide the Legislative Analyst with a progress report showing the identified savings, by project, and the purpose for which the identified savings were used.

   No later than November 1, 2003, the California State University shall prepare a report showing the identified savings, by project, and the purpose for which the identified savings were used. This report shall be submitted to the Chairperson of the

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Joint Legislative Budget Committee and to the chairpersons of the fiscal committees in each house.

2. The appropriation made in this item for studies, preliminary plans, working drawings, or minor capital outlay shall be available for expenditure until December 31, 2003. In addition, the balance of every appropriation made in this item that contains funding for construction that has not been allocated, through fund transfer or approval to proceed to bid, by the Department of Finance on or before December 31, 2003, shall revert as of that date.
3. It is the intent of the Legislature that the California State University work with the City of Arcata to make reasonable efforts to address community concerns regarding the exterior design, parking, and traffic issues relating to the Humboldt State University Social and Behavioral Sciences Building.

6610-302-0574—For capital outlay, California State University, payable from the Higher Education Capital Outlay Bond Fund of 1998.

Provisions:

1. Identified savings in a budget for a capital outlay project, as appropriated by this item, remaining after completion of a capital outlay project and upon resolution of all change orders and claims, may be used: (a) to begin working drawings for a project for which preliminary plans have been approved by the State Public Works Board consistent with the scope and cost approved by the Legislature as adjusted for inflation only, (b) to proceed further with the underground tank corrections program, (c) to perform engineering evaluations on buildings identified as potentially in need of seismic retrofitting, (d) to proceed with design and construction of projects to meet requirements under the federal Americans with Disabilities Act of 1990, (e) to fund minor capital outlay projects, or (f) to fund feasibility studies for capital outlay.
2. No later than March 1 of each year, the California State University shall submit a report detailing the expenditure for each project of the funds appropriated by this item to the Chair of the Joint Legislative Budget Committee, the chairs of the fiscal

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committees of each house, the Legislative Analyst, and the Director of Finance. The report also shall include the following elements: (a) a statement of the identified savings by project, and the purpose for which the identified savings were used; (b) a certification that each project as proceeding or as completed, has remained within its scope and the amount funded for that project under this item; and (c) an evaluation of the outcome of the project measured against performance criteria.		
6610-302-6028—For capital outlay, California State University, payable from the Higher Education Capital Outlay Bond Fund of 2002		165,767,000
Schedule:		
(1) 06.52.097-Chico: Education Classroom/Faculty Office Addition—Equipment	678,000	
(2) 06.52.109-Chico: Student Services Center—Preliminary plans	811,000	
(3) 06.54.059-Dominguez Hills: Technology Center, Health and Administrative Services Building—Equipment	3,802,000	
(4) 06.54.080-Dominguez Hills: Electrical Infrastructure Renovation—Preliminary plans, working drawings, and construction	2,855,000	
(5) 06.62.070-Fullerton: Physical Education Addition/Renovation—Equipment	987,000	
(6) 06.62.093-Fullerton: Campuswide Fire Life Safety—Preliminary plans, working drawings and construction	9,649,000	
(7) 06.64.080-Hayward: Business and Technical Building—Preliminary plans, working drawings and construction	11,500,000	
(8) 06.68.117-San Marcos: Library Information Center—Equipment	7,431,000	
(8.5) 06.74.006-Monterey Bay: Library—Preliminary plans, working drawings, and construction	4,311,000	
(9) 06.71.105-Long Beach: Peterson Hall Addition—Equipment	3,780,000	

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(10) 06.71.111-Long Beach: Library Addition and Renovation—Preliminary plans, working drawings and construction	19,083,000
(11) 06.73.082-Los Angeles: Music Building Remodel—Equipment	795,000
(12) 06.80. ~~143~~ 149 -San Diego: ~~Science Laboratory Building~~ Chemistry-Geology/Business Administration Mathematics Buildings, Renovation —Equipment	3,805,000
(13) 06.82.083-Northridge: Engineering Renovation Phase II—Preliminary plans, working drawings, and construction	14,739,000
(14) 06.83.001-Channel Islands: Science Lab Building—Equipment	1,262,000
(15) 06.86.107-San Jose: Joint Library—Equipment	8,095,000
(16) 06.92.063-Stanislaus: Drama Ceiling Seismic—Preliminary plans, working drawings, and construction	675,000
(17) 06.92.064-Stanislaus: Science II (Seismic)—Preliminary plans	922,000
(18) 06.96.108-San Luis Obispo: Engineering/Architecture Renovation and Replacement, Phase I—Equipment	2,430,000
(19) 06.96.108-San Luis Obispo: Engineering/Architecture Renovation and Replacement, Phase II—Preliminary plans, working drawings, and construction	34,948,000
(20) 06.98.107-Pomona: Library Addition and Renovation—Preliminary plans, working drawings, and construction	33,209,000

Provisions:

1. Notwithstanding Section 13332.11 of the Government Code or any other provision of law, the California State University may proceed with any phase of any project identified in the above schedule, including preparation of preliminary plans,

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working drawings, construction, or equipment purchase, without the need for any further approvals.

2. The California State University shall complete each project identified in the above schedule within the total funding amount specified in the schedule for that project. Notwithstanding Section 13332.11 of the Government Code or any other provision of law, the budget for any project to be funded from the Higher Education Capital Outlay Bond Fund of 2002 may be augmented by the California State University within the total appropriation made by this item, in an amount not to exceed 10 percent of the amount appropriated for that project. No funds appropriated in this item for equipment may be used for an augmentation under this provision, or be augmented from any other funds appropriated by this item. This condition does not limit the authority of the California State University to use nonstate funds for these purposes.
3. The California State University shall complete each project identified in the above schedule without any change to its scope. The scope of a project means, in this respect, the intended purpose of the project as determined by reference to the following elements of the budget request for that project submitted by California State University to the Department of Finance: (a) the program elements related to project type, and (b) the functional description of spaces required to deliver the academic and supporting programs as approved by the Legislature.
4. Notwithstanding Section 2.00 of this act or any other provision of law, the appropriation made in this item is available for encumbrance until December 31, 2004, except that the funds appropriated for construction only must be bid by December 31, 2003, and will be available for expenditure through December 31, 2004, and funds appropriated for equipment purposes are available for encumbrance until December 31, 2005. For the purposes of encumbrance, funds appropriated for construction management and project contingencies purposes as well as any bid savings, shall be deemed to be encumbered at the time a contract for that purpose is awarded; these funds also may

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be used to initiate consulting contracts necessary for management of the project during the liquidation period. Any savings identified at the completion of the projects also may be used during the liquidation period to fund the purposes described in subdivisions (a), (b), (c), (d) and (e) of Provision 5.

5. Identified savings in a budget for a capital outlay project, as appropriated by this item, remaining after completion of a capital outlay project and upon resolution of all change orders and claims, may be used: (a) to begin working drawings for a project for which preliminary plans have been approved by the State Public Works Board consistent with the scope and cost approved by the Legislature as adjusted for inflation only, (b) to proceed further with the underground tank corrections program, (c) to perform engineering evaluations on buildings identified as potentially in need of seismic retrofitting, (d) to proceed with design and construction of projects to meet requirements under the federal Americans with Disabilities Act of 1990, (e) to fund minor capital outlay projects, or (f) to fund feasibility studies for capital outlay.
6. No later than March 1 of each year, the California State University shall submit a report detailing the expenditure for each project of the funds appropriated by this item to the Chair of the Joint Legislative Budget Committee, the chairs of the fiscal committees of each house, the Legislative Analyst, and the Director of Finance. The report also shall include the following elements: (a) a statement of the identified savings by project, and the purpose for which the identified savings were used: (b) a certification that each project as proceeding or as completed, has remained within its scope and the amount funded for that project under this item; and (c) an evaluation of the outcome of the project measured against performance criteria.

6610-490—Reappropriation, California State University. Notwithstanding any other provision of law, the balances of the appropriations provided in the following citations are reappropriated for the purposes and subject to the limitations, unless otherwise specified,

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provided for in the appropriations and shall be available for expenditure until June 30, 2003:

0001—General Fund

(1) Item 6610-001-0001, Budget Act of 2001 (Ch. 106, Stats. 2001)

Provisions:

1. Of the funds reappropriated in this item from Item 6610-001-0001, Budget Act of 2001 (Ch. 106, Stats. 2001), up to $15,000,000 shall be available for the general support of the California State University. This $15,000,000 limitation applies only to reappropriations generated from systemwide allocations. As of June 30, 2002, the balance generated from systemwide allocations in excess of $15,000,000 shall revert to the General Fund.
2. The California State University shall, by September 30, 2002, report to the Department of Finance and the Joint Legislative Budget Committee the amount of the balance as of June 30, 2002, of Item 6610-001-0001 of the Budget Act of 2001 (Ch. 106, Stats. 2001), and a proposed expenditure plan for that balance. The California State University shall report by September 30, 2003, on the expenditures made pursuant to this item.

0498—Higher Education Fees and Income, CSU Fund

(1) Item 6610-001-0498, Budget Act of 2001 (Ch. 106, Stats. 2001).

6870-001-0001—For support of Board of Governors of the California Community Colleges..... 11,619,000

Schedule:

(1) 10-Apportionments..... 1,204,000
(2) 20-Special Services and Operations 17,477,000
(3) 30.01-Administration..... 4,607,000
(4) 30.02-Administration—Distributed ..... –4,607,000
(5) Reimbursements..... –7,062,000

Provisions:

1. Funds appropriated in this item may be expended or encumbered to make one or more payments under a personal services contract of a visiting educator pursuant to Section 19050.8 of the Government Code, a long-term special consultant services contract, or an employment contract between an entity that is not a state agency and a person who is under the direct or daily supervision of

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a state agency, only if all of the following conditions are met:

(a) The person providing service under the contract provides full financial disclosure to the Fair Political Practices Commission in accordance with the rules and regulations of the commission.

(b) The service provided under the contract does not result in the displacement of any represented civil service employee.

(c) The rate of compensation for salary and health benefits for the person providing service under the contract does not exceed by more than 10 percent the current rate of compensation for salary and health benefits determined by the Department of Personnel Administration for civil service personnel in a comparable position. The payment of any other compensation or any reimbursement for travel or per diem expenses shall be in accordance with the State Administrative Manual and the rules and regulations of the Department of Personnel Administration.

6870-001-0574—For support of Board of Governors of the California Community Colleges, Program 20.40.010-Facilities Planning, payable from the Higher Education Capital Outlay Bond Fund of 1998 985,000

6870-001-0909—For support for the Board of Governors of the California Community Colleges, Program 20.30.020-Instructional Improvement and Innovation, payable from the Special Grant Cash Account of the Fund for Instructional Improvement Program 10,000

6870-001-0925—For support of Board of Governors of the California Community Colleges, Program 20.30.050-Economic Development, payable from the California Business Resources and Assistance Innovation Network Fund 10,000

6870-101-0001—For local assistance, Board of Governors of the California Community Colleges (Proposition 98) ..... ~~2,670,792,000~~ *2,659,792,000*

Schedule:

(1) 10.10.010-Apportionments 1,704,396,000

(2) 10.10.020-Basic Skills and Apprenticeship 40,552,000

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(3) 10.10.030-Growth for Apportionment	114,308,000
(4) 10.10.040-Partnership for Excellence	300,000,000
(5) 20.10.005-Student Financial Aid Administration	8,100,000
(6) 20.10.010-Extended Opportunity Programs and Services and Special Services	96,065,000
(7) 20.10.013-Teacher and Reading Development Partnerships	5,000,000
(8) 20.10.020-Disabled Students	83,608,000
(10) 20.10.045-Special Services for CalWORKs Recipients	35,000,000
(11) 20.10.060-Foster Care Education Program	1,866,000
(12) 20.10.070-Matriculation	~~64,307,000~~ *54,307,000*
~~(12.5) 20.20.015-Faculty and Staff Development~~	~~1,000,000~~
(13) 20.20.020-Academic Senate for the Community Colleges	497,000
(14) 20.20.040-Faculty and Staff Diversity	1,859,000
(15) 20.20.050-Part-Time Faculty Health Insurance	1,000,000
(16) 20.20.051-Part-time Faculty Compensation	57,000,000
(17) 20.20.055-Part-time Faculty Office Hours	7,172,000
(18) 20.30.011-Telecommunications and Technology Infrastructure	24,500,000
(19) 20.30.012-California Virtual University	2,900,000
(20) 20.30.020-Instructional Improvement, for transfer to the Community Colleges Fund for Instructional Improvements	1,630,000
(21) 20.30.045-Fund for Student Success	6,233,000
(22) 20.30.050-Economic Development	40,322,000
(23) 20.30.070-Transfer Education and Articulation	1,974,000
(24) 20.40.025-Scheduled Maintenance/Special Repairs	31,752,000

Item	Amount
(25) 20.40.035-Instructional Equipment and Library Materials Replacement.....	31,751,000
(26) 20.40.040-Hazardous Substances..	8,000,000

Provisions:

1. The funds appropriated in Schedules (1), (2), (3), (4), (5), (6), (8), (10), (11), (12), ~~(12.5),~~ (14), (15), (16), (17), (18), (22), and (25) are for transfer by the Controller during the 2002–03 fiscal year to Section B of the State School Fund.
2. Of the funds appropriated in Schedule (1), Apportionments, up to $100,000 is for a maintenance allowance, pursuant to regulations adopted by the board of governors. Up to $500,000 is to reimburse colleges for the costs of federal aid repayments related to assessed fees for fee waiver recipients. This reimbursement only applies to students who completely withdraw from college before the census date.
3. Notwithstanding any other provision of law, $27,823,000 of the funds appropriated in Schedule (2), is for allocation to community college districts in the 2002–03 fiscal year for the purposes of funding FTES in courses in basic skills, including English-as-a-second-language courses and workforce preparation courses for newly legalized immigrants, to the extent the total FTES claimed by a district for the 2002–03 fiscal year exceeds the level of total FTES funded for that district in the 2002–03 fiscal year. The Chancellor of the California Community Colleges shall develop criteria for allocating these funds.
4. (a) Of the amount appropriated in Schedule (2), up to $12,729,000 shall be available as necessary upon certification by the Chancellor of the California Community Colleges for the purpose of funding community college-related and supplemental instruction pursuant to Section 3074 of the Labor Code as provided in Section 8152 of the Education Code. No community college district shall use funds available under this provision to offer any new apprenticeship training program or the expansion of any existing program unless the new program or expansion has been approved by the chancellor.

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(b) Notwithstanding Section 8152 of the Education Code, each 60-minute hour of teaching time devoted to each indentured apprentice enrolled in and attending classes of related and supplemental instruction as provided under Section 3074 of the Labor Code shall be reimbursed at the rate of four dollars and eighty-six cents ($4.86) per hour. For purposes of this provision, each hour of teaching time may include up to 10 minutes for passing time and breaks.

5. Notwithstanding any other provision of law, the funds appropriated in Schedule (3) of this item shall only be allocated for growth in FTES, on a district-by-district basis, as determined by the Chancellor of the California Community Colleges.

6. Funds provided in Schedule (4) are for the Partnership for Excellence Program established pursuant to Section 84754 of the Education Code. It is the intent of the Legislature that community college districts increase the level of instruction and student services provided to meet the systemwide goal for student transfer. The goal for the California Community Colleges is to increase the number of ''transfer ready'' students to provide enough applicants to increase by at least 6 percent annually the number of transfer students eligible to enroll at the University of California through the year 2005–06. The goal is also to increase the number of ''transfer ready'' students to provide enough eligible applicants to increase by at least 5 percent annually the number of transfer students eligible to enroll at the California State University through the year 2005–06.

In administering the provisions of Sections 66734 and 84754 of the Education Code, the chancellor shall review the capacity and readiness of each community college district to meet the needs of students desiring to transfer. From within existing resources, the chancellor shall provide technical assistance to community college districts as necessary to assure that each community college district identifies options to use its local resources most effectively for providing reasonable opportunities to transfer for students served by the district. Technical assistance shall be pro-

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vided to any college with persistently low numbers or rates of transfer, with the goal that the number of transfers will increase by an average of 10 percent annually, as necessary to overcome these low numbers or rates by the 2004–05 academic year. On or before March 1, 2002, the chancellor shall provide a progress report to the Governor and the Legislature on this review and technical assistance, and, on or before April 15 of each year thereafter, shall report on progress each community college has made in increasing the number of transfers, along with campus expenditures on transfer-related activities, as part of the annual Partnership for Excellence report submitted to the Governor and the Legislature in accordance with paragraph (1) of subdivision (e) of Section 84754 of the Education Code.

7. Of the funds appropriated in Schedules (2) and (5), the funds not required for the 2002–03 fiscal year to meet the demand for the programs funded under those schedules shall be made available on a one-time basis for general apportionment under Schedule (1) of this item, provided that no transfer shall occur prior to May 15, 2003.
8. Of the funds appropriated in Schedule (6), $83,695,000 is for Extended Opportunity Programs and Services in accordance with Article 8 (commencing with Section 69640) of Chapter 2 of Part 42 of the Education Code. Of this amount $6,000,000 may only be allocated to serve 10,000 additional students over the number served in the 1999–2000 fiscal year. Funds provided in this item for Extended Opportunity Programs and Services (EOPS) shall be available to students on all campuses within the California Community College system, including those students on new campuses or in new districts. $12,370,000 is for funding, at all colleges, the Cooperative Agencies Resources for Education (CARE) program in accordance with Article 4 (commencing with Section 79150) of Chapter 9 of Part 48 of the Education Code. The board of governors shall allocate funds on a priority basis and to local programs on the basis of need for student services.
9. Of the funds appropriated in Schedule (6), at least $5,000,000 shall only be available to increase the amount of grants to students for purchasing

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books. In addition, these funds shall not supplant the amount of resources used for book grants by the community colleges in Extended Opportunity Programs and Services.

10. The funds appropriated in Schedule (7) are for funding the 2002–03 costs for the Community College Teacher and Reading Development Partnerships. Grants are designed to both encourage promising students to pursue careers in teaching through development of an articulated internship program with school districts and California State University institutions and to assist elementary school pupils to develop improved reading skills. Acceptance of grants shall constitute concurrence by the district to collect and provide all information specified by the chancellor. The board of governors shall administer the program in accordance with the plan approved by the Office of the Secretary for Education.

11. (a) The funds appropriated in Schedule (8) are for local assistance for funding the excess direct instructional cost of providing special support services or instruction, or both, to disabled students enrolled at community colleges, and for state hospital programs.

    (b) Of the amount appropriated in Schedule (8), $3,945,000 shall be used to address deficiencies identified by the federal Office of Civil Rights (OCR) as follows:

        (1) $597,000 to provide access to print information to visually impaired students by creating and printing braille versions of written materials.

        (2) $3,348,000 to provide accessibility to hearing impaired distance education students by having live and closed captioning on telecourses and other video and Internet related instructions.

    (c) Of the amount appropriated in Schedule (8) at least $943,000 shall be used for support of the High Tech Centers for activities including, but not limited to, training of district employees, staff and students in the use of specialized computer equipment for the disabled. All High Tech Centers shall meet standards developed by the chancellor's of-

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fice. Colleges that receive these augmentations shall not supplant existing resources provided to the centers.

(d) Notwithstanding any other provision of law, of the funds appropriated in Schedule (8) of this item, $1,529,000 shall be for state hospital adult education programs at the hospitals served by the Coast, Kern, and West Valley Community College Districts since the 1986–87 fiscal year. The amount provided includes the level of funding provided for these state hospital programs in the 1986–87 fiscal year, plus subsequent cost-of-living adjustments if provided. If adult education services at any of the three hospitals are not supported by the community colleges in the 2002–03 fiscal year, the associated funds shall, upon order of the Department of Finance, after 30 days' notice to the Chairperson of the Joint Legislative Budget Committee, be transferred to the State Department of Developmental Services (DDS). For any transfer of funds to DDS during the 2002–03 fiscal year, the Proposition 98 base funding levels for community colleges and DDS shall be adjusted accordingly.

12. Of the funds appropriated in Schedule (21):

(a) Up to $1,944,000 is for the Puente Project to support 75 colleges and is available if these funds are matched by $200,000 of private funds and the participating community colleges and University of California campuses maintain their 1995–96 support level for the Puente Project. These funds are not required to be allocated on a temporary basis and may be allocated on a permanent basis to support a Puente Project that meets the conditions of the Puente Project contract agreement. All funding shall be allocated directly to participating districts in accordance with their participation agreement.

(b) Up to $2,489,000 is for the Mathematics, Engineering and Science Achievement (MESA) Programs. These funds are not required to be allocated on a temporary basis and may be allocated on a permanent basis provided the conditions for receipt of funds

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continue to be met. For each dollar allocated, the recipient district shall provide one dollar in matching funds.

(c) No less than $1.8 million is reserved for maintaining middle college high school programs pursuant to the Governor's initiative.

(d) With the exception of special part-time students at the community colleges pursuant to Section 48802 of the Education Code, student workload based on participation in the Middle College High School Program shall not be eligible for community college state apportionment.

13. The funds appropriated in Schedule (10), Special Services for CalWORKs recipients, are for the purpose of assisting welfare recipient students and those in transition off of welfare to achieve long-term self-sufficiency through coordinated student services offered at community colleges, including: workstudy, other educational related work experience, job placement services, child care services, and coordination with county welfare offices to determine eligibility and availability of services. All services funded in this schedule shall be for current CalWORKs recipients or prior CalWORKs recipients who are in transition off of cash assistance for no more than two years. Current cash assistance recipients may utilize these services until their initial educational objectives are met. Former recipients in transition off of cash assistance may utilize these services for a period of up to two years after leaving cash assistance subject to the conditions of this provision. These funds shall be used to supplement and not supplant existing funds and services provided for CalWORKs recipients attending community colleges. The chancellor shall develop an equitable method for allocating funds to all districts and colleges based on the relative numbers of CalWORKs recipients in attendance and shall allocate funds for the following purposes:

(a) Job placement.

(b) Coordination with county welfare offices and other local agencies, including local workforce investment boards.

(c) Curriculum development and redesign.

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(d) Child care and workstudy.
(e) Instruction.
(f) Postemployment skills training and related skills.

Of the amount appropriated in Schedule (10) of this item, $15,000,000 shall be for child care and shall not require a district match. For the remaining $20,000,000, districts shall, as a condition of receipt of these funds, provide a $1 match for every $1 provided by the state.

Funds utilized for subsidized child care shall be for children of CalWORKs recipients through campus-based centers or parental choice vouchers at rates and with rules consistent with those applied to related programs operated by the State Department of Education, including eligibility, reimbursement rates, and parental contribution schedules. Subsidized campus child care for CalWORKs recipients may be provided during the period they are engaged in qualifying state and federal work activities through attainment of their initial education and training plan and for up to three months thereafter or until the end of the academic year, whichever period of time is greater.

Funds utilized for workstudy shall be used solely for payments to employers that currently participate in campus-based workstudy programs or are providing work experiences that are directly related to and in furtherance of student educational programs, provided that those payments may not exceed 75 percent of the wage for the workstudy positions, and the employers shall pay at least 25 percent of the wage for the workstudy position. These funds may be expended only if the total hours of education, employment, and workstudy for the student are sufficient to meet both state and federal minimum requirements for qualifying work-related activities.

Funds may be used to provide credit or noncredit classes for CalWORKs students if a district has committed all of its funded FTES and is unable to offer the additional instructional services to meet the demand for CalWORKs students. This determination shall be based on fall enrollment information. Districts shall make ap-

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plication to the chancellor's office by October 15. If the chancellor approves the use of funds for direct instructional workload, the chancellor's office shall submit a report to the Joint Legislative Budget Committee by November 15, 2002, that (1) identifies the enrollment of new CalWORKs students, (2) states whether and why additional classes were needed to accommodate the needs of CalWORKs students, and (3) sets forth an expenditure plan for the balance of funds.

As a condition of receipt of the funds appropriated in Schedule (10), by the fourth week following the end of the semester or quarter term commencing in January 2003, each participating community college shall submit to the chancellor's office a report, in the format specified by the chancellor in consultation with the State Department of Social Services, that includes, but is not limited to, the funded components, the number of hours of child care provided, the average monthly enrollment of CalWORKs dependents served in child care, the number of workstudy hours provided, the hourly salaries and type of jobs, the number of students being case managed, the short-term programs available, the student participation rates, and other outcome data. It is intended that, to the extent practical, reporting from colleges utilize data gathered for federal reporting requirements at the state and local level. Further, it is intended that the chancellor's office compile the information for annual reports to the Legislature, the Governor, the Legislative Analyst, and the Departments of Finance and Social Services by November 15 of each year as specified in the annual Budget Act.

First priority for expenditures of any funds appropriated in Schedule (10) shall be in support of current CalWORKs recipients. However, if caseloads are insufficient to fully utilize all of the funding in this schedule in a cost beneficial way, it is intended that up to $5,000,000 of the $20,000,000 subject to local matching requirements may be allocated for providing postemployment services to former CalWORKs recipients who have been off of cash assistance for no longer than two years to assist them in upgrading

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skills, job retention, and advancement. Allowable services include direct instruction that cannot be funded under available growth funding, child care to support attendance in these classes consistent with this provision, job development and placement services, and career counseling and assessment activities which cannot be funded through other programs. Child care services may only be provided for periods commensurate with a student's need for postemployment training within the two-year transitional period.

Prior to allocation of funds for postemployment services, the chancellor shall first secure the approval of the Department of Finance for the allocations, complete a cumulative report on the outcomes, activities, and cost-effectiveness of the program no later than November 15, 2002, in compliance with the Budget Acts of 1998 (Ch. 324, Stats. 1998) and 1999 (Ch. 50, Stats. 1999) and this act, and shall provide the rationale and justification for the proposed allocation of postemployment services to districts for transitional students.

15. Nonfederal funds appropriated in Schedule (10) of this item have been budgeted to meet the state's Temporary Assistance for Needy Families maintenance-of-effort requirement pursuant to the federal Personal Responsibility and Work Opportunity Reconciliation Act of 1996 (Public Law 104-193) and may not be expended in any way that would cause their disqualification as a federally allowable maintenance-of-effort expenditure.

16. The funds in Schedule (11) of this item shall be allocated to provide foster parent training. Funds shall be allocated in such a manner as to ensure priority for training required by Section 1529.2 of the Health and Safety Code. Districts shall make services available to foster parents to satisfy the requirements of Section 1529.2 of the Health and Safety Code as a first priority. Remaining funds may be used for services to foster child relative caretakers and for additional parenting skills, thereafter.

18. (a) The funds appropriated in Schedule (12) are for the purpose of student matriculation, as specified in Article 1 (commencing with

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Section 78210) of Chapter 2 of Part 48 of the Education Code.

(b) Of the amount appropriated in Schedule (12), an amount equal to 15.64 percent of that amount shall be allocated to community college districts on a one-to-one matching fund basis to provide matriculation services to include, but not be limited to, orientation, assessment, and counseling for students enrolled in designated noncredit classes and programs who may benefit most, as determined by the Chancellor of the California Community Colleges pursuant to Sections 78216 to 78218, inclusive, of the Education Code.

19. The funds in Schedule (16) of this item shall be allocated solely to increase compensation for part-time faculty from the amounts previously authorized. Funds shall be distributed to districts based on the total actual full-time equivalent students served in the previous fiscal year and include a small district factor as determined by the chancellor. These funds are to be used to assist districts in making part-time faculty salaries more comparable to full-time salaries for similar work, as determined by each district's local collective bargaining unit. These funds shall not supplant the amount of resources each district used to compensate part-time faculty or be used to exceed parity of each part-time faculty employed by each district with regular full-time faculty at the same district, as certified by the chancellor. If a district achieves parity, its allocation may be used for any other educational purpose.

21. (a) $12,500,000 of the funds provided in Schedule (18) shall be for the purpose of providing allocations to all districts. It is the intent that colleges receiving these funds shall maintain all of the capabilities specified in the Budget Acts of 1996 through 2002 for the Telecommunications and Technology Infrastructure program. The funds appropriated in this item shall be allocated by the chancellor, shall not supplant existing funds used for technology and networking purposes, and shall be subject to established fiscal controls, annual re-

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porting and accountability requirements specified by the chancellor. It is the intent that this allocation shall enable further development of networks. Therefore, colleges shall match maintenance and ongoing costs with other funds, after installation, for the following required purposes: (1) maintenance of communication lines, software and other costs associated with connecting to the collaborative California State University/California Community College telecommunications wide area network (4C Net); (2) video conference connectivity, transport, maintenance, and training; (3) local planning and development for improving library technology including library automation, connections to college local area networks and connections to external databases; (4) digital satellite systems and the following optional purposes: (A) the development, expansion, and maintenance of local area networks both within and between buildings: (B) development, expansion, and maintenance of districtwide wide area networks for interconnecting multiple campuses and off-campus centers within a district; and (C) implementation of local technology applications that are intended to improve student learning and other services.

All provisions related to technology standards and telecommunication plans as specified in Provision 17(a) of Item 6870-101-0001 of Section 2.00 of the Budget Act of 1996 (Ch. 162, Stats. 1996) and Provision 14(a) of Item 6870-101-0001 of Section 2.00 of the Budget Act of 1997 (Ch. 282, Stats. 1997), shall apply.

(b) $12,000,000 of the funds provided in Schedule (18) of this item shall be for the purpose of supporting technical and application innovations and for coordination of activities that serve to maximize the utility of the technology investments of the community college system toward improving learning outcomes. Allocations shall be made by the chancellor, based on criteria and guidelines as developed by the chancellor, on a com-

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petitive basis through the RFA/RFP application process as follows:

(1) All provisions as specified in Provision 17(b)(2) of Item 6870-101-0001 of Section 2.00 of the Budget Act of 1996 (Ch. 162, Stats. 1996) shall apply to Provision (1) above.

(2) Not more than $10,000,000 shall be available for centers to provide regional coordination for technical assistance and planning, cooperative purchase agreements, and faculty and staff development. All other provisions as specified in Provision 17(b)(3) of Item 6870-101-0001 of Section 2.00 of the Budget Act of 1996 (Ch. 162, Stats. 1996) shall apply. $4.0 million is intended to fund the segment's share of upgrading the 4C Net backbone from an OC-3 to an OC-12 Network and shall be matched dollar for dollar by the CSU. If this condition is not met, the chancellor shall report the reasons the expenditure should still be made on any other use of the funds using the reporting provisions of the Section 28.00 process. $2.3 million is for the development and implementation of a systemwide audio bridging and telephony capability of the 4C Net backbone to facilitate collaboration of faculty, students, and staff in instruction, student services, and shared governance activities.

(3) $2,000,000, or as much as necessary, shall be available for a statewide digital uplink for the purpose of delivering statewide satellite services to system colleges and districts related to instruction, student support, and administration.

(c) The chancellor shall submit an annual report to the Legislative Analyst, the budget and fiscal committees of the Legislature, and the Department of Finance no later than November 1, 2002, identifying any changes to the standards developed pursuant to the control

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provisions for this program in the Budget Act of 1997 (Ch. 282, Stats. 1997), the status of the implementation of the Telecommunication and Technology Infrastructure Program to date and any additional needs, including the reasons therefore.

22. The funds provided in Schedule (19) of this item shall be available for grants to districts to fund California Virtual University distance education centers, for instructing faculty in teaching courses online, and other expenses for conversion of courses for distance education. The funds appropriated in this item shall not supplant existing funds and shall be subject to established fiscal controls, annual reporting and accountability requirements specified by the chancellor. The chancellor shall develop criteria for the allocation of these funds. As a condition of receipt of the funds, colleges are required to submit to the chancellor's office reports in a format specified by the chancellor sufficient to document the value and productivity of this program including but not limited to numbers and nature of courses converted, and the amount of distance education instructional workload services provided as a result of these courses. It is intended that the chancellor's office further develop the reporting criteria for participating colleges and submit that for review along with an annual progress report on program implementation to the Legislative Analyst, Office of the Secretary for Education, and the Department of Finance no later than November 1, 2002, for review and comment.
23. Of the funds provided in Schedule (22) for the Economic Development Program:
    (a) $17,536,000 is allocated for grants for regional business resources assistance and innovation Network Centers.
    (b) $7,537,000 is allocated for Industry Driven Regional Education and Training Collaboratives. These grants shall be made on a competitive basis and the award amounts shall not be restricted to any predetermined limit, but rather shall be funded on their individual merits.

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(c) $4,149,000 is allocated for statewide network leadership, organizational development, coordination, information and support services, or other program purposes.	
(d) $5,000,000 is available for Job Development Incentive Training programs focused on job creation for public assistance recipients. Any annual savings from this subdivision shall only be available for expenditure for one-time activities listed under subdivision (j) of Section 88531 of the Education Code.	
(e) $2,100,000 is allocated for Mexican International Trade Centers operated consistent with the requirements of subdivision (a) of Section 1 of Chapter 959 of the Statutes of 1999.	
(f) $4,000,000 is allocated to continue enrollment growth provided for community college nursing programs pursuant to paragraph (2) of subdivision (a) of Section 2 of Chapter 514 of the Statutes of 2001.	
(g) The following provisions apply to the expenditure of funds within subdivisions (a) and (b) above: Funds allocated for centers and regional collaboratives shall seek to maximize the use of state funds for subdivisions (g) through (j) of Section 88531 of the Education Code. Funds allocated to districts for purposes of subdivisions (g) and (i) of Section 88531 of the Education Code for performance-based training and student internships shall be matched by a minimum of $1 of private business and industry funding for each $1 of state funds. Funds allocated for purposes of subdivision (h) of Section 88531 of the Education Code for credit and noncredit instruction may be transferred to Schedule (1) or (3) to facilitate distribution at the chancellor's discretion. Any funds that become available from Network Centers due to savings, discontinuance, or reduction of amounts shall first be made available for additional allocations in subdivision (b) above to increase the level of subsidized training otherwise available.	

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(h) Funds allocated by the board of governors under this provision may not be used by community college districts to supplant existing courses or contract education offerings. The chancellor shall ensure that funds are spent only for expanded services and shall implement accountability reporting for districts receiving these funds to ensure that training, credit, and noncredit programs remain relevant to business needs. Programs that do not demonstrate continued relevance and support by business shall not be eligible for continued funding. The board of governors shall consider the level of involvement and financial commitments of business and industry as primary factors in making awards. The chancellor shall incorporate grant requirements into its guidelines for audits of Economic Development grants.

(i) A primary objective of the Economic Development program is to maximize instruction, to prepare students for entry-level jobs, to increase skills of the current workforce, and to stimulate the growth of businesses through training so that more jobs are created. The chancellor shall submit an annual report to the Legislative Analyst, the budget and fiscal committees of the Legislature, and the Department of Finance, commencing March 1, 2003, and each March 1 annually thereafter, that includes the amount provided to each Economic Development regional center and each industry-driven regional education and training collaborative, and to the extent practicable, the total number of hours of contract education services, performance-based training, credit and noncredit instruction, and job placements created as a result of this program by each center and collaborative.

24. Of the funds appropriated in Schedule (23), $589,000 is for Project Assist, $835,000 is for the California Articulation Number (CAN) system, $550,000 is for faculty articulation workshops through fiscal year 2004–05.

25. The funds appropriated in Schedule (24) of this item and Schedule (1) of Item 6870-485 shall be distributed by the Chancellor of the California

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Community Colleges to community college districts on a project-by-project basis based on priority of need for the project. As a condition of receiving these funds, a district shall certify that it will increase its operations and maintenance spending from 1995–96 fiscal year actual levels by the amount of the allocation plus an amount to be provided from district discretionary funds equivalent to $1 for each $1 of state funds. The chancellor may waive all or a portion of the matching requirement, case by case, based upon a review of a district's financial condition. The question of whether a district has complied with its resolution shall be reviewed under the annual audit of that district.

26. The funds appropriated in Schedule (25) and Schedule (2) of Item 6870-485 are available for the purpose of providing community college districts with funds to replace high priority instructional equipment and library materials. The Chancellor of the California Community Colleges shall allocate these funds on the basis that, for every $3 of funds allocated from Schedule (25) of this item or Schedule (2) of Item 6870-485, the recipient district shall provide $1 in matching funds. These funds shall not be used for personal services costs or operating expense.

    Of the funds appropriated in Schedule (25), $5 million is available only to institute competitive matching grants for workforce development instructional equipment based on the ability of the grant to leverage the best industry match, at a minimum $1 industry for every $2 allocated by the state. Up to 10% of these grants may be authorized for staff training in the use of new equipment.

27. Of the funds appropriated in Schedules (24), (25) and (26) of this item and Schedules (1) and (2) of Item 6870-485, the Chancellor of the California Community Colleges shall have the discretion to transfer funds among these schedules to fund the highest infrastructure priorities of the system. Funds from Schedules (24) and (26) of this item and Schedule (1) of Item 6870-485 may be used to fund architectural barrier removal projects that meet the requirements of the federal Americans with Disabilities Act of 1990 and

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seismic retrofit projects limited to $400,000. Districts that receive funds for architectural barrier removal projects shall provide a $1 match for every $1 provided by the state. The amounts in Schedules (24) and (26) of this item and Schedule (1) of Item 6870-485 shall be available for expenditure until June 30, 2004.

29. Pursuant to Sections 69648.5, 78216, and 84850 of the Education Code, the Board of Governors of the California Community Colleges may allocate funds appropriated in Schedules (6), (8), and (12) of this item by grant or contract, or through the apportionment process, to one or more districts for the purpose of providing program evaluation, accountability, monitoring, or program development services, as appropriate under the applicable statute.

6870-101-0814—For local assistance, Board of Governors of the California Community Colleges, for allocation by the Controller in accordance with the provisions of Section 8880.5 of the Government Code as enacted by the voters in Proposition 37 at the November 1984 general election, payable from the California State Lottery Education Fund 138,089,000

Provisions:

1. All funds received pursuant to Proposition 37 that are allocable to community college districts pursuant to Section 8880.5 of the Government Code, that are in excess of the amount appropriated in this item, are hereby appropriated in augmentation of this item.

6870-101-0909—For local assistance, Board of Governors of the California Community Colleges, payable from the Community College Fund for Instructional Improvement 1,975,000

Schedule:

(1) 20.30.021-Instructional Improvement Grants 1,630,000

(2) 20.30.022-Instructional Improvement Loans 345,000

6870-101-0925—For local assistance, Board of Governors of the California Community Colleges, Program 20.30.050-Economic Development, payable from California Business Resources and Assistance Innovation Network Fund 15,000

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6870-101-0959—For local assistance, Board of Governors of the California Community Colleges, for Program 20.10.060-Student Services Foster Parent Training Program, payable from the Foster Children and Parent Training Fund pursuant to Section 903.7 of the Welfare and Institutions Code 2,967,000

6870-103-0001—For local assistance, Board of Governors of the California Community Colleges (Proposition 98), to allow selected community colleges to make the required lease-purchase payments..... 36,668,000

Schedule:

(1) Rental and administration 57,641,000

(2) Reimbursements .....–20,973,000

Provisions:

1. The funds appropriated in this item are for transfer by the Controller during the 2002–03 fiscal year to Section B of the State School Fund.
2. The Controller shall transfer funds appropriated in this item according to a schedule to be provided by the State Public Works Board. The schedule shall be provided on a monthly basis or as otherwise might be needed to ensure debt requirements are met.

6870-111-0001—For local assistance, Board of Governors of the California Community Colleges..... 0

Schedule:

(1) 10.20-CalWORKs Services..... 8,000,000

(1.5) 20.10.015-AmeriCorps Program.. 4,079,000

(2) 20.10.060-Foster Parent Training ... 6,589,000

(3) 20.30.030-Vocational Education..... 58,871,000

(3.5) 20.30.060-Workforce Investment Act 1,328,000

(4) Reimbursements .....–78,867,000

Provisions:

1. The amounts appropriated in Schedules (1) and (3) of this item are for transfer by the Controller to Section B of the State School Fund.
2. The funds appropriated in Schedule (1) of this item are to fund additional fixed, variable, and one-time costs for providing support services and instruction for CalWORKs students which include but are not limited to: job placement and coordination; curriculum development and redesign; child care and workstudy; and instruction. As a condition for funding, colleges are required to submit a plan to the chancellor's office on how the funds will be utilized which shall be based on

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collaboration with county welfare offices about the services and instruction that is needed for CalWORKs recipients.

3. Of the funds appropriated in Schedule (3) of this item, $1,880,000 in reimbursements represents a one-time carryover of unexpended funds from the 2001–02 fiscal year.

6870-295-0001—For local assistance, Board of Governors of the California Community Colleges, (Proposition 98), for reimbursement, in accordance with provisions of Section 6 of Article XIII B of the California Constitution or Section 17561 of the Government Code, of the costs of any new program or increased level of service of an existing program mandate by statute or executive order, for disbursement by the Controller..... 1,691,000

Schedule:

(1) 98.01.000.184—Health Fees (Ch. 1, Stats. 1984, 2nd Ex. Sess.)..... 1,691,000

Provisions:

1. Except as provided in Provision 2 of this item, allocation of funds appropriated in this item to the appropriate local entities shall be made by the State Controller in accordance with the provisions of each statute or executive order that mandates the reimbursement of the costs, and shall be audited to verify the actual amount of the mandated costs in accordance with subdivision (d) of Section 17561 of the Government Code. Audit adjustments to prior year claims may be paid from this item. Funds appropriated by this item may be used to provide reimbursement pursuant to Article 5 (commencing with Section 17615) of Chapter 4 of Part 7 of Division 4 of Title 2 of the Government Code.
2. If the scheduled amount is insufficient to provide full reimbursement of costs, the State Controller may, upon written approval by the Director of Finance, augment those deficient amounts from the unencumbered balance of Item 6110-295-0001 of this act. No order may be issued pursuant to this provision unless written notification of the necessity therefor is provided to the chairperson of the committee in each house which considers appropriation and the Chairperson of the Joint Legislative Budget Committee or his or her designee.

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6870-301-0574—For capital outlay, Board of Governors of the California Community Colleges to be allocated by the Board of Governors to community college districts for expenditure as set forth in the schedule below, payable from the 1998 Higher Education Capital Outlay Bond Fund		13,160,000
Schedule:		
Coast Community College District		
Orange Coast College		
(.5) 40.11.311-Seismic Retrofit Library—Demolition	1,449,000	
Contra Costa Community College District		
Diablo Valley College		
(1) 40.13.221-Seismic Retrofit-Technical Education Building—Preliminary plans, working drawings and construction	1,153,000	
Gavilan Joint Community College District		
Gavilan College		
(1.2) 40.17.104-Adaptive Physical Education—Construction	3,722,000	
Los Angeles Community College District		
West Los Angeles College		
(1.4) 40.26.905-Child Development Center—Equipment	230,000	
San Bernardino Community College District		
San Bernardino Valley College		
(2) 40.46.209-Replace Art Building Seismic/FEMA—Construction	1,659,000	
(3) 40.46.213-Seismic Replacement, Campus Center—Construction	1,653,000	
(4) 40.46.214-Seismic Replacement, Administration—Construction	2,450,000	
San Jose-Evergreen Community College District		
San Jose City College		
(5) 40.50.203-Science Building—Preliminary plans and working drawings	844,000	
6870-301-6028—For capital outlay, Board of Governors of the California Community Colleges to be allocated by the Board of Governors to community college districts for expenditure as set forth in the schedule below, payable from the 2002 Higher Education Capital Outlay Bond Fund		133,088,000

Item	Amount
Schedule:	
Allan Hancock Community College District	
Allan Hancock College	
(1) 40.02.112-Library/Media Technology Center—Working drawings....	315,000
Butte-Glenn Community College District	
Butte College	
(2) 40.05.106-Learning Resource Center—Working drawings	608,000
Cabrillo Community College District	
Watsonville Center	
(3) 40.06.110-Watsonville Center, Phase 2—Equipment.....	1,005,000
Cerritos Community College District	
Cerritos College	
(6) 40.07.118-Science and Math Complex—Life Safety—Construction.....	16,443,000
Chaffey Community College District	
Chaffey College	
(7) 40.08.109-Science Building—Construction	9,489,000
Desert Community College District	
College of the Desert	
(8) 40.10.112-Seismic Retrofit-Dining Hall—Construction	989,000
Contra Costa Community College District	
Diablo Valley College	
(9) 40.13.218-Life Science Reconstruction—Equipment.....	713,000
(10) 40.13.220-Life Science Remodel/Laboratories—Working drawings..	141,000
Los Medanos College	
(11) 40.13.313-Learning Resource Center—Working drawings	284,000
San Ramon Valley Center	
(12) 40.13.400-Phase I Building—Working drawings.....	1,085,000
Fremont-Newark Community College District	
Ohlone College	
(13) 40.16.108-Child Development Center—Construction.....	4,635,000
Glendale Community College District	
Glendale College	
(14) 40.18.122-Allied Health/Aviation Lab—Working drawings	332,000

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Grossmont-Cuyamaca Community College District	
Cuyamaca College	
(15) 40.19.116-Science & Technology Mall—Working drawings	562,000
Grossmont College	
(16) 40.19.207-New Science Building—Working drawings	439,000
Hartnell Community College District	
Hartnell College	
(17) 40.20.101-Library/Learning Resource Center Complex—Working drawings	690,000
Lake Tahoe Community College District	
Lake Tahoe Community College	
(18) 40.23.111-Learning Resource Center—Working drawings	214,000
Long Beach Community College District	
Long Beach City College	
(19) 40.25.115-Replacement of Technology Buildings—Construction and equipment	8,146,000
(20) 40.25.116-Child Development Center—Equipment	197,000
Los Angeles Community College District	
East Los Angeles College	
(21) 40.26.105-Technology Building—Equipment	1,945,000
Los Angeles Mission College	
(23) 40.26.408-Child Development Center—Working drawings	470,000
Los Angeles Southwest College	
(24) 40.26.607-Child Development Center—Working drawings	162,000
Los Angeles Trade-Tech College	
(25) 40.26.702-Child Development Center—Working drawings	117,000
Los Angeles Valley College	
(26) 40.26.803-Health Science Building—Working drawings	435,000
Los Rios Community College District	
American River College	
(27) 40.27.102-Learning Resource Center Expansion—Working drawings	310,000

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Monterey Peninsula Community College District	
Monterey Peninsula College	
(28) 40.32.102-Plant Service Complex (H&S)—Equipment	70,000
Mt. San Antonio Community College District	
Mt. San Antonio College	
(29) 40.33.111-Seismic Retrofit-Four Buildings—Construction	1,880,000
(30) 40.33.112-Science Building Replacement—Construction	18,879,000
North Orange Community College District	
Cypress College	
(31) 40.36.100-Library/Learning Resource Center—Working drawings	499,000
Fullerton College	
(32) 40.36.200-Library/Learning Resource Center—Construction	15,926,000
Palo Verde Community College District	
Palo Verde College	
(33) 40.37.102-Technology Building Phase II—Working drawings	246,000
Rancho Santiago Community College District	
Santa Ana College	
(34) 40.41.124-Physical Education—Seismic Replacement Expansion—Working drawings	223,000
Riverside Community College District	
Riverside College	
(35) 40.44.101-Learning Resource Center—Equipment	2,534,000
San Francisco Community College District	
Chinatown Center	
(40) 40.48.108-Campus Building—Working drawings	1,185,000
San Joaquin Delta Community College District	
San Joaquin Delta College	
(40.5) 40.49.105-Electron Microscopy Technology Center—Equipment	661,000
(41) 40.49.106-Electrical System—Construction	2,766,000
San Luis Obispo County Community College District	
Cuesta College	
(42) 40.51.112-Theater Arts Building—Working drawings	397,000

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North County Center	
(43) 40.51.200-Initial Building-Science Cluster—Construction	8,107,000
San Mateo County Community College District	
Districtwide	
(43.5) 40.52.004-Seismic Upgrade Phase 1—Construction	1,817,000
(44) 40.52.006-Fire Alarm Replacement Phase II—Construction	1,998,000
College of San Mateo	
(45) 40.52.206-Seismic Retrofit-Student Services Building #6—Construction	3,745,000
Skyline College	
(46) 40.52.307-Seismic Retrofit-Gym Building #3—Construction	1,567,000
(47) 40.52.308-Seismic Retrofit-Buildings #7 and #8—Construction	3,923,000
Santa Barbara Community College District	
Santa Barbara City College	
(48) 40.53.120-Gymnasium Remodel—Working drawings	164,000
Sequoias Community College District	
College of the Sequoias	
(49) 40.56.112-Science Center—Working drawings	390,000
Shasta-Tehama-Trinity Jt. Community College District	
Shasta College	
(50) 40.57.103-Library Addition—Working drawings	243,000
Sonoma County Community College District	
Santa Rosa Junior College	
(51) 40.61.402-Learning Resource Center—Working drawings	1,028,000
Chabot-Las Positas Community College District	
Las Positas College	
(52) 40.62.215-Physical Education, Gym-Phase I—Working drawings.	466,000
Southwestern Community College District	
Southwestern College	
(53) 40.63.104-Child Development Center—Working drawings	193,000

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State Center Community College District	
Reedley College	
(54) 40.64.400-Learning Resource Center Addition—Working drawings	195,000
Ventura County Community College District	
Moorpark College	
(55) 40.65.108-Learning Resource and Technology Center—Equipment	2,708,000
(56) 40.65.109-Child Development Center—Working drawings	103,000
Ventura College	
(57) 40.65.304-Learning Resource Center—Equipment	2,848,000
Victor Valley Community College District	
Victor Valley Community College	
(58) 40.66.116-Seismic Retrofit-Auxiliary Gymnasium—Construction	1,000,000
West Hills Community College District	
Kings County Center	
(59) 40.67.204-Classrooms/ Laboratories Phase 2B—Working drawings	372,000
West Valley-Mission Community College District	
Mission College	
(60) 40.69.208-Main Building 3rd Floor Reconstruction—Working drawings	167,000
Yuba Community College District	
Yuba College	
(61) 40.71.106-Adaptive Physical Education Therapy Facility—Construction	1,218,000
Woodland Center	
(62) 40.71.305-Science Building—Construction	5,844,000

Provisions:

1. The appropriation made in this item for studies, preliminary plans, working drawings, or minor capital outlay is available for expenditure until December 31, 2003. In addition, the balance of every appropriation made in this item that contains funding for construction that has not been allocated, through fund transfer or approval to proceed to bid, by the Department of Finance on or before December 31, 2003, shall revert as of that date.

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6870-485—Reappropriation (Proposition 98) California Community Colleges. The sum of ~~$53,189,000~~ *$34,497,000* is reappropriated from the Proposition 98 Reversion Account for the following purposes.

0001—General Fund

(1) $17,248,000 to the California Community Colleges for the purpose of funding fiscal year 2002–03 costs for the Scheduled Maintenance/Special Repairs Program.

(2) $17,249,000 to the California Community Colleges for the purpose of funding fiscal year 2002–03 costs for the Instructional Equipment and Library Materials Replacement Program.

~~(3) $9,000,000 to the California Community Colleges for the purpose of funding fiscal year 2002–03 costs for Special Services for CalWORKs Recipients. These funds are to be used in accordance with the provisional language associated with funds provided for Special Services for CalWORKs Recipients in Schedule (10) of Item 6870-101-0001, but do not require a local match.~~

~~6870-486—Reappropriation (Proposition 98), California Community Colleges. Notwithstanding any other provision of law, the balances as of June 30, 2002, of the appropriations provided in the following citations are reappropriated for the purposes and subject to the limitations, unless otherwise specified, provided for in the appropriations and shall be available for encumbrance and expenditure until June 30, 2003:~~

~~0001—General Fund~~

~~(1) An amount not to exceed $20,000,000 from Item 6870-101-0001, Budget Act of 2001 (Ch. 106, Stats. 2001), exclusive of balances from Schedule (1), Apportionments, and Schedule (3), Growth for Apportionments, shall be available for Special Services for CalWORKs Recipients, Matriculation, and Faculty and Staff Development.~~

6870-490—Reappropriation, Board of Governors of the California Community Colleges. Notwithstanding any other provision of law, the balances of the appropriations provided in the following citations are reappropriated for the purposes and subject to the

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limitations, unless otherwise specified, provided in those appropriations:

0574—Higher Education Capital Outlay Bond Fund of 1998

(1) Item 6870-301-0574, Budget Act of 1999 (Ch. 50, Stats. 1999), as reappropriated by Item 6870-490, Budget Act of 2000 (Ch. 52, Stats. 2000), and by Item 6870-490, Budget Act of 2001 (Ch. 106, Stats. 2001)

Marin Community College District

College of Marin (Kentfield Campus)

(46) 40.28.206-Child Development Center—Construction

(2) Item 6870-301-0574, Budget Act of 2000 (Ch. 52, Stats. 2000), as reappropriated by Item 6870-490, Budget Act of 2001 (Ch. 106, Stats. 2001)

Los Angeles Community College District

Los Angeles Southwest College

(33) 40.26.606-Seismic Replacement—Student Services-Construction

San Bernardino Community College District

San Bernardino Valley College

(53) 40.46.206-Seismic Replacement—Life Science Building-Construction

(3) Item 6870-301-0574, Budget Act of 2001 (Ch. 106, Stats. 2001), as amended by Chapter 891, Statutes of 2001

Cerritos Community College District

Cerritos College

(7) 40.07.114-Seismic Retrofit—Liberal Arts-Construction

(8) 40.07.115-Seismic Retrofit—Social Sciences-Construction

(9) 40.07.116-Seismic Retrofit—Metals-Working Drawings

(10) 40.07.117-Seismic Retrofit—Electronics-Working drawings

(11) 40.07.118-Science and Math Complex—Life Safety-Working drawings

Contra Costa Community College District

Diablo Valley College

(17) 40.13.218-Life Science Renovation—Construction

(18) 40.13.219-Seismic Retrofit—Humanities Building-Construction

Item	Amount
El Camino Community College District	
El Camino College	
(19) 40.14.109-Science Complex Renovation (H&S)—Construction	
Long Beach Community College District	
Long Beach City College	
(26) 40.25.116-Child Development Center—Construction	
Los Angeles Community College District	
East Los Angeles College	
(27) 40.26.105-Technology Building—Construction	
Los Angeles City College	
(28) 40.26.204-Child Care Development Center—Working drawings	
Los Angeles Trade-Tech College	
(30) 40.26.701-Building F Mechanical System Conversion—Construction	
Monterey Peninsula Community College District	
Monterey Peninsula College	
(36) 40.32.102-Plant Services Complex (H&S)—Construction	
Mt. San Antonio Community College District	
Mt. San Antonio College	
(38) 40.33.112-Science Building Replacement—Working drawings	
North Orange Community College District	
Fullerton College	
(41) 40.36.201-Seismic Retrofit, Home-Fine Arts Building—Construction	
Rancho Santiago Community College District	
Santa Ana College	
(44) 40.41.119-Seismic Retrofit, Auto Diesel—Construction	
(45) 40.41.120-Seismic Retrofit, Library—Construction	
San Bernardino Community College District	
San Bernardino Valley College	
(48) 40.46.205-Child Development Center—Construction	
(50) 40.46.210-Seismic Retrofit, Auditorium—Construction	
(51) 40.46.211-Seismic Retrofit, Business Building—Construction	
(52) 40.46.212-Seismic Retrofit, Technical Building—Construction	

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San Diego Community College District
District Office
(53) 40.47.001-Seismic Retrofit District Headquarters Building—Construction
Center City College
(55) 40.47.501-Seismic Retrofit, Administration Building—Construction
San Francisco Community College District
Mission Center Campus Project
(15)(A) 40.48.106-Mission Center Building—Working drawings
San Joaquin Delta Community College District
San Joaquin Delta College
(56) 40.49.106-Electrical System Infrastructure—Working drawings

6870-491—Reappropriation, Board of Governors of the California Community Colleges. Notwithstanding any other provision of law, funds appropriated in the following citation shall be available for liquidation until June 30, 2003.

Item 6870-301-0574, Budget Act of 1999 (Ch. 50, Stats. 1999)
Compton Community College District
Compton College
(12) 40.12.107-Seismic Replacement/Expansion LRC—Working drawings
San Francisco Community College District
Community College of San Francisco, Mission Center
(63.1) 40.48.106-Mission Campus Building—Preliminary plans

6870-495—Reversion, California Community Colleges (Proposition 98). The balance as of June 30, 2002, specified herein, of the appropriations provided for in the following citations shall revert to the Proposition 98 Reversion Account:

(1) $18,497,000, or whatever lesser or greater amount reflects the surplus in property taxes from the estimate used to calculate apportionments for the Budget Act of 2001, as certified by the Department of Finance, from Schedule (a)10.10.010-Apportionments of Item 6870-101-0001 of Section 2.00 of the Budget Act of 2001 (Ch. 106, Stats. 2001).

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6870-497—Reversion, Board of Governors of the California Community Colleges. As of June 30, 2002, the unencumbered balance of the appropriation provided in the following citation shall revert to the fund from which the appropriation was made:

0574—Higher Education Capital Outlay Bond Fund of 1998

(1) Item 6870-301-0574, Budget Act of 2000 (Ch. 52, Stats. 2000), as reappropriated by Item 6870-490, Budget Act of 2001 (Ch. 106, Stats. 2001)

Coast Community College District

Orange Coast College

(9) 40.11.311-Seismic Retrofit Library—Construction

Gavilan Community College District

Gavilan College

(18) 40.17.104-Adaptive Physical Education—Construction

San Mateo Community College District

Districtwide

(64) 40.52.004-Seismic Upgrade Phase I—Construction

(2) Item 6870-301-0574, Budget Act of 2001 (Ch. 106, Stats. 2001)

Cerritos Community College District

Cerritos College

(6) 40.07.113-Seismic Retrofit Administration—Construction

7980-001-0001—For support of Student Aid Commission 10,631,000

Schedule:

(1) 15-Financial Aid Grants Program...	~~12,342,000~~ *12,244,000*
(2) 50-California Loan Program	1,484,000
(3) 80.01-Administration and Support Services	3,302,000
(4) 80.02-Distributed Administration and Support Services.....	–3,302,000
(5) Reimbursements	~~–3,195,000~~ *–3,097,000*

Provisions:

1. The reimbursement authority provided in Schedule (5) shall be available only to the extent that funded activities are consistent with federal law pertaining to the Student Loan Operating Fund.

7980-101-0001—For local assistance, Student Aid Commission..... 650,921,000

Item Amount

Schedule:

(1) 15-Financial Aid Grants Program...674,640,000

(2) Reimbursements.....–14,238,000

(3) Amount payable from the Federal Trust Fund (Item 7980-101-0890).. –9,481,000

Provisions:

1. Funds appropriated in Schedule (1) are for the purposes of all of the following:
   (a) Awards in the Cal Grant Program under Chapter 1.7 and Article 3 (commencing with Section 69530) of Chapter 2 of Part 42 of the Education Code.
   (b) Graduate fellowship renewal awards under former Article 9 (commencing with Section 69670) of Chapter 2 of Part 42 of the Education Code.
   (c) Grants under Section 4709 of the Labor Code.
   (d) California Student Opportunity and Access Program contract agreements under Article 4 (commencing with Section 69560) of Chapter 2 of Part 42 of the Education Code.
   (e) The purchase of loan assumptions under Article 5 (commencing with Section 69612) of Chapter 2 of Part 42 of the Education Code. 7,500 warrants shall be issued to California students pursuant to the purchase of loan assumptions.
   (f) Grants under the California State Work-Study Program, Article 18 (commencing with Section 69950) of Chapter 2 of Part 42 of the Education Code.
   (g) The purchase of loan assumptions under Article 5.5 (commencing with Section 69618) of Chapter 2 of Part 42 of the Education Code.
   (h) New and renewal Cal Grant awards in amounts not to exceed award levels comparable to those in effect for the 2000–01 award year except as otherwise provided by law.
   (i) Of the amount appropriated in Schedule (1), $6,000,000 is for the Cal Grant T Program. The commission shall issue as many awards as appropriate, given the designated funding level.
2. If federal trust funds for the 2002–03 fiscal year exceed budgeted levels, the funds appropriated shall, to the extent allowable by federal law, be reduced on a dollar-for-dollar basis.

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3. Eligibility for money appropriated by this item is limited to students who demonstrate financial need according to the nationally accepted needs analysis methodology, who meet other Student Aid Commission eligibility criteria, and whose income or family's gross income does not exceed $76,500 for the purposes of determining recipients for the 2002–03 award year.
5. Notwithstanding any other provision of law, the maximum award for new recipients attending private and independent institutions shall be $9,708; the Cal Grant B subsistence award for all recipients shall be $1,551; the maximum Cal Grant C award for all recipients shall be $2,592; and the Cal Grant C book and supply award for all recipients shall be $576.
6. Of the funds appropriated in Schedule (1), at least $8,567,000 in reimbursements from the Federal Family Education Loan Program, administered by the Student Aid Commission as the State Student Loan Guarantee Agency, is for the purposes of the California Student Opportunity and Access Program to provide financial aid awareness and related outreach, consistent with Article 4 (commencing with Section 69560) of Chapter 2 of Part 342 of the Education Code and Section 1072b of Title 20 of the United States Code.

7980-101-0890—For local assistance, Student Aid Commission, for payment to Item 7980-101-0001, payable from the Federal Trust Fund 9,481,000

7980-495—Reversion, Student Aid Commission. The unencumbered balance as of June 30, 2002, of the appropriation provided in the following citation shall revert to the fund balance of the fund from which the appropriation was made.

0001—General Fund

(1) Item 7980-101-0001, Budget Act of 2001 (Ch. 106, Stats. 2001)

GENERAL GOVERNMENT

8100-001-0001—For support of Office of Criminal Justice Planning 10,331,000

Schedule:

(1) 20.01-Administration..... 3,173,000
(2) 20.02-Distributed Administration ... –3,173,000
(3) 50-Criminal Justice Projects 15,064,000

Item	Amount
(3.5) 51-California Antiterrorism Information Center	6,700,000
(4) Reimbursements	–310,000
(5) Amount payable from the Local Public Prosecutors and Public Defenders Training Fund (Item 8100-001-0241)	–67,000
(6) Amount payable from the Victim Witness Assistance Fund (Item 8100-001-0425)	–1,487,000
(7) Amount payable from the High Technology Theft Apprehension and Prosecution Program Trust Fund (Item 8100-001-0597)	–913,000
(8) Amount payable from the Federal Trust Fund (Item 8100-001-0890).	–8,656,000

Provisions:

1. The funds appropriated in Schedule (3.5) shall be used to continue and expand funding for the California Antiterrorism Information Center Program, which shall provide investigative assistance to local and federal law enforcement agencies, provide intelligence gathering and data analysis, and create and maintain a statewide informational database to analyze and distribute information related to terrorist activities. The OCJP shall allocate funds to the Department of Justice for these purposes upon the request of the Department of Justice.
2. It is the intent of the Legislature that the General Fund shall be reimbursed from future allocations of federal security-related funds that may be used for the purposes described in this item.

8100-001-0241—For support of Office of Criminal Justice Planning, for payment to Item 8100-001-0001, payable from the Local Public Prosecutors and Public Defenders Training Fund 67,000

Provisions:

1. Notwithstanding any other provision of law restricting the costs of administering individual programs, the full amount of this appropriation may be used by the Office of Criminal Justice Planning for administrative costs.

8100-001-0425—For support of Office of Criminal Justice Planning, for payment to Item 8100-001-0001, payable from the Victim Witness Assistance Fund .. 1,487,000

Item	Amount
8100-001-0597—For support of Office of Criminal Justice Planning, for payment to Item 8100-001-0001, payable from the High Technology Theft Apprehension and Prosecution Program Trust Fund	913,000
Provisions:	
1. Funds appropriated in this item are for the High Technology Theft Apprehension and Prosecution Program, as established by Chapter 5.7 (commencing with Section 13848) of Title 6 of Part 4 of the Penal Code, as amended by Chapter 555, Statutes of 1998, and shall be deposited in the High Technology Theft Apprehension and Prosecution Program Trust Fund, established pursuant to Section 13848.4 of the Penal Code.	
8100-001-0890—For support of Office of Criminal Justice Planning, for payment to Item 8100-001-0001, payable from the Federal Trust Fund.....	8,656,000
8100-012-0001—For transfer by the Controller to the High Technology Theft Apprehension and Prosecution Program Trust Fund.....	877,000
Provisions:	
1. Funds appropriated in this item are for the High Technology Theft Apprehension and Prosecution Program, as established by Chapter 5.7 (commencing with Section 13848) of Title 6 of Part 4 of the Penal Code, as amended by Chapter 555, Statutes of 1998, and shall be deposited in the High Technology Theft Apprehension and Prosecution Program Trust Fund, established pursuant to Section 13848.4 of the Penal Code.	
8100-012-0890—For transfer by the Controller from the Federal Trust Fund to the High Technology Theft Apprehension and Prosecution Program Trust Fund.	36,000
Provisions:	
1. Funds appropriated in this item are for the High Technology Theft Apprehension and Prosecution Program established by Chapter 5.7 (commencing with Section 13848) of Title 6 of Part 4 of the Penal Code, and shall be deposited in the High Technology Theft Apprehension and Prosecution Program Trust Fund, established pursuant to Section 13848.4 of the Penal Code.	
8100-101-0001—For local assistance, Office of Criminal Justice Planning.....	~~45,856,000~~ *45,687,000*

Item	Amount
Schedule:	
(1) 50.20.102-Victims Legal Resources Center	86,000
(2) 50.20.151-Domestic Violence Program	730,000
(3) 50.20.152-Family Violence Prevention	97,000
(4) 50.20.301-Rape Crisis Program	50,000
(5) 50.20.351-Homeless Youth Project.	441,000
(6) 50.20.352-Youth Emergency Telephone Referral	~~338,000~~ *169,000*
(7) 50.20.353-Child Sexual Abuse and Exploitation Program	1,000
(8) 50.20.354-Child Sexual Abuse Prevention and Training	336,000
(9) 50.30.501-California Community Crime Resistance Program, to be allocated pursuant to Chapter 5 (commencing with Section 13840) of Title 6 of Part 4 of the Penal Code	461,000
(10) 50.30.502-War on Methamphetamine	15,000,000
(11) 50.30.511-California Career Criminal Apprehension Program	1,154,000
(12) 50.30.512-California Career Criminal Prosecution Program, to be allocated pursuant to Chapter 2.2 (commencing with Section 999b) of Title 6 of Part 2 of the Penal Code	3,987,000
(13) 50.30.513-Major Narcotic Vendors Prosecution Program	2,641,000
(14) 50.30.514-Serious Habitual Offender	273,000
(15) 50.30.515-Vertical Prosecution of Statutory Rape	8,361,000
(16) 50.30.516-Elder Abuse Vertical Prosecution	2,000,000
(17) 50.30.521-Child Sexual Assault Prosecution Program	1,304,000
(18) 50.30.522-Evidentiary Medical Training	682,000
(19) 50.30.525-Child Justice Act	75,000
(20) 50.30.531-Vertical Defense	346,000

Item	Amount
(20.5) 50.30.533-California Innocence Protection Program	800,000
(21) 50.30.541-Public Prosecutors and Public Defenders	14,000
(22) 50.30.651-Suppression of Drug Abuse in Schools Program	2,494,000
(23) 50.30.661-California Gang Violence Suppression Program	3,294,000
(24) 50.30.672-Multi-Agency Gang Enforcement Consortium	124,000
(25) 50.30.815-Rural Crime Prevention Program	3,541,000
(27) Reimbursements	–2,774,000

Provisions:

1. Notwithstanding any other provision of law, the Office of Criminal Justice Planning may provide advance payment of up to 25 percent of grant funds awarded to community-based, nonprofit organizations, cities, school districts, counties, and other units of local government that have demonstrated cashflow problems according to the criteria set forth by the Office of Criminal Justice Planning.
2. To maximize the use of program funds and demonstrate the commitment of the grantees to program objectives, the Office of Criminal Justice Planning shall require all grantees for funds from the Gang Violence Suppression-Curfew Enforcement Strategy program to provide local matching funds of at least 10 percent for the first and each subsequent year of operation. This match requirement applies to each agency that is to receive grant funds. An agency may meet its match requirements with an in-kind match, if approved by the Office of Criminal Justice Planning.
3. Of the amount appropriated in this item, $800,000 appropriated in Schedule (20.5) shall be available for competitive grants for the California Innocence Protection Program. The OCJP shall make the funds available for the purpose of assisting convicted persons who are attempting to establish their actual innocence through the use of postconviction DNA testing. Grants shall only be used to represent indigent inmates convicted of a crime in a California court. Applications for funding provided pursuant to this item shall only be received from qualified nonprofit organizations meeting

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guidelines established by the American Bar Association for operating legal clinics using law students. It is the intent of the Legislature that funds provided to qualifying nonprofit organizations shall be made *available* as soon as possible in the interest of justice and shall be disbursed within 60 days of receipt of an application for funding. For qualified nonprofit organizations receiving funding under this program, at least 25 percent of their total budget for these purposes must come from other sources, which may include in-kind contributions.

Funding for this program shall not be expended for the purpose of court-approved DNA forensic testing under Section 1405 of the Penal Code.

Entities receiving funding under this program shall report to the OCJP the number of requests received and the number of cases in which any of the following have occurred: (1) a preliminary investigation was conducted, (2) a full investigation was conducted and DNA testing was sought, (3) the appellant was represented in court proceedings or an attempt was made to vacate a conviction, and (4) an appellant's conviction was vacated or overturned as a direct result of the representation by the entity ~~or attorney~~ . The entities shall also provide detailed expenditure reports semiannually and annually on the use of funds provided under this program. These semiannual and annual reports shall also list all staff positions supported by this funding and their compensation. The OCJP shall prepare and submit a report to the Joint Legislative Budget Committee on or before February 1, 2003, on the foregoing information for each entity receiving funding under this program.

8100-101-0241—For local assistance, Office of Criminal Justice Planning payable from the Local Public Prosecutors and Public Defenders Training Fund..... 792,000

Schedule:

(1) 50.30.541-Public Prosecutors and Public Defenders..... 792,000

Provisions:

1. Notwithstanding any other provision of law, the Office of Criminal Justice Planning may provide advance payment of up to 25 percent of grant funds awarded to community-based, nonprofit or-

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ganizations, cities, school districts, counties, and other units of local government that have demonstrated cashflow problems according to the criteria set forth by the Office of Criminal Justice Planning.

8100-101-0425—For local assistance, Office of Criminal Justice Planning payable from the Victim Witness Assistance Fund 15,519,000

Schedule:

(1) 50.20.101-Victim-Witness Assistance Program..... 10,871,000

(2) 50.20.301-Rape Crisis Program 3,670,000

(3) 50.20.353-Child Sexual Abuse and Exploitation Program 978,000

Provisions:

1. Notwithstanding any other provision of law, the Office of Criminal Justice Planning may provide advance payment of up to 25 percent of grant funds awarded to community-based, nonprofit organizations, cities, school districts, counties, and other units of local government that have demonstrated cashflow problems according to the criteria set forth by the Office of Criminal Justice Planning.

8100-101-0597—For local assistance, Office of Criminal Justice Planning payable from the High Technology Theft Apprehension and Prosecution Program Trust Fund 13,518,000

Schedule:

(1) 50.30.562-High Technology Theft Apprehension and Prosecution Program..... 13,518,000

Provisions:

1. Funds appropriated in this item are for the High Technology Theft Apprehension and Prosecution Program, as established by Chapter 5.7 (commencing with Section 13848) of Title 6 of Part 4 of the Penal Code, as amended by Chapter 555, Statutes of 1998, and shall be deposited in the High Technology Theft Apprehension and Prosecution Program Trust Fund, established pursuant to Section 13848.4 of the Penal Code.
2. All grantees receiving funds appropriated in this item shall be required to provide matching funds equal to 25 percent of the amount of grant funding received by them from the High Technology Theft

Item	Amount
Apprehension and Prosecution Program Trust Fund.	
8100-101-0890—For local assistance, Office of Criminal Justice Planning payable from the Federal Trust Fund	166,126,000
Schedule:	
(1) 50.20.151-Domestic Violence Program	8,751,000
(2) 50.20.161-Violence Against Women Act	12,990,000
(2.5) 50.20.171-Rural Domestic Violence/Child Victimization	571,000
(3) 50.20.302-Rape Prevention	5,571,000
(4) 50.20.451-Victims of Crime Act (VOCA)	40,698,000
(5) 50.30.525-Child Justice Act	1,775,000
(6) 50.30.550-Byrne State/Local Law Enforcement Assistance	52,118,000
(7) 50.30.555-Residential Substance Abuse Treatment	6,545,000
(8) 50.30.556-Local Law Enforcement Block Grants	882,000
(9) 50.30.559-Peace Officer Protective Equipment	1,275,000
(10) 50.30.661-Gang Violence Suppression Program	1,005,000
(11) 50.30.701-Juvenile Justice and Delinquency Prevention	6,060,000
(12) 50.30.703-Community Delinquency Prevention Program	5,002,000
(13) 50.30.705-Juvenile Accountability Incentive	21,769,000
(14) 50.30.706-Juvenile Justice—Project Challenge	1,114,000

Provisions:

1. Notwithstanding any other provision of law, the Office of Criminal Justice Planning may provide advance payment of up to 25 percent of grant funds awarded to community-based, nonprofit organizations, cities, school districts, counties, and other units of local government that have demonstrated cashflow problems according to the criteria set forth by the Office of Criminal Justice Planning.
2. Of the funds appropriated in this item, $224,000 of the amount allocated for the Victims of Crime Act program (50.20.451) shall be provided for

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support of the Office of Victims Services within the Department of Justice.

8100-112-0001—For transfer by the Controller to the High Technology Theft Apprehension and Prosecution Program Trust Fund ..... ~~13,518,000~~ *13,300,000*

Provisions:

1. Funds appropriated in this item are for the High Technology Theft Apprehension and Prosecution Program, as established by Chapter 5.7 (commencing with Section 13848) of Title 6 of Part 4 of the Penal Code, as amended by Chapter 555 of the Statutes of 1998, and shall be deposited in the High Technology Theft Apprehension and Prosecution Program Trust Fund, established pursuant to Section 13848.4 of the Penal Code.

8100-112-0890—For transfer by the Controller from the Federal Trust Fund to the High Technology Theft Apprehension and Prosecution Program Trust Fund. 218,000

Provisions:

1. Funds appropriated in this item are for the High Technology Theft Apprehension and Prosecution Program established by Chapter 5.7 (commencing with Section 13848) of Title 6 of Part 4 of the Penal Code, and shall be deposited in the High Technology Theft Apprehension and Prosecution Program Trust Fund, established pursuant to Section 13848.4 of the Penal Code.

8100-295-0001—For local assistance, Office of Criminal Justice Planning, for reimbursement, in accordance with the provisions of Section 6 of Article XIII B of the California Constitution or Section 17561 of the Government Code, of the costs of any new program or increased level of service of an existing program mandated by statute or executive order, for disbursement by the State Controller 2,000

Schedule:

(1) 98.01.124.992-Threats Against Peace Officers (Ch. 1249, Stats. 1992, and Ch. 666, Stats. 1995) ... 1,000

(2) 98.01.041.195-Crime Victims' Rights (Ch. 411, Stats. 1995) 1,000

Provisions:

1. Except as provided in Provision 2 of this item, allocations of funds provided in this item to the appropriate local entities shall be made by the State Controller in accordance with the provisions of

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each statute or executive order that mandates the reimbursement of the costs, and shall be audited to verify the actual amount of the mandated costs in accordance with subdivision (d) of Section 17561 of the Government Code. Audit adjustments to prior year claims may be paid from this item. Funds appropriated in this item may be used to provide reimbursement pursuant to Article 5 (commencing with Section 17615) of Chapter 4 of Part 7 of Division 4 of Title 2 of the Government Code.

2. If any of the scheduled amounts are insufficient to provide full reimbursement of costs, the State Controller may, upon notifying the Director of Finance in writing, augment those deficient amounts from the unencumbered balance of any other scheduled amounts therein. No order may be issued pursuant to this provision unless written notification of the necessity therefor is provided to the chairperson of the committee in each house which considers appropriation and the Chairperson of the Joint Legislative Budget Committee or his or her designee.

8100-491—Reappropriation, Office of Criminal Justice Planning. Notwithstanding any other provision of law, the following balances are reappropriated from the following citations, for the purposes specified, and shall be available for encumbrance and expenditure until June 30, 2004.

0001—General Fund

(1) $4,000,000 in Item 8100-101-0001, (Budget Act of 2000) Chapter 52 of the Statutes of ~~2001~~ 2000):

(22.1) 50.30.700-Special Projects—Public Safety, is transferred to Schedule (2) 50.20.~~15~~ 151 -Domestic Violence Program for expenditure.

8100-495—Reversion, Office of Criminal Justice Planning. As of June 30, 2002, the following amounts from the appropriations provided in the following citation shall revert to the fund from which the appropriation was made:

0001—General Fund

(1) $17,195,000 from Item 8100-101-0001, Budget Act of 2000 (Ch. 52, Stats. 2000) Schedule 22.1, Provision 3 for the DNA Profiling Program

Item	Amount
8120-001-0268—For support of Commission on Peace Officer Standards and Training, payable from the Peace Officers' Training Fund	13,508,000
Schedule:	
(1) 10-Standards 6,280,000	
(2) 20-Training 23,038,000	
(3) 30-Peace Officer Training 116,000	
(4) 40.01-Administration 5,143,000	
(5) 40.02-Distributed Administration ... −5,143,000	
(6) Reimbursements ..... −1,259,000	
(7) Amount payable from the Peace Officers' Training Fund (Item 8120-011-0268) ..... −13,111,000	
(8) Amount payable from the Peace Officers' Training Fund (Item 8120-012-0268) ..... −1,556,000	
8120-011-0268—For support of Commission on Peace Officer Standards and Training, for payment to Item 8120-001-0268, payable from the Peace Officers' Training Fund	13,111,000
Provisions:	
1. Funds appropriated in this item are to be used for contractual services in support of local training programs, pursuant to Section 13503(c) of the Penal Code.	
2. Funds may be transferred between this item and Item 8120-101-0268 to meet the needs of local training programs.	
8120-012-0268—For support of Commission on Peace Officer Standards and Training, for payment to Item 8120-001-0268, payable from the Peace Officers' Training Fund	1,556,000
Provisions:	
1. The funds appropriated in this item are to be used for implementation of the "Tools for Tolerance" training program for law enforcement personnel operated by the Simon Wiesenthal Center-Museum of Tolerance. Eligibility to receive funds appropriated by this item as reimbursements is limited to law enforcement agencies authorized by law to receive training reimbursements from the Peace Officers' Training Fund. Both sworn officers and nonsworn personnel who have contact with the public shall, at the discretion of the head of the law enforcement agency seeking reimbursement under this provision, be eligible for re-	

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imbursement, provided that the Museum of Tolerance gives priority to training sworn officers.

8120-101-0268—For local assistance, Commission on Peace Officer Standards and Training, Program 30, for allocation to cities, counties, and cities and counties pursuant to Section 13523 of the Penal Code, payable from the Peace Officers' Training Fund 28,274,000

Provisions:

1. Funds may be transferred between this item and Item 8120-011-0268 to meet the needs of local training programs.
2. The Director of Finance may authorize the augmentation of the total amount available for expenditure under this item in the amount of revenue received by the Peace Officers' Training Fund that is in addition to the revenue appropriated by this item, not sooner than 30 days after notification in writing to the chairpersons of the respective fiscal committees and the Chairperson of the Joint Legislative Budget Committee or his or her designee.

8120-102-0268—For local assistance, Commission on Peace Officer Standards and Training, Program 30, payable from the Peace Officers' Training Fund 444,000

Provisions:

1. Funds appropriated in this item are to be used for implementation of the ''Tools for Tolerance'' training program for law enforcement personnel operated by the Simon Wiesenthal Center-Museum of Tolerance. Eligibility to receive funds appropriated by this item as reimbursements is limited to law enforcement agencies authorized by law to receive training reimbursements from the Peace Officers' Training Fund. Both sworn officers and nonsworn personnel who have contact with the public shall, at the discretion of the head of the law enforcement agency seeking reimbursement under this provision, be eligible for reimbursement, provided that the Museum of Tolerance gives priority to training sworn officers.

8120-295-0001—For local assistance, the Commission on Peace Officer Standards and Training, for reimbursement, in accordance with the provisions of Section 6 of Article XIII B of the California Constitution or Section 17561 of the Government Code, of the costs of any new program or increased level of ser-

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vice of an existing program mandated by statute or Executive order, for disbursement by the State Controller 1,000

Schedule:

(1) 98.01.024.695—Domestic Violence Arrest Policies and Standards (Ch. 246, Stats. 1995) 1,000

Provisions:

1. Except as provided in Provision 2, allocations of funds provided in this item to the appropriate local entities shall be made by the State Controller in accordance with the provisions of each statute or executive order that mandates the reimbursement of the costs, and shall be audited to verify the actual amount of the mandate costs in accordance with subdivision (d) of Section 17561 of the Government Code. Audit adjustments to prior year claims may be paid from this item. Funds appropriated in this item may be used to provide reimbursement pursuant to Article 5 (commencing with Section 17615) of Chapter 4 of Part 7 of Division 4 of Title 2 of the Government Code.
2. If any of the scheduled amounts are insufficient to provide full reimbursement of costs, the Controller may, upon notifying the Director of Finance in writing, augment those deficient amounts from the unencumbered balance of any other scheduled amounts therein. No order may be issued pursuant to this provision unless written notification of the necessity therefor is provided to the chairperson of the committee in each house which considers appropriation and the Chairperson of the Joint Legislative Budget Committee or his or her designee.

8140-001-0001—For support of State Public Defender.. 10,791,000

Schedule:

(1) 10-State Public Defender..... 10,791,000

Provisions:

1. Any federal funds received by the Office of the State Public Defender as reimbursements for legal services provided for capital cases shall revert to the unappropriated surplus of the General Fund.

8180-101-0001—For local assistance, Payment to Counties for Costs of Homicide Trials, for payment by the State Controller 7,500,000

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Provisions:

1. This item is for payment to counties for costs of homicide trials pursuant to Sections 15201 to 15203, inclusive, of the Government Code, provided that expenditures made under this item shall be charged to the fiscal year in which the warrant is issued by the Controller.
2. The Controller shall reimburse counties for reasonable and necessary expenses incurred pursuant to Section 15202 of the Government Code except that reimbursements to a county shall not exceed: (a) for attorney services, an hourly rate equal to that county's average hourly cost for public defenders, the hourly rate paid to appointed counsel, or the hourly rate charged state agencies by the Attorney General for attorney services, whichever rate is less; (b) for investigators, an hourly rate equal to that county's average hourly cost for county-employed investigators or the hourly rate charged state agencies by the Attorney General for investigators, whichever rate is less; and (c) for expert witnesses, the hourly rate that the county generally pays for these services.

8260-001-0001—For support of California Arts Council 2,061,000

Schedule:

(1) 05-Arts in Education	136,000
(2) 10-Artists in Residence	0
(3) 20-Organizational Support Grants ..	680,000
(4) 25-Performing Arts Touring/ Presenting Program	0
(5) 30-Special Initiatives Program	0
(6) 40-Statewide Projects	0
(7) 45-California Challenge Program...	0
(8) 50.01-Administration.....	1,245,000
(9) 50.02-Distributed Administration ...	0
(11) Reimbursements	−197,000
(11.5) 97.20.003-Unallocated	1,129,000
(12) Amount payable from the Graphic Design License Plate Account (Item 8260-001-0078)	−315,000
(13) Amount payable from the Federal Trust Fund (Item 8260-001-0890).	−617,000

Provisions:

1. The funds appropriated in Schedule (11.5) of this item shall consist of federal funds, reimbursements, and special funds received by the Arts

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Council in the 2002–03 fiscal year and shall be available for expenditure for support or local assistance upon notice by the Council to the Legislature and the Department of Finance regarding the reallocation of these funds.		
8260-001-0078—For support of California Arts Council, for payment to Item 8260-001-0001, payable from the Graphic Design License Plate Account		315,000
8260-001-0890—For support of California Arts Council, for payment to Item 8260-001-0001, payable from the Federal Trust Fund		617,000
8260-101-0001—For local assistance, California Arts Council, for grants and subventions		16,387,000
Schedule:		
(1) 05-Arts in Education	6,000,000	
(2) 10-Artists in Residence	0	
(3) 20-Organizational Support Grants	3,000,000	
(4) 25-Performing Arts Touring/ Presenting Program	0	
(5) 30-Special Initiatives Program	0	
(6) 40-Statewide Projects	0	
(8) Reimbursements	–50,000	
(8.5) 97.20.003- Unallocated	8,012,000	
(9) Amount payable from the Graphic Design License Plate Account (Item 8260-101-0078)	–575,000	
Provisions:		
1. Funds appropriated for the Small- and Mid-size Organizations element and the Large Budget Organizations element of the Organizational Grants program shall not be expended unless the grant recipient provides at least a dollar-for-dollar cash match. No matching funds shall be required for grants to individual artists or for technical assistance.		
2. Of the funds appropriated in Schedule (3), $1,900,000 is for the Multicultural Arts Development program. These funds shall be for culturally specific organizations or artists who have a demonstrated commitment to cultural art. This funding shall be limited to organizations that have traditionally not received significant grants from the California Arts Council.		
3. Grant funds may be provided to arts organizations through a fiscal intermediary as approved by the California Arts Council.		

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4. The funds appropriated in Schedule (8.5) of this item shall consist of federal funds, reimbursements, and special funds received by the Arts Council in the 2002–03 fiscal year and shall be available for expenditure for support or local assistance upon notice by the Council to the Legislature and the Department of Finance regarding the reallocation of these funds.
5. Of funds appropriated in Schedule (8.5) of this item, $7,000,000 shall be used to support grants for programs assisting to economically disadvantaged children in urban regions and to support grants for rural regions of California.

8260-101-0078—For local assistance, California Arts Council, for payment to Item 8260-101-0001, payable from the Graphic Design License Plate Account 575,000

8260-101-0890—For local assistance, California Arts Council, payable from the Federal Trust Fund..... 170,000

Provisions:

1. Any organization applying for a grant under the Large Budget Organizations element of the Organizational Grants program may not receive a grant under the Small- and Mid-size Organizations element of the Organizational Grants program.
2. Any organization applying for a grant under the Small- and Mid-size Organizations element of the Organizational Grants program may not receive a grant under the Large Budget Organizations element of the Organizational Grants program.
3. Funds appropriated for the Small- and Mid-size Organizations element and the Large Budget Organizations element of the Organizational Grants program shall not be expended unless the grant recipient provides at least a dollar-for-dollar cash match. No matching funds shall be required for grants to individual artists or for technical assistance.
4. Grant funds may be provided to arts organizations through a fiscal intermediary as approved by the California Arts Council.

8260-102-0001—For local assistance, California Arts Council 2,000,000

Schedule:

(1) 70-Cultural Institutions Program.... ~~0~~
2,000,000

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Provisions:

1. The amount appropriated in Schedule (1) is for allocation to the Simon Wiesenthal Center, Museum of Tolerance to provide teacher training on tolerance and diversity to California educators in K–12 public schools. In making this appropriation, it is the intent of the Legislature to establish an ongoing system of local assistance for the Simon Wiesenthal Center, Museum of Tolerance.
2. For purposes of this item, teacher training on tolerance and diversity may include programs designed to: a) build greater awareness among educators about issues of tolerance and diversity; b) expose working professionals to the dynamics of prejudice and discrimination that impede effective learning and threaten school safety; c) provide a broad range of multicultural viewpoints which may influence their relationship with coworkers, parents and pupils; d) explore ways of integrating the teaching of tolerance into the curriculum and infusing it into the ethos of the school community; and e) acquaint educators with the facilities and resources available at the Museum of Tolerance and the Simon Wiesenthal Center which can serve their needs.

8260-490—Reappropriation, California Arts Council. Notwithstanding any other provision of law, the balances of the appropriations in the following citations are hereby reappropriated to the California Arts Council for the purposes and subject to the limitations, unless otherwise specified, provided for in those appropriations, and shall be available for expenditure until June 30, 2003:

0001—General Fund

(a) Item 8260-001-0001, Budget Act of 1998 (Ch. 324, Stats. 1998), as reappropriated by Item 0820-490, Budget Acts of 1999, 2000 and 2001; the balance of the $300,000 in the Cultural Institutions Program. This $300,000 was transferred from Item 8260-102-0001 Budget Act of 1998, Provision 6, and is reappropriated for the support and related expenses of administering and reporting on the expenditures made by specified museums.

(b) Item 8260-001-0001, Budget Act of 1999 (Ch. 50, Stats. 1999), as reappropriated by Item 0820-490, Budget Acts of 2000 and 2001; the

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balance of the $200,000 in the Cultural Institutions Program. This $200,000 was transferred from Item 8260-103-0001, Budget Act of 1999, Provision 5, and is reappropriated for the support and related expenses of administering and reporting on the expenditures made by specified museums.		
(c) Item 8260-001-0001, Budget Act of 2000, (Ch. 52, Stats. 2000), as reappropriated by Item 0820-490, Budget Act of 2001; the balance of the $250,000 in the Cultural Institutions Program. This $250,000 is reappropriated for the support and related expenses of administering and reporting on the expenditures made by specific museums.		
8300-001-0001—For support of Agricultural Labor Relations Board		4,677,000
Schedule:		
(1) 10-Board Administration	2,008,000	
(2) 20-General Counsel Administration	2,669,000	
(3) 30.01-Administrative Services	293,000	
(4) 30.02-Distributed Administrative Services	–293,000	
8320-001-0001—For support of Public Employment Relations Board		4,805,000
Schedule:		
(1) 11-Public Employment Relations	4,817,000	
(2) Reimbursements	–12,000	
8350-001-0001—For support of Department of Industrial Relations		~~141,031,000~~ *136,815,000*
Schedule:		
(1) 10-Regulation of Workers' Compensation Self-Insurance Plans	2,788,000	
(2) 20-Conciliation of Employer-Employee Disputes	2,079,000	
(3) 30-Workers' Compensation Administration	~~99,405,000~~ ~~98,653,000~~ *94,053,000*	
(4) 35-Industrial Medical Council	3,879,000	
(5) 36-Commission on Health and Safety and Workers' Compensation	~~2,666,000~~ *1,408,000*	

Item	Amount
(6) 40-Prevention of Industrial Injuries and Deaths of California Workers.	~~73,125,000~~ 74,183,000
(7) 50-Enforcement and Promulgation of Laws Relating to Wages, Hours, and Conditions of Employment, and Licensing and Adjudication....	~~41,406,000~~ 41,109,000
(8) 60-Promotion, Development, and Administration of Apprenticeship and other On-the-Job Training.....	6,964,000
(9) 70-Labor Force Research and Data Dissemination	3,706,000
(10) 80-Payment of Claims, Wages, and Contingencies.....	22,916,000
(11) 94.01-Administration	~~23,541,000~~ 22,223,000
(12) 94.02-Distributed Administration .	~~–23,532,000~~ –22,223,000
(13) Reimbursements	–3,406,000
(14) Amount payable from the Farmworkers Remedial Account (Item 8350-001-0023)	–127,000
(15) Amount payable from the Industrial Medicine Fund (Item 8350-001-0079)	–1,803,000
(16) Amount payable from the Cal-OSHA Targeted Inspection and Consultation Fund (Item 8350-001-0096)	–12,399,000
(17) Amount payable from the Workers' Compensation Managed Care Fund (Item 8350-001-0132).....	–228,000
(18) Amount payable from the Industrial Relations Construction Industry Enforcement Fund (Item 8350-001-0216)	–53,000
(19) Amount payable from the Workplace Health and Safety Revolving Fund (Item 8350-001-0222).....	–704,000
(20) Amount payable from the Workers' Compensation Administration Revolving Fund (Item 8350-001-0223).....	~~–20,992,000~~ *–19,938,000*

Item	Amount
(21) Amount payable from the Loss Control Certification Fund (Item 8350-001-0284)	–404,000
(22) Amount payable from the Asbestos Consultant Certification Account (Item 8350-001-0368)	–338,000
(23) Amount payable from the Asbestos Training Approval Account (Item 8350-001-0369)	–242,000
(24) Amount payable from the Self-Insurance Plans Fund (Item 8350-001-0396)	–2,741,000
(25) Amount payable from the Elevator Safety Inspection Account (Item 8350-001-0452)	–8,459,000
(26) Amount payable from the Pressure Vessel Inspection Account (Item 8350-001-0453)	–3,625,000
(27) Amount payable from the Garment Manufacturers Special Account (Item 8350-001-0481)	–50,000
(28) Amount payable from the Employment Training Fund (Item 8350-001-0514)	–3,137,000
(29) Amount payable from the Uninsured Employers' Account, Uninsured Employers' Fund (Item 8350-001-0571)	–22,749,000
(30) Amount payable from the Federal Trust Fund (Item 8350-001-0890)	–27,795,000
(31) Amount payable from the Industrial Relations Unpaid Wage Fund (Item 8350-001-0913)	–977,000
(32) Amount payable from the Workers' Compensation Administration Revolving Fund (Item 8350-015-0223)	–506,000
(33) Amount payable from the Industrial Relations Unpaid Wage Fund (Sec. 96.6, Labor Code)	–500,000
(34) Amount payable from the Electrician Certification Fund (Item 8350-001-3002)	–1,808,000
(35) Amount payable from the Permanent Amusement Ride Safety Inspection Fund (Item 8350-001-3003)	–1,800,000

Item	Amount
(36) Amount payable from the Garment Industry Regulations Fund (Item 8350-001-3004)	−2,376,000
(37) Amount payable from the Apprenticeship Training Contribution Fund (Item 8350-001-3022).....	−105,000
~~(38) Amount payable from the Workers' Occupational Safety and Health Education Fund (Item 8350-001-3030) .....~~	~~−588,000~~
8350-001-0023—For support of Department of Industrial Relations, for payment to Item 8350-001-0001, payable from the Farmworkers Remedial Account	127,000
8350-001-0079—For support of Department of Industrial Relations, for payment to Item 8350-001-0001, payable from the Industrial Medicine Fund.....	1,803,000
8350-001-0096—For support of Department of Industrial Relations, for payment to Item 8350-001-0001, payable from the Cal-OSHA Targeted Inspection and Consultation Fund	12,399,000
Provisions:	
1. The amount appropriated in this item includes revenues derived from the assessment of fines and penalties imposed as specified in Section 13332.18 of the Government Code.	
8350-001-0132—For support of Department of Industrial Relations, for payment to Item 8350-001-0001, payable from the Workers' Compensation Managed Care Fund	228,000
8350-001-0216—For support of Department of Industrial Relations, for payment to Item 8350-001-0001, payable from the Industrial Relations Construction Industry Enforcement Fund.....	53,000
8350-001-0222—For support of Department of Industrial Relations, for payment to Item 8350-001-0001, payable from the Workplace Health and Safety Revolving Fund	704,000
Provisions:	
1. Funds appropriated in this item are for the purpose of supporting the activities of the Commission on Health and Safety and Workers' Compensation within the Department of Industrial Relations, as established by Chapter 227 of the Statutes of 1993.	

Item	Amount
8350-001-0223—For support of Department of Industrial Relations, for payment to Item 8350-001-0001, payable from the Workers' Compensation Administration Revolving Fund	~~20,992,000~~ *19,938,000*
8350-001-0284—For support of Department of Industrial Relations, for payment to Item 8350-001-0001, payable from the Loss Control Certification Fund	404,000
8350-001-0368—For support of Department of Industrial Relations, for payment to Item 8350-001-0001, payable from the Asbestos Consultant Certification Account	338,000
8350-001-0369—For support of Department of Industrial Relations, for payment to Item 8350-001-0001, payable from the Asbestos Training Approval Account.	242,000
8350-001-0396—For support of Department of Industrial Relations, for payment to Item 8350-001-0001, payable from the Self-Insurance Plans Fund	2,741,000
8350-001-0452—For support of Department of Industrial Relations, for payment to Item 8350-001-0001, payable from the Elevator Safety Account	8,459,000
8350-001-0453—For support of Department of Industrial Relations, for payment to Item 8350-001-0001, payable from the Pressure Vessel Account	3,625,000
Provisions:	
1. The amount appropriated in this item includes revenues derived from the assessment of fines and penalties imposed as specified in Government Code Section 13332.18.	
8350-001-0481—For support of Department of Industrial Relations, for payment to Item 8350-001-0001, payable from the Garment Manufacturers Special Account	50,000
8350-001-0514—For support of Department of Industrial Relations, for payment to Item 8350-001-0001, payable from the Employment Training Fund	3,137,000
Provisions:	
1. Notwithstanding Section 1611 of, and Chapter 3.5 (commencing with Section 10200) of Part 1 of Division 3 of the Unemployment Insurance Code, $3,137,000 from the interest earned from money in the Employment Training Fund shall be transferred by the State Controller to the Department of Industrial Relations for the support of the Division of Apprenticeship Standards.	

Item	Amount
8350-001-0571—For support of Department of Industrial Relations, for payment to Item 8350-001-0001, payable from the Uninsured Employers' Account, Uninsured Employers' Fund	22,749,000
8350-001-0890—For support of Department of Industrial Relations, for payment to Item 8350-001-0001, payable from the Federal Trust Fund	27,795,000
8350-001-0913—For support of Department of Industrial Relations, for payment to Item 8350-001-0001, payable from the Industrial Relations Unpaid Wage Fund	977,000

Provisions:

1. Notwithstanding any other provision of law, funds appropriated by this item shall be expended by the Department of Industrial Relations Division of Labor Standards Enforcement to administer the Targeted Industries Partnership Program to increase enforcement and compliance in the agricultural, garment, and restaurant industries.
2. It is the intent of the Legislature that the Targeted Industries Partnership Program result in increased enforcement of, and compliance by, the agricultural, garment, and restaurant industries regarding wages, hours, conditions of employment, licensing, registration, child labor laws and regulations.

8350-001-3002—For support of Department of Industrial Relations, for payment to Item 8350-001-0001, payable from the Electrician Certification Fund	1,808,000
8350-001-3003—For support of Department of Industrial Relations, for payment to Item 8350-001-0001, payable from the Permanent Amusement Ride Safety Inspection Fund	1,800,000

Provisions:

1. Notwithstanding Provision 1 of Item 8350-014-0001 of the Budget Act of 2000 (Ch. 52, Stats. 2000), the General Fund loan in the amount of $875,000 provided to the Division of Occupational Safety and Health for initial startup of the Permanent Amusement Ride Safety Inspection Program shall be repaid to the General Fund no later than June 30, 2003. This loan shall be repaid with interest calculated at the rate earned by the Pooled Money Investment Account at the time of transfer.

Item	Amount
8350-001-3004—For support of Department of Industrial Relations, for payment to Item 8350-001-0001, payable from the Garment Industry Regulations Fund..	2,376,000
Provisions:	
1. Notwithstanding Provision 1 of Item 8350-012-0001 of the Budget Act of 2000 (Ch. 52, Stats. 2000), $1,097,000 of the General Fund loan provided to the Division of Labor Standards Enforcement for initial startup of the Garment Manufacturers Inspection Program shall be repaid to the General Fund no later than June 30, 2003. This loan shall be repaid with interest calculated at the rate earned by the Pooled Money Investment Account at the time of transfer.	
8350-001-3022—For support of Department of Industrial Relations, for payment to Item 8350-001-0001, payable from the Apprenticeship Training Contribution Fund	105,000
~~8350-001-3030—For support of Department of Industrial Relations, for payment to Item 8350-001-0001, payable from the Worker's Occupational Safety and Health Education Fund~~	~~588,000~~
8350-011-0001—For transfer by the Controller to the Uninsured Employers' Account, Uninsured Employers' Fund	15,503,000
8350-011-0222—For transfer by the Controller, upon order of the Director of Finance, from the Workplace Health and Safety Revolving Fund, to the General Fund	(4,005,000)
8350-011-0223—For transfer by the Controller, upon order of the Director of Finance, from the Workers' Compensation Administration Revolving Fund, to the General Fund	(2,805,000)
8350-011-0284—For transfer by the Controller, upon order of the Director of Finance, from the Loss Control Certification Fund, to the General Fund	(1,903,000)
8350-011-3022—For transfer by the Controller, upon order of the Director of Finance, from the Apprenticeship Training Contribution Fund to the General Fund	(1,400,000)
8350-015-0223—For support of Department of Industrial Relations, for payment to Item 8350-001-0001, payable from the Workers' Compensation Administration Revolving Fund	506,000

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8350-295-0001—For local assistance, Department of Industrial Relations, for reimbursement, in accordance with the provisions of Section 6 of Article XIII B of the California Constitution or Section 17561 of the Government Code, of the costs of any new program or increased level of service of an existing program mandated by statute or executive order, for disbursement by the State Controller		2,000
Schedule:		
(1) 98.01.117.189-Peace Officer's Cancer Presumption (Ch. 1171, Stats. 1989)	1,000	
(2) 98.01.156.882-Firefighter's Cancer Presumption (Ch. 1568, Stats. 1982)	1,000	
(3) 98.01.999.001-Personal alarm devices (8 Cal. Code Regs. Sec. 3401(c))	0	
(4) 98.01.999.002-Structural and wildland firefighter safety clothing and equipment (8 Cal. Code Regs. Secs. 3401 to 3410, incl.)	0	

Provisions:

1. Except as provided in Provision 2 of this item, allocations of funds appropriated in this item to the appropriate local entities shall be made by the State Controller in accordance with the provisions of each statute or executive order that mandates the reimbursement of the costs, and shall be audited to verify the actual amount of the mandated costs in accordance with subdivision (d) of Section 17561 of the Government Code. Audit adjustments to prior year claims may be paid from this item. Funds appropriated in this item may be used to provide reimbursement pursuant to Article 5 (commencing with Section 17615) of Chapter 4 of Part 7 of Division 4 of Title 2 of the Government Code.
2. If any of the scheduled amounts are insufficient to provide full reimbursement of costs, the State Controller may, upon notification of the Director of Finance in writing, augment those deficient amounts from the unencumbered balance of any other scheduled amounts therein. No order may be issued pursuant to this provision unless written notification of the necessity therefor is provided to the chairperson of the committee in each house

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that considers appropriations and the Chairperson of the Joint Legislative Budget Committee or his or her designee.

3. Pursuant to Section 17581 of the Government Code, mandates identified in the appropriation schedule of this item with an appropriation of $0 and included in the language of this provision are specifically identified by the Legislature for suspension during the 2002–03 fiscal year:
   (3) Personal alarm devices (8 Cal. Code Regs. Sec. 3401(c)).
   (4) Structural and wildland firefighter safety clothing and equipment (8 Cal. Code Regs. Secs. 3401 to 3410, incl.).

8380-001-0001—For support of Department of Personnel Administration 8,129,000

Schedule:

(1) 10-Policy Operations	4,661,000
(2) 20-Labor Relations	2,263,000
(3) 25-Legal	5,051,000
(4) 40.01-Administration	3,941,000
(5) 40.02-Distributed Administration	–3,941,000
(6) 54-Benefits Administration	17,623,000
(7) 56-Training and Development	4,245,000
(8) Reimbursements	–17,682,000
(9) Amount payable from the Flexelect Benefit Fund (Item 8380-001-0821)	–907,000
(10) Amount payable from the Deferred Compensation Plan Fund (Item 8380-001-0915)	–7,125,000

8380-001-0821—For support of Department of Personnel Administration, for payment to Item 8380-001-0001, payable from the Flexelect Benefit Fund..... 907,000

8380-001-0915—For support of Department of Personnel Administration, for payment to Item 8380-001-0001, payable from the Deferred Compensation Plan Fund 7,125,000

8380-004-0001—For support of Department of Personnel Administration 32,355,000

Schedule:

(1) 54-Benefits Administration 32,355,000

Provisions:

1. Notwithstanding subdivision (a) of Section 2.00 of this act, the funds appropriated in this item are available for expenditure until January 1, 2005.

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8380-490—Reappropriation, Department of Personnel Administration. Notwithstanding any other provisions of law, as of June 30, 2002, the balance of the appropriation provided in the following citation is reappropriated for purposes provided for in that appropriation and shall be available for encumbrance and expenditure until June 30, 2003:

0367—Indian Gaming Special Distribution Fund

(1) Item 8380-001-0367, Budget Act of 2000 (Ch. 52, Stats. 2000), as reappropriated by Item 8380-490, Budget Act of 2001 (Ch. 106, Stats. 2001)

8385-001-0001—For support of California Citizens Compensation Commission, Program 10 20,000

8450-001-0001—For support of Workers' Compensation Benefit Program, for payment of the additional compensation for subsequent injuries provided for by Article 5 (commencing with Section 4750) of Chapter 2 of Part 2 of Division 4 of the Labor Code..... 3,363,000

Schedule:

(1) Payment of Claims..... 7,570,000
(2) Support, State Compensation Insurance Fund..... 335,000
(3) Prelitigation Expenses 150,000
(4) Support, Department of Industrial Relations 608,000
(5) Amount payable from Subsequent Injuries Moneys Account (Item 8450-001-0016) ..... –5,300,000

Provisions:

1. This item shall not be construed as a limitation on funds appropriated by Item 8450-001-0016.
2. The funds appropriated in this item shall not be available for expenditure at any time that funds appropriated by Item 8450-001-0016 are available for expenditure.
3. At the end of the 2002–03 fiscal year, any expenditures made from the General Fund against this item shall be reduced by any amounts remaining available from the funds appropriated by Item 8450-001-0016.

8450-001-0016—For payment of Workers' Compensation Benefits for Subsequent Injuries, for payment to Item 8450-001-0001, payable from the Subsequent Injuries Moneys Account 5,300,000

Provisions:

1. The Director of Finance may authorize the augmentation of the total amount available for expen-

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diture under this item in the amount of revenue received by the Subsequent Injuries Moneys Account that is in addition to the amount appropriated by this item, not sooner than 30 days after notification in writing to the chairperson of the committee in each house that considers appropriations and the Chairperson of the Joint Legislative Budget Committee or his or her designee. The director may authorize these augmentations only up to the amount required for payment of the additional compensation for subsequent injuries provided by Article 5 (commencing with Section 4750) of Chapter 2 of Part 2 of Division 4 of the Labor Code.

8460-101-0001—For local assistance, Workers' Compensation Benefits for Disaster Service Workers 663,000

Provisions:

1. Funds appropriated by this item are for furnishing workers' compensation to disaster service workers and their dependents, in accordance with Division 4 (commencing with Section 3200) of the Labor Code, including the reimbursement of the State Compensation Insurance Fund for the cost of services as adjusting agent, for the Governor's Office of Emergency Services. The State Compensation Insurance Fund may draw from the State Treasury any funds appropriated by this item, without at the time presenting vouchers and itemized statements, to be used as a cash revolving fund. Expenditures made from the revolving fund in payment of claims for workers' compensation and adjusting services are exempted from Section 925.6 of the Government Code. Reimbursement of the revolving fund for those expenditures shall be made upon presentation to the State Controller of an abstract or statement of the expenditures. The abstract or statement shall be in such form as the State Controller requires.

8500-001-0152—For support of Board of Chiropractic Examiners, payable from the State Board of Chiropractic Examiners Fund 2,260,000

Schedule:

(1) 10-Board of Chiropractic Examiners 2,301,000

(2) Reimbursements ..... –41,000

Item		Amount
Provisions:		
1. The amount appropriated in this item may include revenues derived from the assessment of fines and penalties imposed as specified in Government Code Section 13332.18.		
8530-001-0290—For support of Board of Pilot Commissioners for the Bays of San Francisco, San Pablo and Suisun, payable from the Board of Pilot Commissioners' Special Fund		1,185,000
Schedule:		
(1) 10.01-Support	546,000	
(2) 10.02-Training	639,000	
Provisions:		
1. The amount appropriated in this item may include revenues derived from the assessment of fines and penalties imposed as specified in Government Code Section 13332.18.		
8550-001-0191—For support of California Horse Racing Board, payable from the Fair and Exposition Fund		8,342,000
Schedule:		
(1) 10-California Horse Racing Board	8,605,000	
(2) Amount payable from the Racetrack Security Account, Special Deposit Fund (Item 8550-001-0942)	–263,000	
8550-001-0942—For support of California Horse Racing Board, for payment to Item 8550-001-0191, payable from the Racetrack Security Account, Special Deposit Fund		263,000
8550-011-0942—Notwithstanding paragraph (1) of subdivision (b) of Section 19641 of the Business and Professions Code, there is hereby transferred to the General Fund the unencumbered balance of the Racetrack Security Account, Special Deposit Fund, as of June 30, 2003		(2,000,000)
8570-001-0001—For support of Department of Food and Agriculture		62,274,000
Schedule:		
(1) 11-Agricultural Plant and Animal, Pest and Disease Prevention	70,466,000	
(2) 21-Marketing, Commodities, and Agricultural Services	52,832,000	
(3) 31-Assistance to Fairs and County Agricultural Activities	2,570,000	
(4) 41.01-Executive, Management, and Administrative Services	11,664,000	

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(5) 41.02-Distributed Executive, Management, and Administrative Services	–10,476,000
(6) Reimbursements	–7,186,000
(7) Amount payable from the Department of Agriculture Account, Department of Agriculture Fund (Item 8570-001-0111)	–12,504,000
(8) Amount payable from the Fair and Exposition Fund (Item 8570-001-0191)	–3,139,000
(9) Amount payable from the Harbors and Watercraft Revolving Fund (Item 8570-001-0516)	–975,000
(10) Amount payable from the Agriculture Building Fund (Item 8570-001-0601)	–1,366,000
(11) Amount payable from the Federal Trust Fund (Item 8570-001-0890)	–39,233,000
(12) Amount payable from the Agricultural Pest Control Research Account (Item 8570-011-0112)	–5,000
(13) Amount payable from the Satellite Wagering Account (Item 8570-012-0192)	–374,000

Provisions:

1. Funds appropriated to Schedule (1) from Item 8570-001-0111 are in lieu of the appropriation provided by subdivision (b) of Section 224 of the Food and Agricultural Code for emergency detection, eradication, or research of agricultural plant or animal pests or diseases. Any unencumbered balance of these funds shall be available for transfer to local assistance for payment to counties during the 2002–03 fiscal year, as provided in subdivision (c) of Section 224 of the Food and Agricultural Code. In addition, notwithstanding any other provision of law, up to an additional $800,000 of the funds appropriated pursuant to subdivision (c) of Section 224 of the Food and Agricultural Code shall be available for use by the Department of Food and Agriculture for emergency projects to augment Schedule (a) of this item. The Secretary of Food and Agriculture may expend the funds identified in this provision with the approval of the Director of Finance. The funds

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that are so appropriated are not subject to Section 26.00, 27.00, 28.00, or 28.50 of this act.

2. Funds appropriated from Item 8570-001-0111 are in lieu of the appropriation provided by subdivision (a) of Section 224 of the Food and Agricultural Code. In addition, notwithstanding any other provision of law, of the funds appropriated pursuant to subdivision (c) of Section 224 of the Food and Agricultural Code, $650,000 shall be available for use by the Department of Food and Agriculture for departmental overhead expenses.
3. Notwithstanding any other provision of law, of the funds appropriated pursuant to subdivision (c) of Section 224 of the Food and Agricultural Code, $179,000 shall be available for use by the Department of Food and Agriculture for the County/State Liaison Director. The Secretary of Food and Agriculture may augment Schedule (c) of this item with the approval of the Director of Finance. The funds that are so appropriated are not subject to Section 26.00, 27.00, 28.00, or 28.50 of this act.
4. New and renewed county work plans for red imported fire ant eradication may include subcontracting relationships with private entities if the county board of supervisors determines by resolution that a subcontracting relationship is both effective and cost-efficient and the secretary finds that approval of the subcontracting relationship will not compromise program goals, such as consistency, authority, accountability, oversight, efficacy, safety, timeliness, and overall program costs.
5. On or before January 10, 2003, the Department of Food and Agriculture shall submit to the Chair of the Joint Legislative Budget Committee and the chairs of the budget committees of both houses, a report detailing methods whereby the funding source from the Mediterranean Fruit Fly Preventative Release Program is shifted in part, or in whole, from the General Fund to the Agriculture Fund. This report shall include, but not be limited to, various funding options for legislative consideration and recommendations from the department as to the preferred change in funding for this program. The Department of Food and Agricul-

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ture shall contract with the University of California System to produce the report.	
8570-001-0111—For support of Department of Food and Agriculture, for payment to Item 8570-001-0001, payable from the Department of Agriculture Account, Department of Agriculture Fund	12,504,000
Provisions:	
1. The amount appropriated in this item includes revenues derived from the assessment of fines and penalties imposed as specified in Government Code Section 13332.18.	
8570-001-0191—For support of Department of Food and Agriculture, for payment to Item 8570-001-0001, payable from the Fair and Exposition Fund.....	3,139,000
8570-001-0516—For support of Department of Food and Agriculture, for payment to Item 8570-001-0001, payable from the Harbors and Watercraft Revolving Fund	975,000
8570-001-0601—For support of Department of Food and Agriculture, for payment to Item 8570-001-0001, payable from the Agriculture Building Fund.....	1,366,000
Provisions:	
1. Funds appropriated in this item are in lieu of the appropriation made by Section 624 of the Food and Agricultural Code.	
8570-001-0890—For support of Department of Food and Agriculture, for payment to Item 8570-001-0001, payable from the Federal Trust Fund.....	39,233,000
Provisions:	
1. The Department of Finance may authorize the augmentation of this item in an amount not to exceed a cumulative total of $1,500,000. Any augmentation pursuant to this provision shall be made only if the Department of Food and Agriculture has a valid federal contract or grant. These funds shall not be used for state or federal cooperative fruit fly eradication projects. The augmentations pursuant to this authority are not subject to Section 26.00 or 28.00 of this act.	
8570-002-0001—For support of Department of Food and Agriculture, Program 11, for sterile medfly release program in the Los Angeles Basin	9,317,000
8570-003-0001—For support of Department of Food and Agriculture for rental payments on lease-revenue bonds	1,530,000

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Schedule:

(1) Base Rental and Fees 1,622,000

(2) Insurance 19,000

(3) Reimbursements ..... –111,000

Provisions:

1. The Controller shall transfer funds appropriated in this item according to a schedule to be provided by the State Public Works Board. The schedule shall be provided on a monthly basis or as otherwise might be needed to ensure debt requirements are met.

8570-003-0111—For support of Department of Food and Agriculture, for rental payments on lease-revenue bonds, payable from the Department of Agriculture Account, Department of Agriculture Fund 40,000

Schedule:

(1) Base Rental..... 40,000

Provisions:

1. The Controller shall transfer funds appropriated in this item according to a schedule to be provided by the State Public Works Board. The schedule shall be provided on a monthly basis or as otherwise might be needed to ensure debt requirements are met.

8570-003-0601—For support of Department of Food and Agriculture, for rental payments on lease-revenue bonds, payable from the Agriculture Building Fund 230,000

Schedule:

(1) Base Rental..... 228,000

(2) Insurance 2,000

Provisions:

1. The Controller shall transfer funds appropriated in this item according to a schedule to be provided by the State Public Works Board. The schedule shall be provided on a monthly basis or as otherwise might be needed to ensure debt requirements are met.

8570-004-0001—For transfer by the Controller to the Pierce's Disease Management Account (3010)..... 6,408,000

Provisions:

1. Of the funds appropriated in this item, $6,408,000 shall be deposited in the Pierce's Disease Management Account in the Food and Agricultural Fund and shall be available for expenditure without regard to fiscal year for the purpose of combating Pierce's disease and its vectors.

Item	Amount
8570-005-0001—For support, Department of Food and Agriculture for the "Buy California" Program	1,500,000
8570-011-0112—For support of Department of Food and Agriculture, for payment to Item 8570-001-0001, payable from the Agricultural Pest Control Research Account	5,000
Provisions:	
1. The amount appropriated in this item includes revenues derived from the assessment of fines and penalties imposed as specified in Government Code Section 13332.18.	
8570-011-0191—For transfer by the State Controller from the Fair and Exposition Fund to the General Fund, for health benefits for retired employees of district agricultural associations.....	(246,000)
8570-011-0890—For transfer by the Controller from the Federal Trust Fund to the Pierce's Disease Management Account	10,995,000
Provisions:	
1. The funds appropriated in this item shall be deposited in the Pierce's Disease Management Account in the Food and Agricultural Fund and shall be available for expenditure for the purpose of combating Pierce's disease and its vectors.	
8570-012-0192—For support of Department of Food and Agriculture, for payment to Item 8570-001-0001, payable from the Satellite Wagering Account	374,000
8570-101-0001—For local assistance, Department of Food and Agriculture.....	10,530,000
Schedule:	
(1) 11-Agricultural Plant and Animal, Pest and Disease Prevention..... 10,530,000	
(2) 31-Assistance to Fairs and County Agricultural Activities 1,333,000	
(3) Amount payable from the Fair and Exposition Fund (Item 8570-101-0191)..... –950,000	
(4) Amount payable from the General Fund (Item 8570-111-0001)..... –383,000	
8570-101-0191—For local assistance, Department of Food and Agriculture, for payment to Item 8570-101-0001, payable from the Fair and Exposition Fund	950,000
Provisions:	
1. The funds appropriated in this item are for unemployment insurance at local fairs.	

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2. The funds appropriated in this item are for the contributions, or the cost of benefits in lieu of contributions, payable from the Fair and Exposition Fund to the Unemployment Fund by all entities conducting fairs, including county, district, combined county and district, and citrus fruit fairs receiving funds pursuant to Chapter 4 (commencing with Section 19400) of Division 8 of the Business and Professions Code, as a result of unemployment insurance coverage pursuant to Section 605 of the Unemployment Insurance Code.

8570-111-0001—For local assistance, Department of Food and Agriculture, for payment to Item 8570-101-0001 383,000

Provisions:

1. The funds appropriated in this item are also available for compensation for services performed for agricultural departments and are to be expended in accordance with the provisions of Sections 2221 to 2224, inclusive, of the Food and Agricultural Code.

8570-112-0111—For transfer by the Controller upon order of the Director of Finance from the Agriculture Fund to the General Fund ..... (15,000,000)

1. The loan appropriated in this item shall be fully repaid to the Agriculture Fund by October 1, 2003. This loan shall be repaid with interest calculated at the rate earned by the Pooled Money Investment Account at the time of the transfer. The Controller shall, within 15 working days of receipt of written notification from the Department of Finance, transfer from the General Fund to the Agriculture Fund the full amount of the loan or increments thereof as requested by the Department of Finance. The Department of Finance shall, within 30 days of receipt of written notification documenting the need of the loan repayment from the Department of Food and Agriculture, provide written notification to the Controller notifying the State Controller of the amount to be transferred from the General Fund to the Agriculture Fund. The Department of Food and Agriculture may request through the Department of Finance an incremental repayment of the loan prior to October 1, 2003. A fee or assessment may not be increased by the Department of Food and Agriculture as a result of the loan.

Item		Amount
8570-301-0042—For capital outlay, Department of Food and Agriculture, payable from the State Highway Account		4,043,000
Schedule:		
(1) 90.04.010-Relocation: Dorris Agriculture Inspection Station—Working drawings	444,000	
(2) 90.18.001-Relocation: Yermo Agriculture Inspection Station—Working drawings and construction	3,599,000	
8570-301-0660—For capital outlay, Department of Food and Agriculture, payable from the Public Buildings Construction Fund		11,203,000
Schedule:		
(1) 90.18.001-Relocation: Yermo Agriculture Inspection Station—Working drawings and construction	11,203,000	

Provisions:

1. The State Public Works Board may issue lease-revenue bonds, notes, or bond anticipation notes pursuant to Chapter 5 (commencing with Section 15830) of Part 10b of Division 3 of Title 2 of the Government Code to finance the design and construction of the project authorized by this item.
2. The State Public Works Board and the Department of Food and Agriculture may obtain interim financing for the project costs authorized in this item from any appropriate source including, but not limited to, Section 15849.1 of the Government Code and the Pooled Money Investment Account pursuant to Sections 16312 and 16313 of the Government Code.
3. The State Public Works Board may authorize the augmentation of the cost of construction of the projects scheduled in this item pursuant to the board's authority under Section 13332.11 of the Government Code. In addition, the State Public Works Board may authorize any additional amount necessary to establish a reasonable construction reserve and to pay the cost of financing, including the payment of interest during construction of the project, the costs of financing a debt service fund, and the cost of issuance of permanent financing for the project. This additional

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amount may include interest payable on any interim financing obtained.

4. This department is authorized and directed to execute and deliver any and all leases, contracts, agreements or other documents necessary or advisable to consummate the sale of bonds or otherwise effectuate the financing of the scheduled projects.
5. The State Public Works Board shall not itself be deemed a lead or responsible agency for purposes of the California Environmental Quality Act (commencing with Section 21000 of the Public Resources Code) for any activities under the State Building Construction Act of 1955 (commencing with Section 15800 of the Government Code). This section does not exempt this department from the requirements of the California Environmental Quality Act. This section is declarative of existing law.

8570-401—For support of Department of Food and Agriculture: Notwithstanding any other provision of law, $2,900,000 of the funds appropriated pursuant to subdivision (c) of Section 224 of the Food and Agricultural Code shall be allocated to counties in a manner prescribed by the secretary for pest detection/trapping programs. These funds are intended to supplement funds available for pest detection/trapping in Item 8570-101-0001. As a condition of receiving these funds, counties shall not reduce their level of support from any other funds for pest detection/trapping programs. If a county declines to participate in a pest detection/trapping program, or fails to conduct the program to the state's satisfaction, the secretary shall reduce, by the amount that would otherwise be allocated to the county, funds available pursuant to subdivision (c) of Section 224 and other state allocations from Item 8570-101-0001. These funds are hereby appropriated to the Department of Food and Agriculture Item 8570-001-0001 for purposes of operating the pest detection/trapping programs in the counties.

8570-402—For local assistance, Department of Food and Agriculture: The remaining funds available pursuant to subdivision (c) of Section 224 of the Food and Agricultural Code, after allocation in accordance with Item 8570-401 and Provisions 1 and 2 of Item 8570-001-0001, shall be apportioned to the counties

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as follows: in relation to each county's expenditures to the total amount expended by all counties for the preceding fiscal year for agricultural programs that are supervised by the department and for pesticide use enforcement programs supervised by the Department of Pesticide Regulation. This item shall not be effective if a later enacted statute amends subdivision (c) of Section 224 of the Food and Agricultural Code.

8570-403—For Department of Food and Agriculture. Notwithstanding any other provision of law, 30 days prior to the Department of Food and Agriculture's entering into interim financing or long-term financing, including bond agreements, pursuant to Article 9 (commencing with Section 19590) of Chapter 4 of Division 8 of the Business and Professions Code, the department shall submit a report to the Chairperson of the Joint Legislative Budget Committee with copies to the Chairpersons of Senate Budget and Fiscal Review Subcommittee Number 2, Assembly Ways and Means Subcommittee Number 3, the Senate Select Committee on Fairs and Rural Issues, the Subcommittee on Fairs and Expositions of the Assembly Committee on Agriculture, and the Department of Finance. The report shall list: (a) proposed individual satellite wagering expansion projects at fairs, (b) costs for constructing, operating, and maintaining individual satellite wagering projects, (c) net revenue projections for individual satellite wagering projects, and (d) projected effect on net Satellite Wagering Account revenue resulting from individual satellite wagering projects and satellite wagering-related projects. Additional notification is not required for financing proposals unless refinancing will result in the expenditure of additional funds, in which case the report shall include the above-requested information relating only to the new debt. Reporting shall be required only for satellite wagering projects that are funded by interim financing or long-term financing, including bond agreements.

8620-001-0001—For support of Fair Political Practices Commission 2,609,000

Schedule:

(1) 10.10-Local enforcement 1,160,000

(2) 10.20-Legal, technical assistance and state enforcement 1,449,000

Item	Amount
8640-001-0001—For support of Political Reform Act of 1974, the following sums are appropriated to, and in augmentation of, the following agencies and officers for the administration, investigation and regulation of political campaigns, officials, and lobbyists.....	2,257,000
Schedule:	
(A) 10-Secretary of State	733,000
For transfer by the State Controller to Item 0890-001-0001 as follows:	
(1) Personal Services... (508,000)	
(2) Operating expenses and equipment..... (225,000)	
(B) 20-Franchise Tax Board.....	1,316,000
For transfer by the State Controller to Item 1730-001-0001 as follows:	
(3) 30-Political Reform Audit.....(1,316,000)	
(C) 30-Department of Justice	216,000
For transfer by the State Controller to Item 0820-001-0001 as follows:	
(7) 40-Criminal Law ... (78,000)	
(9) 50-Law Enforcement..... (138,000)	
(D) 40-Fair Political Practices Commission.....	(3,475,000)
(E) Reimbursements	–8,000
For transfer by the State Controller to Item 0890-001-0001(4)	
Provisions:	
1. The Controller shall transfer funds as specified above, including any allocations made by the Department of Finance, on January 1, ~~2002~~ 2003 .	
8660-001-0042—For support of Public Utilities Commission, for payment to Item 8660-001-0462, payable from the State Highway Account, State Transportation Fund.....	2,524,000
8660-001-0046—For support of Public Utilities Commission, for payment to Item 8660-001-0462, payable from the Public Transportation Account, State Transportation Fund.....	2,322,000
8660-001-0412—For support of Public Utilities Commission, for payment to Item 8660-001-0462, payable from the Transportation Rate Fund	1,826,000
8660-001-0461—For support of Public Utilities Commission, for payment to Item 8660-001-0462, payable from the Public Utilities Commission Transportation Reimbursement Account.....	7,181,000

Item		Amount
8660-001-0462—For support of Public Utilities Commission, payable from the Public Utilities Commission Utilities Reimbursement Account		75,895,000
Schedule:		
(1) 10-Regulation of Utilities	89,654,000	
(1.5) 15-Universal Service Telephone Programs	1,091,726,000	
(2) 20-Regulation of Transportation	13,853,000	
(3) 30.01-Administration	15,408,000	
(4) 30.02-Distributed Administration	–15,408,000	
(5) Reimbursements	–12,728,000	
(6) Amount payable from the State Highway Account, State Transportation Fund (Item 8660-001-0042).	–2,524,000	
(7) Amount payable from the Public Transportation Account, State Transportation Fund (Item 8660-001-0046)	–2,322,000	
(8) Amount payable from the Transportation Rate Fund (Item 8660-001-0412)	–1,826,000	
(9) Amount payable from the Public Utilities Commission Transportation Reimbursement Account (Item 8660-001-0461)	–7,181,000	
(10) Amount payable from California High-Cost Fund-A Administrative Committee Fund (Item 8660-001-0464)	–42,998,000	
(11) Amount payable from California High-Cost Fund-B Administrative Committee Fund (Item 8660-001-0470)	–535,159,000	
(12) Amount payable from Universal Lifeline Telephone Service Trust Administrative Committee Fund (Item 8660-001-0471)	–284,804,000	
(13) Amount payable from Deaf and Disabled Telecommunications Program Administrative Committee Fund (Item 8660-001-0483)	–68,110,000	
(14) Amount payable from Payphone Service Providers Committee Fund (Item 8660-001-0491)	–1,165,000	

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(15) Amount payable from California Teleconnect Fund Administrative Committee Fund (Item 8660-001-0493) ..... −159,490,000

(16) Amount payable from the Federal Trust Fund (Item 8660-001-0890). −1,031,000

Provisions:

1. The Public Utilities Commission shall require any public utility requesting a merger to reimburse the commission for those necessary expenses that the commission incurs in its consideration of the proposed merger.

8660-001-0464—For support of Public Utilities Commission, for payment to Item 8660-001-0462, payable from the California High-Cost Fund-A Administrative Committee Fund 42,998,000

Provisions:

1. Of the amount appropriated in this item, up to $141,000 shall be used by the Public Utilities Commission to fund administrative and staffing costs for the California High-Cost Fund-A Administrative Committee Program, subject to the approval of the Department of Finance and notification to the Joint Legislative Budget Committee.

8660-001-0470—For support of Public Utilities Commission, for payment to Item 8660-001-0462, payable from the California High-Cost Fund-B Administrative Committee Fund 535,159,000

Provisions:

1. Of the amount appropriated in this item, up to $141,000 shall be used by the Public Utilities Commission to fund administrative and staffing costs for the California High-Cost Fund-B Administrative Committee Program, subject to the approval of the Department of Finance and notification to the Joint Legislative Budget Committee.

8660-001-0471—For support of Public Utilities Commission, for payment to Item 8660-001-0462, payable from the Universal Lifeline Telephone Service Trust Administrative Committee Fund 284,804,000

Provisions:

1. Of the amount appropriated in this item, up to $357,000, shall be used by the Public Utilities Commission to fund administrative and staffing costs for the Universal Lifeline Telephone Service

Item	Amount
Trust Administrative Committee Program, subject to the approval of the Department of Finance and notification to the Joint Legislative Budget Committee.	
8660-001-0483—For support of Public Utilities Commission, for payment to Item 8660-001-0462, payable from the Deaf and Disabled Telecommunications Program Administrative Committee Fund	68,110,000
8660-001-0491—For support of Public Utilities Commission, for payment to Item 8660-001-0462, payable from the Payphone Service Providers Committee Fund	1,165,000
Provisions:	
1. Of the amount appropriated in this item, up to $763,000 shall be used by the Public Utilities Commission to fund administrative and staffing costs for the Payphone Service Providers Committee Program, subject to the approval of the Department of Finance and notification to the Joint Legislative Budget Committee.	
8660-001-0493—For support of Public Utilities Commission, for payment to Item 8660-001-0462, payable from the California Teleconnect Fund Administrative Committee Fund	159,490,000
Provisions:	
1. Of the amount appropriated in this item, up to $141,000 shall be used by the Public Utilities Commission to fund administrative and staffing costs for the California Teleconnect Fund Administrative Committee Program, subject to the approval of the Department of Finance and notification to the Joint Legislative Budget Committee.	
8660-001-0890—For support of Public Utilities Commission, for payment to Item 8660-001-0462, payable from the Federal Trust Fund	1,031,000
8660-003-0412—For support of Public Utilities Commission for rental payments on lease-revenue bonds, payable from the Transportation Rate Fund	81,000
Schedule:	
(1) Base Rental..... 150,000	
(2) Insurance 3,000	
(3) Reimbursements..... –72,000	
Provisions:	
1. The Controller shall transfer funds appropriated in this item according to a schedule to be provided by the State Public Works Board. The schedule shall be provided on a monthly basis or as other-	

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wise might be needed to ensure debt requirements are met.	
8660-003-0461—For support of Public Utilities Commission for rental payments on lease-revenue bonds, payable from the Public Utilities Commission Transportation Reimbursement Account	297,000
Schedule:	
(1) Base Rental and Fees 552,000	
(2) Insurance 8,000	
(3) Reimbursements ..... –263,000	
Provisions:	
1. The Controller shall transfer funds appropriated in this item according to a schedule to be provided by the State Public Works Board. The schedule shall be provided on a monthly basis or as otherwise might be needed to ensure debt requirements are met.	
8660-003-0462—For support of Public Utilities Commission for rental payments on lease-revenue bonds, payable from the Public Utilities Commission Utilities Reimbursement Account	2,317,000
Schedule:	
(1) Base Rental and Fees 4,316,000	
(2) Insurance 59,000	
(3) Reimbursements ..... –2,058,000	
Provisions:	
1. The Controller shall transfer funds appropriated in this item according to a schedule to be provided by the State Public Works Board. The schedule shall be provided on a monthly basis or as otherwise might be needed to ensure debt requirements are met.	
8660-011-0464—For transfer by the Controller from the California High-Cost Fund-A Administrative Committee Fund to the General Fund	(27,200,000)
8660-011-0470—For transfer by the Controller from the California High-Cost Fund B Administrative Committee Fund to the General Fund	(250,900,000)
8665-001-9326—For support of California Consumer Power and Conservation Financing Authority, payable from the California Consumer Power and Conservation Financing Authority Fund	4,402,000
Schedule:	
(1) 15-Energy Acquisition 2,465,000	
(2) 20-Planning and Policy Development 1,937,000	

Item	Amount
(3) 30.01-Administration	1,049,000
(4) 30.02-Distributed Administration	–1,049,000
Provisions:	
1. Funds appropriated in this item are to be used to conduct activities pursuant to Chapter 10 of the Statutes of 2001 of the First Extraordinary Session and may be spent only upon approval by the Department of Finance. Amounts may be approved for expenditure on an allotment basis and shall be limited to the amounts needed to carry out operating and staffing plans approved by the Department of Finance. The Department of Finance shall notify the Joint Legislative Budget Committee of approval of expenditures in a timely manner.	
2. On or before June 30, 2003, the Authority shall transfer $1 million to the Renewable Resource Trust Fund from the proceeds of its financing activities or other project or program revenues.	
8690-001-0001—For support of Seismic Safety Commission	891,000
Schedule:	
(1) 10-Seismic Safety Commission	1,066,000
(2) Reimbursements	–175,000
8700-001-0001—For support of California Victim Compensation and Government Claims Board	832,000
Schedule:	
(1) 11-Citizens Indemnification	63,770,000
(2) 12-Quality Assurance and Revenue Recovery Division	7,829,000
(3) 21-Disaster Relief Claim Program	19,000
(4) 31-Civil Claims Against the State	832,000
(5) 41-Citizens Benefiting the Public	20,000
(6) 51.01-Administration	7,223,000
(7) 51.03-Executive Office	340,000
(8) 51.02-Distributed Administration Executive Office	–7,563,000
(9) Reimbursements	–19,000
(10) Amount payable from the Restitution Fund (Item 8700-001-0214)	–42,272,000
(11) Amount payable from the Federal Trust Fund (Item 8700-001-0890)	–29,327,000
(12) Amount payable from the Restitution Fund (Item 8700-002-0214)	–20,000

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Provisions:

1. The California Victim Compensation and Government Claims Board shall not routinely notify all local agencies and school districts regarding its proceedings. However, for each of its meetings, the board shall notify all parties whose claims or proposals are scheduled for consideration and any party requesting notice of the proceedings.

8700-001-0214—For support of California Victim Compensation and Government Claims Board, for support services pursuant to Chapter 5 (commencing with Section 13959) of Part 4 of Division 3 of Title 2 of the Government Code, for payment to Item 8700-001-0001, payable from the Restitution Fund 42,272,000

Provisions:

1. It is the intent of the Legislature that local agencies which contract with the California Victim Compensation and Government Claims Board as part of joint powers agreements or criminal restitution compacts are reimbursed for their costs. Notwithstanding any other provision of law, the Department of Finance may authorize expenditure from the Restitution Fund in excess of the amount appropriated not sooner than 30 days after notification in writing of the necessity is provided to the chairperson of the committee in each house of the Legislature that considers appropriations, the chairpersons of the committees and the appropriate subcommittees in each house of the Legislature that consider the State Budget, and the Chairperson of the Joint Legislative Budget Committee.
2. Of the amount appropriated in this item, $125,000 shall be available to provide the resources needed to support the Victims of Crime Recovery Center pilot project pursuant to Section 13974.5 of the Government Code.

8700-001-0890—For support of California Victim Compensation and Government Claims Board for payment to Item 8700-001-0001, payable from the Federal Trust Fund 29,327,000

8700-002-0214—For support of California Victim Compensation and Government Claims Board for support services pursuant to subdivision (e) of Section 13973 of the Government Code, for payment to Item 8700-001-0001, payable from the Restitution Fund 20,000

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8700-101-0001—For local assistance, California Victim Compensation and Government Claims Board for reimbursement of special election costs pursuant to Chapter 1102 of the Statutes of 1996, as amended by Chapter 790 of the Statutes of 1999 1,000,000

Provisions:

1. All expenses authorized and necessarily incurred in the preparation for and conduct of elections pursuant to Chapter 1102 of the Statutes of 1996, as amended by Chapter 790 of the Statutes of 1999, shall be reimbursed at a maximum rate of up to $1.37 per registered voter or the actual amount claimed for nonconsolidated elections, whichever is less, and a maximum rate of up to $0.66 per registered voter or the actual amount claimed for consolidated elections, whichever is less.
2. The California Victim Compensation and Government Claims Board may approve claims of counties in which fewer than 20,000 registered voters were eligible to participate in a special election in amounts greater than the maximums specified in Provision 1.

8700-295-0001—For local assistance, California Victim Compensation and Government Claims Board for reimbursement, in accordance with the provisions of Section 6 of Article XIII B of the California Constitution or Section 17561 of the Government Code, of the costs of any new program or increased level of service of an existing program mandated by statute or executive order, for disbursement by the State Controller 0

Schedule:

(1) 98.01.112.377-Adult Felony Restitution (Ch. 1123, Stats. 1977)..... 0

Provisions:

1. Pursuant to Section 17581 of the Government Code, mandates identified in the appropriation schedule of this item with an appropriation of $0 and included in the language of this provision are specifically identified by the Legislature for suspension during the 2002–03 fiscal year:
   (1) Adult Felony Restitution (Ch. 1123, Stats. 1977).

8770-001-0462—For support of Electricity Oversight Board, payable from the Public Utilities Commission Utilities Reimbursement Account 3,017,000

Item		Amount
Schedule:		
(1) 30-Administration	3,490,000	
(3) Amount payable from the Energy Resources Programs Account (Item 8770-001-0465)	–473,000	
8770-001-0465—For support of Electricity Oversight Board, for payment to Item 8770-001-0462, payable from the Energy Resources Programs Account		473,000
8780-001-0001—For support of Milton Marks "Little Hoover" Commission on California State Government Organization and Economy		838,000
Schedule:		
(1) 10-Milton Marks Commission on California State Government Organization and Economy	840,000	
(2) Reimbursements	–2,000	
8800-001-0001—For support of Membership in Interstate Organizations, to be allocated by the State Controller		931,000
Schedule:		
(1) 10-Council of State Governments	211,000	
(2) 20-National Conference of State Legislatures	228,000	
(3) 30-Western States Legislative Forestry Task Force	11,000	
(4) 35-Pacific Fisheries Legislative Task Force	13,000	
(5) 50-State and Local Legal Center	4,000	
(6) 60-National Governors' Association	~~82,000~~ 81,000	
(7) ~~60~~ 80 -Coastal States' Organization.	7,000	
(8) ~~80~~ 90 -Western Governors' Association	18,000	
(9) 91-National Center for State Courts	201,000	
(10) 92-Western Interstate Commission for Higher Education	52,000	
(11) 93-Interstate Compact for Education	~~66,000~~ 68,000	
(12) 94-For the Sake of the Salmon	~~38,000~~ 37,000	
8820-001-0001—For support of Commission on the Status of Women		429,000
Schedule:		
(1) 10-Administration, Legislation, Research and Information	431,000	
(2) Reimbursements	–2,000	

Item		Amount
8830-001-0001—For support of California Law Revision Commission		555,000
Schedule:		
(1) 10-Law Revision Commission	570,000	
(2) Reimbursements	–15,000	
8840-001-0001—For support of California Commission on Uniform State Laws		138,000
8855-001-0001—For support of Bureau of State Audits, for transfer to the State Audit Fund		11,349,000
Schedule:		
(1) 10-State Auditor	11,349,000	

Provisions:

1. The Joint Legislative Audit Committee shall authorize an audit of the claims submitted to the State Controller's Office for reimbursement of the Peace Office Procedural Bill of Rights (POBOR) mandate. The audit should consider:
   (a) Whether the mandate's parameters and guidelines clearly and precisely reflect the mandate's statement of decision and, if not, why parameters and guidelines meeting this standard were not enacted.
   (b) Whether mandate claims submitted by local agencies and school districts are consistent with the mandate's parameters and guidelines.
   (c) Factors explaining the wide variation in costs claimed, including different approaches used by consultants and financial incentives provided to local agencies relating to this claim.
   (d) The accuracy of the Commission on State Mandates' statewide cost estimate for POBOR.
   (e) Requirements of the POBOR mandate that pose the greatest state-reimbursable costs.

   The State Auditor shall report the results of the audit and make recommendations to the appropriate budget subcommittees of each house, the Legislative Analyst, and the Department of Finance on or before March 30, 2003.

8860-001-0001—For support of Department of Finance		28,972,000
Schedule:		
(1) 10-Annual Financial Plan	17,383,000	
(2) 20-Program and Information System Assessments	11,160,000	
(3) 30-Supportive Data	10,825,000	

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(4) 40.01-Administration..... 5,417,000
(5) 40.02-Distributed Administration ... –4,942,000
(6) Reimbursements.....–10,871,000

Provisions:

1. The funds appropriated in this item for CALSTARS shall be transferred by the Controller, upon order of the Department of Finance, or made available by the Department of Finance as a reimbursement, to other items and departments for CALSTARS-related activities by the Department of Finance.
2. The funds appropriated in this act for purposes of CALSTARS-related data-processing costs may be transferred between any items in this act by the Controller upon order of the Director of Finance. Any funds so transferred shall be used only for support of CALSTARS-related data-processing costs incurred.
3. Of the funds appropriated in Schedule (2), $2,000,000 is for Government Security and Oversight of Information ~~and~~ Technology projects.

8885-001-0001—For support of Commission on State Mandates, Program 10..... 1,578,000

Provisions:

1. The Commission on State Mandates shall provide, in applicable parameters and guidelines, as follows:
   (a) If a local agency or school district contracts with an independent contractor for the preparation and submission of reimbursement claims, the costs reimbursable by the state for that purpose shall not exceed the lesser of (1) 10 percent of the amount of the claims prepared and submitted by the independent contractor, or (2) the actual costs that necessarily would have been incurred for that purpose if performed by employees of the local agency or school district.
   (b) The maximum amount of reimbursement authorized by subdivision (a) may be exceeded only if the local agency or school district establishes, by appropriate documentation, that the preparation and submission of these claims could not have been accomplished without the incurring of the additional costs claimed by the local agency or school district.

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2. In the case where the commission receives one or more county applications for a finding of significant financial distress pursuant to Section 17000.6 of the Welfare and Institutions Code, and where the commission files a request under Section 27.00 of the Budget Act in order to carry out its duties with respect to those applications, then, notwithstanding the provisions of Section 17000.6 of the Welfare and Institutions Code, the time limit imposed on the commission to reach its preliminary and final decisions shall be tolled until such time as the commission has received spending authorization.

8910-001-0001—For support of Office of Administrative Law 2,273,000

Schedule:

(1) 10-Regulatory Oversight..... 2,413,000

(2) Reimbursements..... –140,000

8940-001-0001—For support of Military Department.... 29,844,000

Schedule:

(1) 10-Army National Guard..... 51,184,000

(2) 20-Air National Guard 15,971,000

(3) 30.01-Office of the Adjutant General..... 7,731,000

(4) 30.02-Distributed Office of the Adjutant General ..... –7,731,000

(5) 35-Military Support to Civil Authority 2,924,000

(6) 40-Military Retirement 3,156,000

(7) 50-California Cadet Corps 1,280,000

(8) 55-California State Military Reserve..... 235,000

(9) 65-California National Guard Youth Programs 11,585,000

(9.5) 97.20.001-Unallocated Reduction..... –900,000

(10) Reimbursements ..... –3,890,000

(11) Amount payable from the Armory Discretionary Improvement Account (Item 8940-001-0485)..... –150,000

(12) Amount payable from the Federal Trust Fund (Item 8940-001-0890) ..... –51,551,000

Provisions:

1. No expenditures shall be made from the funds appropriated in this item as a substitution for personnel, equipment, facilities, or other assistance,

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or for any portion thereof, that, in the absence of the expenditure, or of this appropriation, would be available to the Adjutant General of the State Military Forces, the California State Military, or the California State Military Reserve from the federal government.	
2. The funds appropriated in Schedule (6) shall be for military retirements, in accordance with Sections 228 and 256 of the Military and Veterans Code.	
8940-001-0485—For support of Military Department, for payment to Item 8940-001-0001, payable from the Armory Discretionary Improvement Account.....	150,000
Provisions:	
1. No expenditures shall be made from this appropriation until sufficient revenues or income from armories have been deposited into the State Treasury to the credit of the General Fund pursuant to subdivision (c) of Section 431 of the Military and Veterans Code.	
8940-001-0890—For support of Military Department, for payment to Item 8940-001-0001, payable from the Federal Trust Fund	51,551,000
8940-301-0001—For capital outlay, Military Department.....	7,270,000
Schedule:	
(1) 70.52.010-Azusa: Armory—Working drawings, construction, equipment..... 6,077,000	
(2) 70.83.010-Lancaster: Armory—Preliminary plans..... 743,000	
(3) 70.81.040-Los Alamitos Air Field Electrical Distribution System—Working drawings..... 450,000	
8940-301-0604—For capital outlay, Military Department, payable from the Armory Fund.....	750,000
(1) 70.83.010-Lancaster Armory-Acquisition 750,000	
8940-495—Reversion, Military Department. As of June 30, 2002, the unencumbered balance of the appropriation provided in the following citation shall revert to the General Fund.	
0001—General Fund	
(1) Item 8940-301-0001, Budget Act of 1999 (Ch. 50, Stats. 1999) as reappropriated by Item 8940-490, Budget Act of 2000 (Ch. 52, Stats. 2000),	

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(1) 70.10.010-Statewide—Project planning, working drawings, supervision of construction.		
8955-001-0001—For support of Department of Veterans Affairs		2,830,000
Schedule:		
(1) 10-Farm and Home Loans to Veterans	1,328,000	
(2) 20-Veterans Claims and Rights	1,626,000	
(3) 30-Care of Sick and Disabled Veterans	1,564,000	
(4) 50.01-General Administration	2,958,000	
(5) 50.02-Distributed General Administration	−2,958,000	
(6) Reimbursements	−316,000	
(7) Amount payable from the Veterans Service Office Fund (Item 8955-001-0083)	−44,000	
(8) Amount payable from the Veterans' Farm and Home Building Fund of 1943 (Item 8955-001-0592)	−1,328,000	
Provisions:		
1. The Department of Finance shall conduct an audit of the internal control system of the Department of Veterans Affairs and the Veterans Homes. The Department of Finance shall make recommendations for addressing all deficiencies at the Department of Veterans Affairs and the Veterans Homes. The Department of Veterans Affairs shall reimburse the Department of Finance for costs associated with the audit.		
8955-001-0083—For support of Department of Veterans Affairs, for payment to Item 8955-001-0001, payable from the Veterans Service Office Fund		44,000
8955-001-0592—For support of Department of Veterans Affairs, for payment to Item 8955-001-0001, payable from the Veterans' Farm and Home Building Fund of 1943		1,328,000
8955-101-0001—For local assistance, Department of Veterans Affairs, for contribution to counties toward compensation and expenses of county veteran services offices, to be expended in accordance with Section 972 and following of the Military and Veterans Code		2,350,000
Schedule:		
(1) 20-Veterans Claims and Rights	3,188,000	
(2) Reimbursements	−838,000	

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8955-101-0083—For local assistance, Department of Veterans Affairs, county veterans services offices, payable from the Veterans Service Office Fund	470,000
8955-301-0001—For capital outlay, Department of Veterans Affairs	253,000
Schedule:	
(1) 80.10.010-Northern California Veterans' Cemetery—Working drawings 253,000	
8955-301-0890—For capital outlay, Department of Veterans Affairs	6,282,000
Schedule:	
(1) 80.10.010-Northern California Veterans' Cemetery—Construction 6,282,000	
Provisions:	
1. The funds appropriated in this item shall be available for encumbrance until June 30, 2006.	
8960-011-0001—For support of Veterans' Home of California—Yountville	31,563,000
Schedule:	
(1) 30-Care of Sick and Disabled Veterans..... 67,203,000	
(2) Reimbursements .....–23,384,000	
(3) Amount payable from the Federal Trust Fund (Item 8960-011-0890).....–12,256,000	
Provisions:	
1. The Director of Finance may authorize a loan from the General Fund, in an amount not to exceed the level of reimbursements appropriated in Schedule (2) of this item to the Veterans' Home of California, provided that:	
(a) The loan is to meet cash needs resulting from the delay in receipt of reimbursements for medical services provided.	
(b) The loan is short-term, and shall be repaid within six months.	
(c) Interest charges may be waived pursuant to subdivision (e) of Section 16314 of the Government Code.	
(d) The Director of Finance may not approve the loan unless the approval is made in writing and filed with the Chairperson of the Joint Legislative Budget Committee and the chairperson of the committee in each house that considers appropriations not later than 30 days prior to the effective date of the ap-	

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proval, or not sooner than whatever lesser time the chairperson of the joint committee or his or her designee may determine.		
2. At the end of the six-month term of the loan, the department shall notify the Chairperson of the Joint Legislative Budget Committee whether the Veterans' Home of California has repaid the loan made pursuant to subdivision (d) of Provision 1. If the department notifies the Legislature that the Veterans' Home of California cannot repay the loan within the six-month loan period, it shall identify a payment schedule for full payment of the loan.		
3. Of the funds appropriated in Schedule (1), the amount of $500,000 is available for special projects that provide a direct benefit to the members of the Veterans' Home of California at Yountville, including the maintenance of facilities used by members and the public. The Allied Council at the Veterans' Home of California may submit special project requests to the administrator for consideration. After consultation with the Allied Council, a budget for expenditure of these funds shall be approved by the administrator, and the Secretary of Veterans Affairs.		
8960-011-0890—For support of Veterans' Home of California—Yountville, for payment to Item 8960-011-0001, payable from the Federal Trust Fund.....		12,256,000
8960-301-0001—For capital outlay, Veterans' Home of California—Yountville		273,000
Schedule:		
(1) 80.20.045-Minor Projects	273,000	
(2) 80.20.271-Yountville: Lincoln Theatre Renovation—Construction	15,590,000	
(3) Reimbursements-Yountville: Lincoln Theatre Renovation—Construction	–15,590,000	
8960-301-0701—For capital outlay, Veterans' Home of California—Yountville, payable from the Veterans Home Fund		1,901,000
Schedule:		
(1) 80.20.260-Convert & Renovate Laundry Facility—Working drawings and construction	617,000	

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(2) 80.20.300-Renovate 1.25 Million Gallon Water Storage Tank & Transmission Line—Preliminary plans, working drawings, and construction	738,000	
(3) 80.20.305-Renovate Memorial Chapel—Preliminary plans, working drawings, and construction	546,000	
Provisions:		
1. Funds appropriated for working drawings and construction for the projects identified in Schedules (2) and (3) are available for encumbrance until June 30, 2005.		
8960-301-0890—For capital outlay, Veterans' Home of California—Yountville, payable from the Federal Trust Fund		3,527,000
Schedule:		
(1) 80.20.260-Convert and Renovate Laundry Facility—Working drawings and construction	1,145,000	
(2) 80.20.300-Renovate 1.25 Million Gallon Water Storage Tank and Transmission Line—Preliminary plans, working drawings, and construction	1,369,000	
(3) 80.20.305-Renovate Memorial Chapel—Preliminary plans, working drawings, and construction	1,013,000	
Provisions:		
1. Funds appropriated for working drawings and construction for the projects identified in Schedules (2) and (3) are available for encumbrance until June 30, 2005.		
8965-001-0001—For support of the Veterans' Home of California—Barstow		12,081,000
Schedule:		
(1) 30-Care of Sick and Disabled Veterans	20,222,000	
(2) Reimbursements	–4,544,000	
(3) Amount payable from the Federal Trust Fund (Item 8965-001-0890).	–3,597,000	
Provisions:		
1. The Director of Finance may authorize a loan from the General Fund, in an amount not to exceed the level of reimbursements appropriated in Schedule (2) of this item to the Veterans' Home of California, provided that:		

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(a) The loan is to meet cash needs resulting from the delay in receipt of reimbursements for medical services provided.
(b) The loan is short-term, and shall be repaid within six months.
(c) Interest charges may be waived pursuant to subdivision (e) of Section 16314 of the Government Code.
(d) The Director of Finance may not approve the loan unless the approval is made in writing and filed with the Chairperson of the Joint Legislative Budget Committee and the chairperson of the committee in each house that considers appropriations not later than 30 days prior to the effective date of the approval, or not sooner than whatever lesser time the chairperson of the joint committee or his or her designee may determine.

2. At the end of the six-month term of the loan, the department shall notify the Chairperson of the Joint Legislative Budget Committee whether the Veterans' Home of California has repaid the loan made pursuant to subdivision (d) of Provision 1. If the department notifies the Legislature that the Veterans' Home of California cannot repay the loan within the six-month loan period, it shall identify a payment schedule for full payment of the loan.

8965-001-0890—For support of the Veterans' Home of California—Barstow, for payment to Item 8965-001-0001, payable from the Federal Trust Fund 3,597,000

8965-003-0001—For support of the Veterans' Home of California—Barstow for rental payments on lease-revenue bonds 1,188,000

Schedule:

(1) Base Rental and Fees 1,131,000
(2) Insurance 117,000
(3) Reimbursements ..... –60,000

Provisions:

1. The Controller shall transfer funds appropriated in this item according to a schedule to be provided by the State Public Works Board. The schedule shall be provided on a monthly basis or as otherwise might be needed to ensure debt requirements are met.

8966-001-0001—For support of the Veterans' Home of California—Chula Vista 10,845,000

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Schedule:

(1) 30-Care of Sick and Disabled Veterans..... 18,196,000

(2) Reimbursements..... –3,496,000

(3) Amount payable from the Federal Trust Fund (Item 8966-001-0890). –3,855,000

Provisions:

1. The Director of Finance may authorize a loan from the General Fund, in an amount not to exceed the level of reimbursements appropriated in Schedule (2) of this item to the Veterans' Home of California, provided that:
   (a) The loan is to meet cash needs resulting from the delay in receipt of reimbursements for medical services provided.
   (b) The loan is short-term, and shall be repaid within six months.
   (c) Interest charges may be waived pursuant to subdivision (e) of Section 16314 of the Government Code.
   (d) The Director of Finance may not approve the loan unless the approval is made in writing and filed with the Chairperson of the Joint Legislative Budget Committee and the chairperson of the committee in each house that considers appropriations not later than 30 days prior to the effective date of the approval, or not sooner than whatever lesser time the chairperson of the joint committee or his or her designee may determine.
2. At the end of the six-month term of the loan, the department shall notify the Chairperson of the Joint Legislative Budget Committee whether the Veterans' Home of California has repaid the loan made pursuant to subdivision (d) of Provision 1. If the department notifies the Legislature that the Veterans' Home of California cannot repay the loan within the six-month loan period, it shall identify a payment schedule for full payment of the loan.

8966-001-0890—For support of the Veterans' Home of California—Chula Vista, for payment to Item 8966-001-0001, payable from the Federal Trust Fund..... 3,855,000

8966-003-0001—For support of the Veterans' Home of California—Chula Vista for rental payments on lease-revenue bonds..... 1,423,000

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Schedule:

(1) Base Rental and Fees 1,406,000

(2) Insurance 17,000

Provisions:

1. The Controller shall transfer funds appropriated in this item according to a schedule to be provided by the State Public Works Board. The schedule shall be provided on a monthly basis or as otherwise might be needed to ensure debt requirements are met.

9100-101-0001—For local assistance, Tax Relief..... 696,144,000

Schedule:

(1) 10-Senior Citizens' Property Tax Assistance..... 33,400,000

(2) 20-Senior Citizens' Property Tax Deferral Program 12,800,000

(3) 30-Senior Citizen Renters' Tax Assistance.....200,500,000

(4) 50-Homeowners' Property Tax Relief 410,400,000

(5) 60-Subventions for Open Space..... 39,000,000

(6) 90-Substandard Housing..... 44,000

Provisions:

1. Schedule (1) is for property tax assistance to homeowner claimants in accordance with the Senior Citizens Property Tax Assistance and Postponement Law, as set forth in Part 10.5 (commencing with Section 20501) of Division 2 of the Revenue and Taxation Code.

   Any unexpended balance in Schedule (1) may be used to make payments to senior citizen renter claimants under Schedule (3).

2. Schedule (2) is for property tax postponement and assistance to claimants in accordance with the Senior Citizens Property Tax Assistance and Postponement Law, as set forth in Part 10.5 (commencing with Section 20501) of Division 2 of the Revenue and Taxation Code. The appropriation made by this schedule shall be in lieu of the appropriation for the same purpose contained in Section 16100 of the Government Code.

3. Schedule (3) is for property tax assistance to renter claimants in accordance with the Senior Citizens Property Tax Assistance and Postponement Law, as set forth in Part 10.5 (commencing with Section 20501) of Division 2 of the Revenue and Taxation Code.

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Any unexpended balance in Schedule (3) may be used to make payments to senior citizen homeowner claimants under Schedule (1).

4. Schedule (4) is for reimbursement to local taxing authorities for revenue lost by reason of the homeowners' property tax exemption granted pursuant to subdivision (k) of Section 3 of Article XIII of the California Constitution. The appropriation made by this schedule shall be in lieu of the appropriation required pursuant to Section 25 of Article XIII of the California Constitution and the appropriation for the same purposes contained in Section 16100 or 16120 of the Government Code.
5. Schedule (5) is for providing reimbursement to local taxing authorities for revenue lost by reason of the assessment of open-space lands under Sections 423, 423.3, 423.4, and 423.5 of the Revenue and Taxation Code, and in accordance with Chapter 3 (commencing with Section 16140) of Part 1 of Division 4 of Title 2 of the Government Code. The appropriation made by this schedule shall be in lieu of the appropriation for the same purpose contained in Section 16100 or 16140 of the Government Code.
6. Schedule (6) is for transfer by the Controller to the Local Agency Code Enforcement and Rehabilitation Fund, for the purpose of providing funds to defray costs incurred in the enforcement of local housing code provisions and to fund housing rehabilitation programs for persons and families of low and moderate income, as defined in Section 50093 of the Health and Safety Code, to be allocated to local agencies, prorated on the basis of their share of disallowed deductions that resulted from the agencies' proceedings. Notwithstanding Section 27 of this act, the Director of the Department of Finance, upon notification by the Franchise Tax Board, may revise the estimated appropriation of substandard housing abatement revenues to reflect the actual revenues received in 2001–02 pursuant to Sections ~~17299~~ 17274 and 24436.5 of the Revenue and Taxation Code.

   This amount is in lieu of any statutory requirement.
7. Notwithstanding any other provision of law, the Director of Finance may authorize expenditures

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for Schedules (1), (2), (3), (4), and (5) in excess of or less than the amount appropriated not sooner than 30 days after notification in writing of the necessity therefor is provided to the chairpersons of the fiscal committees and the Chairperson of the Joint Legislative Budget Committee, or not sooner than whatever lesser time the chairperson of the committee, or his or her designee, may in each instance determine.

9100-295-0001—For local assistance, Tax Relief, for reimbursement, in accordance with the provisions of Section 6 of Article XIII B of the California Constitution or Section 17561 of the Government Code, of the costs of any new program or increased level of service of an existing program mandated by statute or executive order, for disbursement by the State Controller 3,000

Schedule:

(1) 98.01.124.277-Senior Citizens' Property Tax Deferral Program (Ch. 1242, Stats. 1977)	1,000
(2) 98.01.092.187-Countywide Tax Rates (Ch. 921, Stats. 1987).....	1,000
(3) 98.01.069.792-Allocation of Property Tax Revenue (Ch. 697, Stats. 1992).....	1,000
(4) 98.01.105.183-Senior Citizen's Mobilehome Property Tax Deferral (Ch. 1051, Stats. 1983)	0
(5) 98.01.004.887-Property Tax-Family Transfers (Ch. 48, Stats. 1987).....	0

Provisions:

1. Except as provided in Provision 2 of this item, allocations of funds provided in this item to the appropriate local entities shall be made by the State Controller in accordance with the provisions of each statute or executive order that mandates the reimbursement of the costs, and shall be audited to verify the actual amount of the mandated costs in accordance with subdivision (d) of Section 17561 of the Government Code. Audit adjustments to prior year claims may be paid from this item. Funds appropriated in this item may be used to provide reimbursement pursuant to Article 5 (commencing with Section 17615) of Chapter 4 of Part 7 of Division 4 of Title 2 of the Government Code.

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2. If any of the scheduled amounts are insufficient to provide full reimbursement of costs, the State Controller may, upon notifying the Director of Finance in writing, augment those deficient amounts from the unencumbered balance of any other scheduled amounts therein. No order may be issued pursuant to this provision unless written notification of the necessity therefor is provided to the chairperson of the committee in each house which considers appropriations and the Chairperson of the Joint Legislative Budget Committee or his or her designee.
3. Pursuant to Section 17581 of the Government Code, mandates identified in the appropriation schedule of this item with an appropriation of $0 and included in the language of this provision are specifically identified by the Legislature for suspension during the 2002–03 fiscal year:
   (4) Senior Citizen's Mobilehome Property Tax Deferral (Ch. 1051, Stats. 1983)
   (5) Property Tax-Family Transfers (Ch. 48, Stats. 1987)

9210-101-0001—For local assistance, local government financing 232,600,000

Provisions:

1. For allocation by the Controller to local jurisdictions for public safety and juvenile justice purposes, as determined by the Director of Finance pursuant to Chapter 6.7 (commencing with Section 30061) of Division 3 of Title 3 of the Government Code.
2. Notwithstanding any other provision of law, the funds appropriated in this item shall be available for expenditure until June 30, 2004. These funds shall be used to supplement and not supplant existing services.

9210-103-0001—For local assistance, Local Government Financing. For assistance to redevelopment agencies, to be allocated by the State Controller..... 1,400,000

Provisions:

1. The appropriation made in this item shall be in lieu of any appropriation required pursuant to Chapter 1.5 (commencing with Section 16110) of Part 1 of Division 4 of Title 2 of the Government Code.
2. The Controller shall allocate funds appropriated in this item to redevelopment agencies that have

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pledged, pursuant to bond instruments and supporting documents, special supplemental subventions as security for payment of the principal and interest on bonds, and have demonstrated that gross tax increment revenues allocated to them in the 2001–02 fiscal year (as reported for inclusion in the Controller's ''Annual Report of Financial Transactions Concerning Community Redevelopment Agencies of California, Fiscal Year 2001–02''), less housing set-aside amounts not available for debt service, and less any reserve requirement deficiency existing as of December 31, 2002, would be insufficient to cover their maximum annual debt service requirements on bonds to which special supplemental subventions have been pledged. The amount allocated to any redevelopment agency shall not exceed the lesser of: (a) the amount that the redevelopment agency would otherwise be entitled to receive pursuant to paragraph (3) of subdivision (c) of Section 16111 of the Government Code, or (b) the amount required by the redevelopment agency to cover its maximum annual debt service requirements on bonds to which special supplemental subventions have been pledged, plus any reserve requirement deficiency existing as of December 31, 2002, less the amount of gross tax increment revenues allocated to it in the 2001–02 fiscal year, less housing set-aside amounts not available for debt service.

3. If the allocation required pursuant to Provision 2 would exceed the amount of the appropriation in this item, the Controller shall prorate the allocation to those redevelopment agencies that meet the requirements of Provision 2.
4. Notwithstanding Section 2.00 of this act, the Controller shall allocate up to 50 percent of the appropriation in this item on or before December 31, 2002, and up to the remaining amount of the appropriation in this item on or before July 31, 2003. Expenditure of the amount to be allocated on July 31, 2003, shall be accounted by the Controller as an expenditure of the 2003–04 fiscal year.

9210-105-0001—For local assistance, property tax administration grant program..... 51,500,000

Provisions:

1. For allocation by the Controller to ~~the~~ counties, as determined by the Department of Finance, pursu-

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ant to Chapter 6 (commencing with Section 95.35) of Division 1 of the Revenue and Taxation Code.

9210-106-0001—For local assistance, Local Government Financing, law enforcement grants 18,500,000

Provisions:

1. The funds appropriated in this item for allocation by the Controller shall be used for one-time grants to local law enforcement agencies for purchase of high-technology equipment.
2. The funds shall be allocated to county sheriffs and city police chiefs in accordance with the proportionate share of the state's total population that resides in each county, city, and city and county, as determined on the basis of the most recent January population estimate developed by the Department of Finance.
3. By accepting the funds provided by this item, local entities agree to report in writing to the Department of Finance on or before August 15, 2003. The report shall include, at a minimum, the following: how funds received in the 2002–03 fiscal year were spent, or if funds have not been expended, how funds are proposed to be expended and when; a description of the expenditures and how they will benefit public safety; a summary of the public safety budget for the most recent year available; and the signature of the county sheriff, or designee, city police chief, or designee, or special district administrator, or designee. The report may not exceed five pages in length.
4. Local entities that receive funds pursuant to this item and that either do not agree to the reporting requirements in Provision 3 or do not report within the specified timeframes, shall return the grant moneys provided in the 2002–03 fiscal year to the Controller within 30 days after the due date of the report. Any returned funds shall revert to the General Fund.
5. The minimum amount of each law enforcement grant allocated pursuant to this section shall be $15,000.

9210-110-0001—For local assistance, Local Government Financing 147,000

Provisions:

1. The funds appropriated in this item are for allocation by the Controller, by October 1, 2002, to

Item	Amount
counties that do not contain incorporated cities. The allocation to the affected counties shall be made in proportion to the population of those counties as of January 1, 2002.	
9210-295-0001—For local assistance, Local Government Financing, for reimbursement, in accordance with the provisions of Section 6 of Article XIII B of the California Constitution or Section 17561 of the Government Code, of the costs of any new program or increased level of service of an existing program mandated by statute or executive order, for disbursement by the State Controller	3,000
Schedule:	
(1) 98.01.048.675-Test Claims and Reimbursement Claims (Ch. 486, Stats. 1975)	1,000
(2) 98.01.064.186-Open Meetings Act Notices (Ch. 641, Stats. 1986).....	1,000
(3) 98.01.084.578-Filipino Employee Surveys (Ch. 845, Stats. 1978)	0
(4) 98.01.088.981-Lis Pendens (Ch. 889, Stats. 1981).....	0
(5) 98.01.098.084-Proration of Fines and Court Audits (Ch. 980, Stats. 1984).....	0
(6) 98.01.099.991-Rape Victim Counseling Ctr. Notices (Ch. 999, Stats. 1991).....	1,000
(7) 98.01.128.180-Involuntary Lien Notices (Ch. 1281, Stats. 1980)....	0
(8) 98.01.160.984-Domestic Violence Information (Ch. 1609, Stats. 1984).....	0
(9) 98.01.133.487-CPR Pocket Masks (Ch. 1334, Stats. 1987)	0
Provisions:	
1. Except as provided in Provision 2 of this item, allocations of funds provided in this item to the appropriate local entities shall be made by the State Controller in accordance with the provisions of each statute or executive order that mandates the reimbursement of the costs, and shall be audited to verify the actual amount of the mandated costs in accordance with subdivision (d) of Section 17561 of the Government Code. Audit adjustments to prior year claims may be paid from this item. Funds appropriated in this item may be used	

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to provide reimbursement pursuant to Article 5 (commencing with Section 17615) of Chapter 4 of Part 7 of Division 4 of Title 2 of the Government Code.

2. If any of the scheduled amounts are insufficient to provide full reimbursement of costs, the State Controller may, upon notifying the Director of Finance in writing, augment those deficient amounts from the unencumbered balance of any other scheduled amounts therein. No order may be issued pursuant to this provision unless written notification of the necessity therefor is provided to the chairperson of the committee in each house which considers appropriations and the Chairperson of the Joint Legislative Budget Committee or his or her designee.
3. Pursuant to Section 17581 of the Government Code, mandates identified in the appropriation schedule of this item with an appropriation of $0 and included in the language of this provision are specifically identified by the Legislature for suspension during the 2002–03 fiscal year:
   (3) Filipino Employee Surveys (Ch. 845, Stats. 1978)
   (4) Lis Pendens (Ch. 889, Stats. 1981)
   (5) Proration of Fines and Court Audits (Ch. 980, Stats. 1984)
   (7) Involuntary Lien Notices (Ch. 1281, Stats. 1980)
   (8) Domestic Violence Information (Ch. 1609, Stats. 1984)
   (9) CPR Pocket Masks (Chapter 1334, Stats. 1987)

9620-001-0001—For Payment of Interest on General Fund loans, upon order of the Director of Finance, for any General Fund loan 50,000,000

Provisions:

1. The Director of Finance, the Controller, and the State Treasurer shall satisfy any need of the General Fund for borrowed funds in a manner consistent with the Legislature's objective of conducting General Fund borrowing in a manner that best meets the state's interest. The state fiscal officers may, among other factors, take into consideration the costs of external versus internal borrowings and potential impact on other borrowings of the state.

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2. In the event that interest expenses related to internal borrowing exceed the amount appropriated by this item, there is hereby appropriated any amount necessary to pay the interest. Funds appropriated by this item shall not be expended prior to 30 days after the Department of Finance notifies the Joint Legislative Budget Committee of the amount(s) necessary or not sooner than such lesser time as the Chairperson of the Joint Legislative Budget Committee may determine.

9625-001-0001—For Interest Payments to the Federal Government arising from the federal Cash Management Improvement Act of 1990 12,000,000

Provisions:

1. Expenditures from the funds appropriated by this item shall be made by the Controller, subject to the approval of the Department of Finance, and shall be charged to the fiscal year in which the disbursement is issued.
2. In the event that expenditures for interest payments to the federal government arising from the federal Cash Management Improvement Act of 1990 exceed the amount appropriated by this item, the Director of Finance may allocate an additional amount not to exceed $10,000,000 over the amount appropriated by this item. This allocation shall be made no sooner than 30 days after notification to the Chairperson of the Joint Legislative Budget Committee and the chairperson of the fiscal committees in each house.

9625-001-0042—For interest payment to the Federal Government arising from the Cash Management Improvement Act of 1990, payable from the State Highway Account, State Transportation Fund..... 500,000

Provisions:

1. Provision 1 of Item 9625-001-0001 also applies to this item.
2. In the event that expenditures for interest payments to the federal government arising from the Cash Management Improvement Act of 1990 exceed the amount appropriated by this item, the Director of Finance may allocate an additional amount not to exceed $1,000,000 over the amount appropriated by this item. This allocation shall be made no sooner than 30 days after notification to the Chairperson of the Joint Legislative Budget

Item	Amount
Committee and the chairperson of the fiscal committees in each house.	
9625-001-0494—For Interest Payments to the Federal Government arising from the Cash Management Improvement Act of 1990, payable from the appropriate special fund	1,000
Provisions:	
1. Provision 1 of Item 9625-001-0001 and Provision 2 of Item 9625-001-0042 also apply to this item.	
9625-001-0988—For interest payments to the Federal Government arising from the Cash Management Improvement Act of 1990, payable from the appropriate nongovernmental cost fund	1,000
Provisions:	
1. Provision 1 of Item 9625-001-0001 and Provision 2 of Item 9625-001-0042 also apply to this item.	
9650-001-0001—For support of Health and Dental Benefits for Annuitants. For the state's contribution for the cost of a health benefits plan and dental care premiums, for annuitants and other employees, in accordance with Sections 22821.2, 22825.7, 22828, 22829, and 22952 of the Government Code, which cost is not chargeable to any other appropriation	576,620,000
Schedule:	
(1) Health benefit premiums 526,809,000	
(2) Dental care premiums 49,811,000	
Provisions:	
1. The maximum transfer amounts specified in subdivision (c) of Section 26.00 of this act do not apply to this item.	
2. Notwithstanding Section 22819 of the Government Code or any other provision of law, annuitants and their family members who were employed by the California State University, and who become eligible for Part A and Part B of Medicare during the 2002–03 fiscal year, shall not be enrolled in a basic health benefits plan during the 2002–03 fiscal year. If the annuitant or family member is enrolled in Part A and Part B of Medicare, he or she may enroll in a supplement to the Medicare plan. This provision does not apply to employees and family members who are specifically excluded from enrollment in a supplement to the Medicare plan by federal law or regulation.	
3. The maximum monthly contribution for an annuitant's health benefits plan shall be $288 for a single enrollee, $537 for an enrollee and one de-	

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pendent, and $665 for an enrollee and two or more dependents.

9650-495—Reversion, Public Employees' Retirement System. As of June 30, 2002, the unencumbered balance of the appropriation provided in the following citation shall revert to the balance of the fund from which the appropriation was made:

0001—General Fund

(1) Item 9650-001-0001 of Section 2.00 of the Budget Act of 2001 (Ch. 106, Stats. 2001)

9670-001-0001—For equity claims before the California Victim Compensation and Government Claims Board and for settlements and judgments in cases in which the state is represented by the Department of Justice for the administration and payment of tort liability claims, settlements, compromises and judgments against the state, its officers, servants and employees of state agencies, departments, boards, bureaus or commissions supported from the General Fund, for expenditure by the Department of Justice, subject to approval of the Department of Finance in its discretion..... 0

Provisions:

1. There is hereby appropriated from each fund, other than the General Fund, an amount sufficient for payment of tort liability claims, settlements, compromises, and judgments against the state, its officers, servants and employees of state agencies, departments, boards, bureaus, or commissions arising from activities supported from that fund. No expenditure from any appropriation from a fund other than the General Fund for payment of tort liability claims, settlements, compromises, and judgments shall be made unless approved by the Department of Finance in its discretion.
2. Expenditures made under this item shall be charged to the fiscal year in which the warrant is issued by the State Controller.
3. Payment under this item is limited in amount to claims, settlements, compromises, and judgments which do not exceed $70,000, exclusive of interest, and no payment from this item exceeding that amount shall be approved by the Department of Finance or made by the Department of Justice.
4. No payment shall be approved by the Department of Finance or made by the Department of Justice from this item except in full and final satisfaction

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of the claim, settlement, compromise, or judgment upon which the payment is based.

5. Funding for the payment of tort liability claims, settlements, compromises, and judgments which require the approval of the Director of Finance shall first be considered from within the affected agency, department, board, bureau, or commission's existing budgeted resources. Payment pursuant to this item (from funds other than the General Fund) shall be made only after the affected agency, department, board, bureau, or commission has demonstrated to the Department of Finance that insufficient funds are available for payment of all or a portion of the claim.

9670-401—For maintenance of accounting records by the State Controller's office or any other agency maintaining these records, appropriations made in this act for Organization Code 9670 (Equity Claims of California Victim Compensation and Government Claims Board and Settlements and Judgments by Department of Justice) are to be recorded under Organization Code 9671 (Equity Claims of California Victim Compensation and Government Claims Board) and Organization Code 9672 (Settlements and Judgments by Department of Justice).

9800-001-0001—For Augmentation for Employee Compensation 184,461,000

Provisions:

1. The amount appropriated in this item shall not be construed to control or influence collective bargaining between the state employer and employee representatives.
2. The funds appropriated in this item are for employee compensation increases and increases in benefits related thereto, whose compensation or portion thereof, is chargeable to the General Fund, to be allocated by executive order by the Department of Finance to the several state offices, departments, boards, bureaus, commissions, and other state agencies, in augmentation of their respective appropriations or allocations, in accordance with approved memoranda of understanding or, for employees excluded from collective bargaining in accordance with salary and benefit schedules established by the Department of Personnel Administration.

Item	Amount
9800-001-0494—For Augmentation for Employee Compensation, payable from other unallocated special funds	74,072,000

Provisions:

1. The amount appropriated in this item shall not be construed to control or influence collective bargaining between the state employer and employee representatives.
2. The funds appropriated in this item are for employee compensation increases and increases in benefits related thereto, whose compensation or portion thereof, is chargeable to special funds, to be allocated by executive order by the Department of Finance to the several state offices, departments, boards, bureaus, commissions, and other state agencies, in augmentation of their respective appropriations or allocations, in accordance with approved memoranda of understanding or, for employees excluded from collective bargaining in accordance with salary and benefit schedules established by the Department of Personnel Administration.

9800-001-0988—For Augmentation for Employee Compensation, payable from other unallocated nongovernmental cost funds	40,573,000

Provisions:

1. The amount appropriated in this item shall not be construed to control or influence collective bargaining between the state employer and employee representatives.
2. The funds appropriated in this item are for employee compensation increases and increases in benefits related thereto, whose compensation or portion thereof, is chargeable to nongovernmental cost funds, to be allocated by executive order by the Department of Finance to the several state offices, departments, boards, bureaus, commissions, and other state agencies, in augmentation of their respective appropriations or allocations, in accordance with approved memoranda of understanding or, for employees excluded from collective bargaining in accordance with salary and benefit schedules established by the Department of Personnel Administration.

9840-001-0001—For Augmentation for Contingencies or Emergencies	2,000,000

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Provisions:

1. The funds appropriated for the augmentation for contingencies or emergencies are to be expended only on written authorization of the Department of Finance for contingencies or emergencies.
2. Contingencies, within the meaning of these funds, are defined as proposed expenditures arising from unexpected conditions or losses for which no appropriation, or insufficient appropriation, has been made by law and which, in the judgment of the Director of Finance, constitute cases of actual necessity. Emergencies, within the meaning of this item, are defined as expenditures incurred in response to conditions of disaster or extreme peril which threaten the health or safety of persons or property within the state.
3. Emergency and contingency expenditure authorizations and deficiency expenditure authorizations shall be limited to purposes which have been specifically approved by the Legislature in Budget Acts or other legislation, except that not more than $500,000 of each fund may be expended for purposes for which no such specific prior authorizations exist.
4. Authorizations for expenditures or deficiency expenditures arising from a contingency shall become effective no sooner than 30 days after notification in writing to the Joint Legislative Budget Committee, or no sooner than such lesser time as the committee, or its designee, may in each instance determine.
5. For expenditure authorizations or deficiency expenditure authorizations arising from an emergency, the Director of Finance shall file with the Joint Legislative Budget Committee, within 10 days after approval, copies of all executive orders for emergency-related encumbrance or expenditure authorizations, stating the reasons for, and the amount of, all such authorizations, except that any emergency augmentation from this item to any program in excess of 10 percent of the amount authorized for expenditure in the 2002–03 fiscal year for such program shall become effective no sooner than 30 days after notification in writing to the Joint Legislative Budget Committee or no sooner than such lesser time as the committee, or its designee, may in each instance determine, ex-

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cept that no such limit shall apply if the Director of Finance states in writing to the Chairperson of the Joint Legislative Budget Committee the necessity and urgency for the allocation which, in the judgment of the director, makes prior approval impractical.

6. For purposes for which the Governor previously vetoed funding, allocation of funds or authorization for deficiency expenditures shall not be made under the emergency provisions.

9840-001-0494—For Augmentation for Contingencies or Emergencies, payable from unallocated special funds 1,500,000

Provisions:

1. Provisions 1, 2, 3, 4, 5, and 6 of Item 9840-001-0001 also apply to this item.
2. For the Augmentation for Contingencies or Emergencies, payable from special funds, there are appropriated from each special fund sums necessary to meet contingencies or emergencies, to be expended only on written authorization of the Director of Finance. No deficiencies shall be authorized by the Director of Finance in any appropriation of money from special funds made by this act for the 2002–03 fiscal year under the provisions of Section 11006 of the Government Code. Accounts, special accounts, and funds in the General Fund, that are treated as other governmental cost funds for accounting and budgeting purposes in accordance with Section 13303 of the Government Code, shall be considered to be special funds within the meaning of this item.

9840-001-0988—For Augmentation for Contingencies or Emergencies, payable from unallocated nongovernmental cost funds 1,500,000

Provisions:

1. Provisions 1, 2, 3, 4, 5, and 6 of Item 9840-001-0001 also apply to this item.
2. For Reserve for Contingencies or Emergencies, payable from nongovernmental cost funds, there is appropriated from each nongovernmental cost fund that is subject to control or limited by this act, sums necessary to meet contingencies or emergencies, to be expended only on written authorization of the Director of Finance. No deficiencies shall be authorized by the Director of Finance in any appropriation of money from

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nongovernmental cost funds made by this act for the 2002–03 fiscal year under the provisions of Section 11006 of the Government Code.

9840-011-0001—For Augmentation for Contingencies or Emergencies (Loans) ..... (2,500,000)

Provisions:

1. This appropriation is for loans that may be made to state agencies which derive their support from the General Fund or from sources other than the General Fund, upon terms and conditions for repayment as may be prescribed by the Department of Finance. Any sum so loaned shall, if ordered by the Department of Finance, be transferred by the State Controller to the fund from which the support of the agency is derived.
2. No loan shall be made which requires repayment from a future legislative appropriation.
3. Authorizations for loans shall become effective no sooner than 30 days after notification in writing to the Joint Legislative Budget Committee, or no sooner than a lesser time which the committee, or its designee, may in each instance determine, except that this limit shall not apply if the Director of Finance states in writing to the Chairperson of the Joint Legislative Budget Committee the necessity and urgency for the loan which, in the judgment of the director, makes prior approval impractical.
4. Within 10 days after approval, the Director of Finance shall file with the Joint Legislative Budget Committee copies of all executive orders for loans stating the reasons for, and the amount of, all of these authorizations.

9840-490—Reappropriation, Augmentation for Contingencies or Emergencies. As of June 30, 2002, the balances of the appropriations made by Items 9840-001-0001, 9840-001-0494 and 9840-001-0988, Budget Act of 2001, are reappropriated and shall be available until June 30, 2003, and may be expended on written authorization of the Department of Finance issued on or before said date, for contingencies and emergencies, within the meaning of those items, occurring during the 2001–02 fiscal year.

9860-301-0001—For unallocated capital outlay (10.10.010)..... 1,500,000

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Provisions:

1. The funds appropriated in this item are to be allocated by the Department of Finance to state agencies to develop design and cost information for new projects for which funds have not been appropriated previously, but which are anticipated to be included in the 2003–04 or 2004–05 Governor's Budget or 2004–05 five-year capital outlay plans. The amount appropriated in this item shall not be construed as a commitment by the Legislature as to the amount of capital outlay funds it will appropriate in any future fiscal year.

9909-017-0001—For allocation by the Department of Finance, in support of federal Health Insurance Portability and Accountability Act (HIPAA) activities for applicant state agencies, departments, boards, commissions, or other entities of state government 3,000,000

Provisions:

1. The funding in this item shall be allocated in accordance with the provisions of Section 130312 of the Health and Safety Code.

   A department that is required to comply with the Health Insurance Portability and Accountability Act (HIPAA) shall conduct an assessment prior to engaging in remediation activities. Notwithstanding Sections 27.00, 28.00, and 28.50 of this act, or any other provision of law, upon request of the California Health and Human Services Agency, the Department of Finance may augment the amount available for expenditure for items in Section 2.00 of this act, as appropriate, to fund HIPAA remediation activities. An augmentation approved by the Department of Finance shall be made not sooner than 30 days after notification in writing to the Joint Legislative Budget Committee, or not sooner than lesser time that the committee or designee may in each instance determine. The funds appropriated by this provision shall be consistent with the amount approved by the Department of Finance based on its review and approval of relevant funding documents.

9909-017-0890—For allocation by the Department of Finance, in support of federal Health Insurance Portability and Accountability Act (HIPAA) activities for applicant state agencies, departments, boards, commissions, or other entities of state government 814,900

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Provisions:

1. The funding in this item shall be allocated in accordance with the provisions of Section 130312 of the Health and Safety Code.

   A department that is required to comply with the Health Insurance Portability and Accountability Act (HIPAA) shall conduct an assessment prior to engaging in remediation activities. Notwithstanding Sections 27.00, 28.00, and 28.50 of this act, or any other provision of law, upon request of the California Health and Human Services Agency, the Department of Finance may augment the amount available for expenditure for items in Section 2.00 of this act, as appropriate, to fund HIPAA remediation activities. An augmentation approved by the Department of Finance shall be made not sooner than 30 days after notification in writing to the Joint Legislative Budget Committee, or not sooner than lesser time that the committee or designee may in each instance determine. The funds appropriated by this provision shall be consistent with the amount approved by the Department of Finance based on its review and approval of relevant funding documents.

9909-017-0988—For allocation by the Department of Finance, in support of federal Health Insurance Portability and Accountability Act (HIPAA) activities for applicant state agencies, departments, boards, commissions, or other entities of state government 448,000

Provisions:

1. The funding in this item shall be allocated in accordance with the provisions of Section 130312 of the Health and Safety Code.

   A department that is required to comply with the Health Insurance Portability and Accountability Act (HIPAA) shall conduct an assessment prior to engaging in remediation activities. Notwithstanding Sections 27.00, 28.00, and 28.50 of this act, or any other provision of law, upon request of the California Health and Human Services Agency, the Department of Finance may augment the amount available for expenditure for items in Section 2.00 of this act, as appropriate, to fund HIPAA remediation activities. An augmentation approved by the Department of Finance shall be made not sooner than 30 days after notification in writing to the Joint Legislative Budget

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Committee, or not sooner than lesser time that the committee or designee may in each instance determine. The funds appropriated by this provision shall be consistent with the amount approved by the Department of Finance based on its review and approval of relevant funding documents.	

GENERAL SECTIONS
STATEWIDE

SEC. 3.00. Whenever herein an appropriation is made for support, it shall include salaries and all other proper expenses, including repairs and equipment, incurred in connection with the institution, department, board, bureau, commission, officer, employee, or other agency for which the appropriation is made.

Each item appropriating funds for salaries and wages includes the additional funds necessary to continue the payment of the amount of salaries in effect on June 30, 2002, for the state officers whose salaries are specified by statute.

Whenever herein an appropriation is made for capital outlay, it shall include acquisition of land or other real property, major construction, improvements, equipment, designs, working plans, specifications, repairs, and equipment necessary in connection with a construction or improvement project.

Whenever herein any item of appropriation contains provisions for acquisition of land or other real property, it shall include all necessary expenses in connection with the acquisition of the property.

Whenever herein an appropriation is made in accordance with a schedule set forth after the appropriation, the expenditures from that item for each category, program, or project included in the schedule shall be limited to the amount specified for that category, program, or project, except as otherwise provided in this act. Each schedule is a restriction or limitation upon the expenditure of the respective appropriation made by this act, does not itself appropriate any money, and is not itself an item of appropriation.

As used in this act in reference to the schedules ''category'', ''program'', or ''project'' means a class of expenditure such as, but not limited to:

(a) ''Personal services,'' which shall include all expenditures for payment of officers and employees of the state, including: salaries and wages, workers' compensation, compensation paid to employees on approved leave of absence on account of sickness, unemployment compensation benefits, insurance premiums for workers' compensation coverage, industrial disability leave and payments, nonindustrial disability benefits and payments, the state's contributions to the Public Employees' Retirement Fund, the Teachers' Retirement Fund, the University of California Retirement Fund to provide for that portion of re-

tirement costs to be provided for Hastings College of the Law in Item 6600-001-0001 of this Budget Act, the Old Age and Survivors' Insurance Revolving Fund, the Public Employees' Contingency Reserve Fund, and the state's cost of health benefits plans; but do not include compensation of independent contractors rendering personal services to the state under contract.

(b) ''Operating expenses and equipment,'' which shall include all expenditures for purchase of materials, supplies, equipment, services (other than services of state officers and employees), departmental services (services provided by other organizational units within a department, including indirect distributed costs), and all other proper expenses.

(c) ''Preliminary plans'' are defined as a site plan, architectural floor plans, elevations, outline specifications, and a cost estimate. For each utility, site development, conversion and remodeling project, the drawings shall be sufficiently descriptive to accurately convey the location, scope, cost, and the nature of the improvement being proposed.

(d) ''Working drawings'' are defined as a complete set of plans and specifications showing and describing all phases of a project, architectural, structural, mechanical, electrical, civil engineering, and landscaping systems to the degree necessary for the purposes of accurate bidding by contractors and for the use of artisans in constructing the project. All necessary professional fees and administrative service costs are included in the preparation of these drawings.

(e) ''Construction,'' when used in connection with a capital outlay project, shall include all such related things as fixtures, installed equipment, auxiliary facilities, contingencies, project construction, management, administration and associated costs.

(f) ''Minor projects'' include planning, working drawings, construction, improvements, and equipment projects not specifically set forth in the schedule.

(g) ''Programs'' include all expenditures, regardless of category, required to carry out the objectives of the named activity.

For the purpose of further interpreting the meaning of the words, terms and phrases, and uniform codes used in the schedules, reference is hereby made to those documents entitled, ''State of California Governor's Budget for 2002–03,'' submitted by the Governor to the Legislature at the 2002 portion of the 2001–02 Regular Session, the uniform accounting system prescribed by the Department of Finance under the provisions of Section 13300 and following of the Government Code, the Uniform Codes Manual, and the appropriate portions thereof. The Department of Finance shall establish interpretations necessary to carry out the provisions of this section and shall furnish the same to the State Controller and to every state agency to which appropriations are made under this act.

SEC. 3.25. (a) Notwithstanding any other provision of law, the Director of Finance may order a delay of disbursements in the amounts estimated in subdivision (b) to ensure the repayment of Revenue An-

ticipation Warrants issued in June of 2002 at their scheduled maturity dates. Notwithstanding any other provision of law, a disbursement of funds between July 1, 2002, and January 30, 2003, for the appropriations or from the funds set forth in subdivision (b) shall be made by the Controller only upon order of the Director of Finance.

(b) (1) Item 4260-101-0001—Medi-Cal 187,000,000
(2) Item 6100-111-0001—Home-to-School Transportation 100,000,000
(3) Item 9210-101-0001—Citizens' Option for Public Safety and Juvenile Justice 232,600,000
(4) Item 9620-001-0001 of the Budget Act of 2001 (Ch. 106, Stats. 2001)—Internal Interest Costs 20,000,000
(5) Fund 0929—Housing Rehabilitation Loan Fund . 48,000,000
(6) Fund 0050—Colorado River Management Account 24,000,000

SEC. 3.50. Whenever herein an appropriation is made for support or other expenses for an institution, department, board, bureau, commission, officer, employee, or other agency, there shall be charged to the appropriation from which salaries and wages are paid: workers' compensation, compensation paid to employees on approved leave of absence on account of sickness, unemployment compensation benefits, industrial disability leave and payments, nonindustrial disability benefits and payments, the administrative costs of the Merit Award Program provided by Section 19823 of the Government Code, the state's contribution to the Public Employees' Retirement Fund as provided by Sections 20822 and 20824 of the Government Code, the state's contribution to the Teachers' Retirement Fund as provided by Sections 22950, 22951, and 23000 of the Education Code, the state's contribution to the Old Age and Survivors Insurance Revolving Fund as provided by Sections 20862 and 20863 of the Government Code, the state's contribution to the Old Age and Survivors Insurance Revolving Fund for payment of hospital insurance taxes imposed by the Internal Revenue Code, the state's contribution to the Public Employees' Contingency Reserve Fund, the state's contribution for the cost of health benefits plans as provided by Sections 22825.1, 22828 and 22829 of the Government Code, and the state's contribution for costs of other employee benefits and the administrative costs associated with the provision of benefits established by any state agency legally authorized to negotiate and set salary and benefit levels.

As of the effective date of this act, the state's contributions as provided by Sections 22825.1, 22828 and 22829 of the Government Code and for costs of any other employee benefits and the administrative costs associated with the provisions of these benefits established by any state agency legally authorized to negotiate and set salary and benefit levels for any month shall be charged to the same appropriations used for payment of salaries and wages from which the employee premium contributions for such month are deducted.

The appropriations made by Sections 20822, 20824, 20862, 20863, 22825.1, 22828, and 22829 of the Government Code and by Sections 22950, 22951, and 23000 of the Education Code, shall continue to be available for expenditure, and shall be charged for any expenditure that is not chargeable to an appropriation for support or other expenses as provided in this section. This transfer may be chargeable to such appropriation for a previous fiscal year if there are no funds available from that fiscal year.

The Controller may transfer to the State Payroll Revolving Fund the contributions required by Sections 20822, 20824, 20862, 20863, 22825.1, 22828, and 22829 of the Government Code, contributions required for payment of the hospital insurance tax, and upon certification by the Board of Administration of the Public Employees' Retirement System as required by Section 20826 of the Government Code, may transfer from the State Payroll Revolving Fund to the Public Employees' Retirement Fund and the Old Age and Survivors Insurance Revolving Fund the amounts of contributions.

SEC. 3.60. (a) Notwithstanding any other provision of law, the employers' retirement contributions for the 2002–03 fiscal year that are chargeable to an appropriation made in this act, with respect to each state officer and employee who is a member of the Public Employees' Retirement System (PERS) and who is in that employment or office, including university members as provided by Section 20751 of the Government Code, shall be the percentage of salaries and wages by state member category as follows:

Miscellaneous, First Tier	7.413%
Miscellaneous, Second Tier	2.813%
State Industrial	2.858%
State Safety	17.055%
Highway Patrol	23.076%
Peace Officer/Firefighter	13.925%

The Department of Finance may adjust amounts in any appropriation item, or in any category thereof, in this act as a result of changes from amounts budgeted for employer contribution for 2002–03 fiscal year retirement benefits.

(b) Notwithstanding any other provisions of law, the Department of Finance shall require retirement contributions computed pursuant to subdivision (a) to be offset by the Controller with surplus funds in the Public Employees' Retirement Fund, employer surplus asset accounts.

(c) Notwithstanding any other provision of law, for purposes of calculating the ''appropriations subject to limitation'' as defined in Section 8 of Article XIII B of the California Constitution, the appropriations in this act shall be deemed to be the amounts remaining after the reductions required by subdivisions (a) and (b) are made.

SEC. 3.70. Hiring Freeze Reversion—Notwithstanding any other provision of law, the Director of Finance may revert all or a portion of the unencumbered balance of appropriations made by this act that reflect savings resulting from the Hiring Freeze pursuant to Executive

Order D-48-01. The Controller shall transfer any amounts identified by the Director of Finance for this purpose to the fund from which the appropriation was made. The Director of Finance will provide to the Chairperson of the Joint Legislative Budget Committee, and the chairperson of the committee in each house that considers appropriations, a summary of the amounts reverted.

SEC. 3.80. Notwithstanding any other provision of law, the Department of Finance may adjust amounts in any appropriation item, or in any category thereof, to reduce General Fund, special fund, and nongovernmental cost fund appropriations to reflect decreased departmental life insurance costs. The reduced costs are a result of the premium offset available for employer-paid life insurance as a result of the availability of demutualization proceeds.

SEC. 4.20. (a) Notwithstanding any other provision of law, the employer's contributions to the Public Employees' Contingency Reserve Fund, as required by Section 22826 of the Government Code, shall be 0.2 percent of the gross health insurance premiums paid by the employer and employee for administrative expenses.

(b) Notwithstanding any other provision of law, the Department of Finance may adjust amounts in any appropriation item, or in any category thereof, to reduce General Fund, special fund, and nongovernmental cost fund appropriations to reflect decreased departmental costs as a result of lowering employer's contributions to the Contingency Reserve Fund to 0.2 percent of gross health insurance premiums.

SEC. 4.40. Notwithstanding any other provision of law, the Department of Finance shall augment any special fund item of appropriation in Section 2.00 of this act, as appropriate, to fund the cost of payments to the Department of General Services for services provided by the e-Business Center related to Licensing, e-Jobs, Online Bidding, How to Open a Business in California, Active Forms, Online Filings, or Online Assistance for Customers. An augmentation approved by the Department of Finance shall be made not sooner than 30 days after notification in writing to the Joint Legislative Budget Committee, or not sooner than a lesser time that the committee or its designee may in each instance determine. In order to receive an augmentation under this section, a fund shall have a sufficient reserve balance to cover the amount of the augmentation. In addition, in no case may a fee increase be imposed to support an augmentation pursuant to this section.

SEC. 4.50. (a) Notwithstanding any other provision of law, the Department of Finance may augment an aggregate total of $33,000,000, during the 2002–03 fiscal year, from any special fund or nongovernmental cost fund item of appropriation in this act, to fund the cost of architectural barrier removal projects in state buildings to provide access for the disabled.

(b) Before the Department of Finance allocates the funds, projects shall be reviewed and approved by the Americans with Disabilities Act Interagency Task Force appointed by the Governor and chaired by the Department of Rehabilitation.

(c) An allocation approved by the Department of Finance may not be made sooner than 30 days after written notification thereof is provided to the Chairperson of the Senate Committee on Budget and Fiscal Review, the Chairperson of the Assembly Committee on Budget, and the Chairperson of the Joint Legislative Budget Committee, or not sooner than whatever lesser time the Chairperson of the Joint Legislative Budget Committee may determine.

SEC. 4.80. In the event bonds authorized for issuance by the State Public Works Board are not sold and interim financing costs have been incurred, departments that have incurred those costs shall commit a sufficient portion of their support appropriations to repay the interim financing costs.

In the event Energy Efficiency Bonds authorized pursuant to Chapter 2.7 (commencing with Section 15814.10) of Part 10b of Division 3 of Title 2 of the Government Code are not sold and interim financing costs have been incurred by participating community college districts and kindergarten through grade 12 districts, the Controller shall withhold from the annual apportionment of the State School Fund a sufficient portion of the participating district's apportionment to repay the interim financing costs. It is the intent of the Legislature that this commitment shall be included in future Budget Acts until outstanding loans are repaid either through the sale of bonds or from an appropriation.

SEC. 5.25. (a) Payment of the attorney fees specified below arising from actions in state courts against the state, its officers, and officers and employees of state agencies, departments, boards, bureaus, or commissions, shall be paid from items of appropriation in this act that support the state operations of the affected agency, department, board, bureau, or commission:

(1) state court actions filed pursuant to Section 1021.5 of the Code of Civil Procedure, the ''private attorney general'' doctrine, or the ''substantial benefit'' doctrine, or for

(2) writ of mandate actions filed pursuant to Section 10962 of the Welfare and Institutions Code.

(b) Expenditures pursuant to subdivision (a) shall be made by the State Controller, subject to the approval of the Department of Finance, and shall be charged to the fiscal year in which the disbursement is issued.

(c) No payment shall be made by the State Controller for expenditures pursuant to subdivision (a) except in full and final satisfaction of the claim, settlement, compromise, or judgment for attorney's fees incurred in connection with a single action.

(d) The Director of Finance shall notify the Chairperson of the Joint Legislative Budget Committee, the Chairperson of the Senate Committee on Budget and Fiscal Review, and the Chairperson of the Assembly Budget Committee pursuant to Section 27.00 of this act when there are insufficient funds appropriated in this act in support of the state operations of the affected agency, department, board, bureau, or commission to satisfy the claim completely.

SEC. 5.40. (a) It is the intent of the Legislature that all amounts appropriated by this act to the following departments to implement the CALFED Bay-Delta Program shall be available for expenditure in accordance with the schedule of expenditures for the CALFED Bay-Delta Program, broken down by program element, as set forth in Item 3870 of the Supplemental Report to this act:

(1) Item 0540—Secretary for Resources
(2) Item 3480—Department of Conservation
(3) Item 3540—Department of Forestry and Fire Protection
(4) Item 3560—State Lands Commission
(5) Item 3600—Department of Fish and Game
(6) Item 3640—Wildlife Conservation Board
(7) Item 3760—State Coastal Conservancy
(8) Item 3820—San Francisco Bay Conservation and Development Commission
(9) Item 3860—Department of Water Resources
(10) Item 3940—State Water Resources Control Board
(11) Item 8570—Department of Food and Agriculture

(b) The amounts appropriated by this act to implement the CALFED Bay-Delta Program shall be available only for projects, activities, and purposes that are consistent with the CALFED Record of Decision, including the accompanying EIS/EIR previously certified by the state lead agency pursuant to Division 13 (commencing with Section 21000) of the Public Resources Code.

(c) The amounts appropriated from accounts established under Division 24 (commencing with Section 78500) and Division 26 (commencing with Section 79000) of the Water Code shall be limited to the purposes provided for by those provisions.

(d) Notwithstanding Sections 26.00 and 28.50 of this act, the Director of Finance may, pursuant to a request by an affected agency specified in subdivision (a) of this section seeking the transfer and the CALFED Bay-Delta Program within the Department of Water Resources, or pursuant to a joint request of these agencies where more than one agency is affected, authorize a transfer of an amount that exceeds $200,000 from an amount available for expenditure in one scheduled program element to one or more of the other scheduled elements. Any transfer may be authorized pursuant to this provision not sooner than 30 days after notification in writing of the transfer is provided to the chair of the fiscal committees in each house of the Legislature and the Chair of the Joint Legislative Budget Committee, or not sooner than whatever lesser time the Chair of the Joint Legislative Budget Committee, or his or her designee, may in each instance determine. The notification to the Legislature shall specify the justification for the transfer.

SEC. 6.00. No more than $100,000 of the funds appropriated for support purposes under Section 2.00 or any other sections of this act may be encumbered for preliminary plans, working drawings, or construction of any project for the alteration of a state facility unless the Director of Finance determines that the proposed alteration is critical

and that it is necessary to proceed using funds appropriated for support purposes. The maximum cost of any such project shall not exceed $400,000, and any approved critical project costing more than $100,000, but not greater than $400,000, shall be reported to the Chairperson of the Joint Legislative Budget Committee or his or her designee, not less than 30 days prior to requesting bids for the project. The report shall detail those factors that make the project so critical that it must proceed using support funds.

SEC. 8.00. Notwithstanding Section 28.00 of this act, any amounts received from the federal government for the purposes of funding anti-terrorism costs in the state that are in excess of the federal funds currently appropriated in the Budget Act for that purpose, are hereby appropriated and shall be allocated upon order of the Director of Finance to state departments for state or local assistance purposes or directly to local governments to address high priority needs for costs of funding anti-terrorism incurred in 2001–02 fiscal year and ongoing or new costs for 2002–03 fiscal year. Allocations made to state departments may be used to offset expenditures paid or to be paid from other funding sources. Allocations made for the purpose of an offset shall be applied as a negative expenditure to the appropriation where the expenditure has, or will be charged. Allocations pursuant to this section may be authorized not sooner than 30 days after notification, to the Chairperson of the Joint Legislative Budget Committee, or not sooner than whatever lesser time the Chairperson of the Joint Legislative Budget Committee, or his or her designee, may in each instance determine.

SEC. 8.50. (a) In making appropriations to state agencies that are eligible for federal programs, it is the intent and understanding of the Legislature that applications made by the agencies for federal funds under federal programs shall be for the maximum amount allowable under federal law. Therefore, any amounts received from the federal government are hereby appropriated from federal funds for expenditure or for transfer to, and disbursement from, the State Treasury fund established for the purpose of receiving the federal assistance subject to any provisions of this act that apply to the expenditure of these funds, including Section 28.00 of this act.

(b) However, if federal funds for block grant programs assumed by the state or for any item receiving federal funds are reduced by more than 5 percent of the amount appropriated in this act, the Director of Finance shall notify the chairperson of the committee in each house which considers appropriations, and the Chairperson of the Joint Legislative Budget Committee, in writing within 30 days after notification by the federal government that federal funds have been reduced, and shall include an estimate of the amount of the available or anticipated federal funds, the 2002–03 fiscal year expenditures of each program affected by the reduction, the effect of reduced funding on service levels authorized by this act, and a plan of reduced expenditures for each program affected by the reduction. The plan shall be operational on an interim

basis for up to 45 days pending legislative review, after which time the plan shall become permanent.

SEC. 8.51. Each state agency shall, by certification to the State Controller, identify the account within the Federal Trust Fund when charges are made against any appropriation made herein from the Federal Trust Fund.

SEC. 9.20. Notwithstanding Section 15860 of the Government Code, the amount of funds expended for administrative costs associated with any appropriation contained in this act for acquisition of property pursuant to the Property Acquisition Law shall be limited to the amount specified for those costs in the Supplemental Report of the Budget Act of 2002. Amounts for administrative costs may be augmented by no more than 5 percent by the State Public Works Board. Notwithstanding the foregoing, any amounts needed for administrative costs associated with acquisition through the condemnation authority of the State Public Works Board shall be provided through augmentation of the affected appropriations as authorized by existing law.

SEC. 9.30. In the event that federal courts issue writs of execution for the levy of state funds and such writs are executed, the State Controller shall so notify the Department of Finance. The Department of Finance shall then notify the State Controller of the specific appropriation or fund to be charged. Federal writs of execution for the levy of state funds may only be charged against appropriations or funds having a direct programmatic link to the circumstances under which the federal writ was issued. If the appropriate department or agency no longer exists, or no linkage can be identified, the federal writ shall be charged to the unappropriated surplus of the General Fund. In the event that an appropriation in the act is made deficient by such a charge, funding augmentations must follow the regular budget processes including Section 27.00 of the Budget Act. However, the 30-day notification requirement is waived for payments mandated by federal courts.

~~SEC. 9.40. Notwithstanding any other provision of law, of the funds appropriated in this act from Proposition 40 approved by the voters in March 2002, not more than 5 percent of the total amount appropriated for all grant programs and property acquisitions may be expended for administrative costs.~~

SEC. 9.45. (a) The Department of Finance shall provide notification to the Joint Legislative Budget Committee not less than 30 days prior to authorizing a department, agency, or commission to commit funding from Proposition 40, if all of the following criteria apply:

(1) The funds will be used, either directly or through a grant, for the purchase of interests in, or the restoration or rehabilitation of property.

(2) The funds will be used for a grant or project that is not appropriated in statute by name or description.

(3) The total expenditure for the project, including, but not limited to, Proposition 40 funds, is in excess of $25 million.

(b) The notification shall include a detailed description of the portion of the project being funded and a detailed description of the whole

project. For the purposes of this section, the criteria set forth in subdivision (a) shall apply to both single transactions and cumulative transactions that involve the purchase of properties near or adjacent to each other.

SEC. 9.50. For minor capital outlay projects for which, pursuant to Sections 10108 and 10108.5 of the Public Contract Code, the services of the Department of General Services are not required and a state agency or department is authorized to carry out its own project, the amount of the unencumbered balance of the project shall be determined in accordance with Section 14959 of the Government Code. Upon receipt of bids for the project, an estimate of any amount necessary for the completion of the project, including supervision, engineering, and other items, if any, shall be deemed a valid encumbrance and shall be included with any other valid encumbrance in determining the amount of an unencumbered balance.

SEC. 10.00. Notwithstanding any other provision of law, the Department of Finance may adjust amounts in any appropriation item, or in any category thereof, to adjust General Fund, special fund, and nongovernmental cost fund appropriations to reflect decreased departmental costs as a result of utility savings from completed energy efficiency or conservation projects. On or before August 15, 2003, the Department of Finance shall provide to the Joint Legislative Budget Committee, a report of all budget adjustments made pursuant to this section.

SEC. 11.00. (a) A state agency to which state funds are appropriated by one or more statutes, including this act, for an information technology project may not enter into one or more contracts, or agree to one or more contract amendments, in the 2002–03 fiscal year that result, in the aggregate, in an increase in the budgeted cost of the project exceeding five hundred thousand dollars ($500,000), or 10 percent of the budgeted cost of the project, whichever is less, unless the approval of the Department of Finance is first obtained and written notification of that approval is provided by the department to the Chairperson of the Joint Legislative Budget Committee, and the chairperson of the budget committee of each house of the Legislature, not less than 30 days prior to the effective date of the approval, or not sooner than whatever lesser time the chairperson of the joint committee, or his or her designee, may in each instance determine. Each notification required by this section shall (1) explain the necessity and rationale for the proposed contract or amendment, (2) identify the cost savings, revenue increase, or other fiscal benefit of the proposed contract or amendment, and (3) identify the funding source for the proposed contract or amendment.

(b) Subdivision (a) does not apply to a resulting increase in the budgeted cost of a project that is less than one hundred thousand dollars ($100,000), or that is funded by an augmentation authorized pursuant to Section 26.00 of this act.

(c) The following definitions apply for the purposes of this section:

(1) ''Budgeted cost of a project'' means the total cost of the project as identified in the most recent feasibility study report, special project

report, or equivalent document submitted to the Legislature in connection with its consideration of a bill that appropriated any state funding for that project.

(2) "State agency" means each agency of the state that is subject to ~~both Chapter 7 (commencing with Section 11700) of Part 1 of, and~~ Article 2 (commencing with Section 13320) of Chapter 3 of Part 3 of, Division 3 of Title 2 of the Government Code except that this Control Section shall not apply to the University of California, the California State University, the State Compensation Insurance Fund, the community college districts, agencies provided for by Article VI of the California Constitution, or the Legislature .

SEC. 11.10. (a) The Department of Finance shall notify the Legislature prior to a department entering into or amending a statewide software license agreement not previously approved by the Legislature, that obligates state funds in the current year or future years, whether or not the obligation will result in a net expenditure or savings. Departments are required to prepare the appropriate business proposal for submission to the Department of Finance ~~and the Department of Information Technology~~ for review and approval. At a minimum, the business proposal must contain the following elements: installed base analysis, future use (including assumptions for future use), the reason for choosing a statewide license agreement rather than any other procurement method such as a volume purchase agreement, a cost/benefit analysis, a cost allocation methodology, and funding plan. The statewide software license agreement may not be entered into or amended unless the approval of the Department of Finance is first obtained and written notification of that approval is provided by the department to the Chairperson of the Joint Legislative Budget Committee, and the chairperson of the budget committee of each house of the Legislature, not less than 30 days prior to the effective date of the approval, or not sooner than whatever lesser time the chairperson of the joint committee, or his or her designee, may in each instance determine. Each notification required by this section shall:

(1) Explain the necessity and rationale for the proposed agreement.

(2) Identify the cost savings, revenue increase, or other fiscal benefit of the proposed agreement.

(3) Identify the funding source for the proposed agreement.

(b) For purposes of this section, "statewide software license agreement" means a software license contract that can be used by multiple state agencies subject to ~~both Chapter 7 (commencing with Section 11700) of Part 1, and~~ Article 2 (commencing with Section 13320) of Chapter 3 of Part 3 of, Division 3 of Title 2 of the Government Code except that this Control Section shall not apply to the University of California, the California State University, the State Compensation Insurance Fund, the community college districts, agencies provided for by Article VI of the California Constitution, or the Legislature .

(c) Subdivision (a) does not apply if the amount of the proposed contract or amendment is less than $1,000,000 in the aggregate.

SEC. 11.11. In order to protect the privacy of state employees and ensure the security of the payment of public funds, all departments, boards, offices, and other agencies and entities of the state shall distribute pay warrants and direct deposit advices to employees in a manner that ensures that personal and confidential information contained on the warrants and direct deposit advices is protected from unauthorized access. The Department of Personnel Administration shall advise all departments, boards, offices, and other agencies and entities of state government of the requirements contained in this section.

SEC. 11.50. Notwithstanding any other provision of law, the sum of five million dollars ($5,000,000) that would have been deposited in the Resources Trust Fund, pursuant to subdivision (c) of Section 6217 of the Public Resources Code, shall be deposited in the Natural Resources Infrastructure Fund to retire obligations incurred prior to June 30, 2002. The balance of the revenues that would have been deposited in the Resources Trust Fund shall be deposited in the General Fund for the 2002–03 fiscal year.

SEC. 11.52. Notwithstanding any other provision of law, the State Controller shall transfer to the General Fund the unencumbered balance, as of June 30, 2002, from the Energy and Resources Fund.

SEC. 11.80. Notwithstanding Section 17613 of the Government Code and the provisional budget act language that allows the State Controller to shift funding between mandated programs within a budget item, the unexpended balance of the following appropriations related to reimbursable state-mandated local programs, excluding funds that were deemed to be General Fund revenues appropriated for school districts as defined in subdivision (c) or (d) of Section 41202 of the Education Code, for the stated fiscal years, and included in the ''total allocation to school districts and community college districts from General Fund proceeds of taxes appropriated pursuant to Article XIII B,'' as defined in subdivision (e) of Section 41202 of the Education Code, shall revert to the General Fund as of June 30, 2002:

(a) Budget Act of 2001 (Ch. 106, Stats. 2001).
(b) Budget Act of 2000 (Ch. 52, Stats. 2000).
(c) Budget Act of 1999 (Ch. 50, Stats. 1999).
(d) Local Government Claims Bill (Ch. ~~734~~ 723 , Stats. 2001).
(e) Local Government Claims Bill (Ch. 177, Stats. 2000).
(f) Local Government Claims Bill (Ch. 574, Stats. 1999).
(g) Local Government Claims Bill (Ch. 780, Stats. 1998).
(h) Local Government Claims Bill (Ch. 306, Stats. 1997).

SEC. 12.00. For the purposes of Article XIII B of the California Constitution, there is hereby established a state ''appropriations limit'' of fifty-nine billion five hundred ninety-one million dollars ($59,591,000,000) for the 2002–03 fiscal year.

Any judicial action or proceeding to attack, review, set aside, void, or annul the ''appropriations limit'' for the 2002–03 fiscal year shall be commenced within 45 days of the effective date of this act.

SEC. 12.10. There is hereby appropriated from the General Fund the sum of forty-eight million dollars ($48,000,000) to satisfy the state's 2002–03 obligation pursuant to the Settlement Agreement in the case of Craig Brown v. U.S. Department of Health and Human Services, et al. (Ninth Circuit Appeal No. 99-16992).

SEC. 12.30. There is hereby appropriated from the General Fund for transfer to the Special Fund for Economic Uncertainties by the Controller, upon order of the Director of Finance, an amount necessary to bring the balance of this special fund up to the amount stated in the 2002–03 Final Change Book for the 2002–03 fiscal year ending balance in the Special Fund for Economic Uncertainties. The amount so transferred shall be reduced by the amount of excess revenues subject to Section 2 of Article XIII B of the California Constitution, as determined by the Director of Finance.

SEC. 12.32. (a) It is the intent of the Legislature that appropriations that are subject to Section 8 of Article XVI of the California Constitution be designated with the wording ''Proposition 98.'' In the event these appropriations are not so designated, they may be designated as such by the Department of Finance, where that designation is consistent with legislative intent, within 30 days after notification in writing of the proposed designation to the chairperson of the committee in each house of the Legislature that considers appropriations and the Chairperson of the Joint Legislative Budget Committee, or within a lesser time that the chairperson of the joint committee, or his or her designee, determines.

(b) Pursuant to the Proposition 98 funding requirements established in Chapter 2 (commencing with Section 41200) of Part 24 of the Education Code, the total appropriations for Proposition 98 for the 2002–03 fiscal year are ~~$32,202,626,000 or 45.4~~ $31,766,006,000 or 44.5 percent of total General Fund revenues and transfers subject to the state appropriations limit. General Fund revenues appropriated for school districts are ~~$29,289,431,000~~ $28,852,811,000 or ~~41.3~~ 40.4 percent of total General Fund revenues and transfers subject to the state appropriations limit. General Fund revenues appropriated for community college districts are $2,824,741,000 or 4.0 percent of total General Fund revenues and transfers subject to the state appropriations limit. General Fund revenues appropriated for other state agencies that provide direct elementary and secondary level education, as defined in Section 41302.5 of the Education Code, are $88,454,000 or 0.1 percent of total General Fund revenues and transfers subject to the state appropriations limit.

SEC. 12.40. (a) Notwithstanding any other provision of law, not more than 20 percent of the amount apportioned to any school district, county office of education, or other educational agency under the programs funded in this act that were funded in Item 6110-230-0001 of Section 2.00 of SB 160 of the 1999–00 Regular Session, as introduced on January 8, 1999, may be expended by that recipient for the purposes

of any other program for which the recipient is eligible for funding under those items, except that the total amount of funding allocated to the recipient under this item that is expended by the recipient for the purposes of any of those programs shall not exceed 125 percent of the amount of state funding allocated pursuant to the appropriations to that recipient for those programs in this act for the 2002–03 fiscal year. Notwithstanding any other provision of law, for the 2002–03 fiscal year, local education agencies may also use this authority to provide the funds necessary to initiate a conflict resolution program pursuant to Chapter 2.5 (commencing with Section 32260) of Part 19 of the Education Code, and to continue to support following the three-to-five year state grant period, or to expand, a Healthy Start program pursuant to Chapter 5 (commencing with Section 8800) of Part 6 of the Education Code.

(b) The education programs that are eligible for the flexibility provided in subdivision (a) include the following items: Items 6110-108-0001, 6110-111-0001, 6110-116-0001, 6110-119-0001, 6110-120-0001, 6110-122-0001, 6110-124-0001, 6110-126-0001, 6110-127-0001, 6110-128-0001, 6110-131-0001, 6110-132-0001, 6110-146-0001, 6110-151-0001, 6110-163-0001, 6110-167-0001, 6110-180-0001, 6110-181-0001, 6110-193-0001, 6110-197-0001, 6110-203-0001, 6110-224-0001, and 6110-209-0001 of this act.

(c) As a condition of receiving the funds provided for the programs identified in subdivision (b), local education agencies shall report to the State Department of Education by October 15, 2003, on any amounts shifted between these programs pursuant to the flexibility provided in subdivision (a). The Department of Education shall collect and provide this information to the Joint Legislative Budget Committee, chairs and vice chairs of the fiscal committees for education of the Legislature and the Department of Finance, by February 1, 2004.

SEC. 12.50. Notwithstanding any other provision of law, the Controller, upon order of the Director of Finance, shall transfer funds to Item 6110-211-0001 of this act from any of the Budget Act items for categorical programs identified in the Charter School Funding Model established pursuant to Chapter 78, Statutes of 1999. The transfers shall be based on the average daily attendance (ADA) calculations made by the Superintendent of Public Instruction, as specified in the Charter School Funding Model, and reported to the Director of Finance by October 1, 2003.

SEC. 12.60. It is the intent of the Legislature that education programs with voluntary participation be funded at statutorily authorized levels. Notwithstanding any other provision of law, the Controller, upon approval of the Director of Finance, shall transfer unobligated funds between any of the following voluntary participation programs to the extent needed to fully fund eligible participation. First priority for allocation of savings shall be given to the CalSAFE program, Item 6110-198-0001. The Department of Finance shall notify the Joint Leg-

islative Budget Committee of any transfers made under this control section. The items between which the Controller may transfer funds pursuant to this section are the following: Items 6110-104-0001, 6110-112-0001, 6110-121-0001, 6110-125-0001, 6110-158-0001, 6110-184-0001, 6110-191-0001, 6110-193-0001, 6110-195, 0001, 6110-198-0001, 6110-204-0001, 6110-205-0001, 6110-232-0001, and 6110-234-0001.

SEC. 13.00. (a) Notwithstanding any other provision of law, expenditures under Item 0160-001-0001 of Section 2.00 of this act or any appropriation in augmentation of that item shall be exempt from Chapter 7 (commencing with Section 11700) of Part 1 of, and Article 2 (commencing with Section 13320) of Chapter 3 of Part 3 of, Division 3 of Title 2 of the Government Code, Division 2 (commencing with Section 1100) of the Public Contract Code, and subdivision (a) of Section 713 of Title 2 of the California Code of Regulations, and may be expended as set forth in the Governor's Budget, or for other purposes, including expenditures for the number of positions in various classifications authorized by the Joint Rules Committee.

(b) Notwithstanding any other provision of law, the unencumbered balances as of June 30, 2002, of the appropriations made by Items 0160-001-0001 and 8840-001-0001 of the Budget Act of 2001 are reappropriated and shall be available for encumbrance until June 30, 2003, for the same programs and purposes for which appropriations for these items have been made by this act.

(c) Notwithstanding any other provision of law, all money that is received as payment for the sale of services or personal property by the agency that has not been taken into consideration in the schedule of Item 0160-001-0001 or is in excess of the amount so taken into consideration is to be credited to that item and is hereby appropriated in augmentation of that item for the same programs and purposes for which appropriations for that item have been made by this act.

(d) Notwithstanding any other provision of law, the Legislative Counsel Bureau may convert or reclassify positions in the bureau, as deemed appropriate by the Legislative Counsel, for inclusion, or redesignation, in the career executive assignment band, to the extent that the total number of positions in the career executive band in the bureau does not exceed 3 percent of the positions in the bureau. Any position that is converted or reclassified shall not be subject to review or approval by the Department of Personnel Administration or State Personnel Board.

SEC. 14.00. (a) Notwithstanding any other provision of law, if the Director of the Department of Consumer Affairs determines in writing that there is insufficient cash in a special fund under the authority of a board, commission, or bureau of the department to make one or more payments currently due and payable, the director may order the transfer of moneys to that special fund, in the amount necessary to make the payment or payments, as a loan from a special fund under the

authority of another board, commission, or bureau of the department. That loan shall be subject to all of the following conditions:

(1) No loan from a special fund shall be made that would interfere with the carrying out of the object for which the special fund was created.

(2) The loan shall be repaid as soon as there is sufficient money in the recipient fund to repay the amount loaned, but no later than a date 18 months after the date of the loan. Interest on the loan shall be paid from the recipient fund at the rate accruing during the loan period to moneys in the Pooled Money Investment Account.

(3) The amount loaned shall not exceed the amount that the appropriate board, commission, or bureau is statutorily authorized at the time of the loan to expend during the 2002–03 fiscal year from the recipient fund.

(4) The terms and conditions of the loan are approved, prior to the transfer of funds, by the Department of Finance pursuant to appropriate fiscal standards.

(b) (1) Notwithstanding any other provision of law, the Department of Consumer Affairs, during the 2002–03 fiscal year, may order the release of moneys from the clearing account in the Consumer Affairs Fund in an amount exceeding the amount advanced to the clearing account from a special fund within the department, as a loan to make one or more payments on behalf of that special fund that are currently due and payable. To the extent that the amount of moneys currently in the clearing account is insufficient to make the payment or payments on behalf of that special fund, the department may transfer additional moneys to the clearing account from any other special fund under the authority of a board, commission, or bureau of the department to include in the loan. A loan made to a special fund under this subdivision shall be subject to all of the following conditions:

(A) The loan shall not be made if it would reduce the amount advanced to the clearing account from another special fund, or the amount contained in that special fund, as applicable, to an extent that would interfere with the carrying out of the object for which that special fund was created.

(B) The loan shall be repaid as soon as there is sufficient money in the recipient fund to repay the amount loaned, but no later than a date 60 days after the date of the loan.

(C) The amount loaned shall not exceed the amount that the appropriate board, commission, or bureau is statutorily authorized at the time of the loan to expend during the 2002–03 fiscal year from the recipient fund.

(2) For purposes of this subdivision, the ''clearing account'' in the Consumer Affairs Fund is the account established in that fund, consisting of moneys advanced from the various special funds within the department, from which the Department of Consumer Affairs pays operating and other expenses of each special fund in an amount ordinarily not exceeding the amount advanced from that special fund.

(c) The Director of the Department of Consumer Affairs shall provide a report by March 1, 2003, on all loans initiated or repayments made pursuant to subdivision (a) or (b) within the preceding 12-month period to the chairperson of the budget committee, and the chairperson of the appropriate legislative oversight committee, of each house of the Legislature.

(d) At least 10 days prior to initiating a loan to be made pursuant to subdivision (a) or (b), the Director of the Department of Consumer Affairs shall provide written notification to the Joint Legislative Budget Committee if either (1) any loan from any one fund exceeds $200,000 or (2) the aggregate amount of loans from any one fund exceeds $200,000.

SEC. 17.00. The Budget Act of 2002 includes ~~$79,165,000~~ $77,426,000 for applicant state agencies, departments, boards, commissions, or other entities of state government in support of federal Health Insurance Portability and Accountability Act (HIPAA) activities. These funds are allocated to the following entities: ~~$66,122,000~~ $64,383,000 for the Department of Health Services; $3,519,000 for the California Health and Human Services Agency; $2,615,000 for the Department of Developmental Services; $2,422,000 for the Department of Mental Health; $1,921,000 for the Department of Alcohol and Drug Programs; $688,000 for the Department of Corrections; $500,000 for the Department of Social Services; $497,000 for the Department of the Youth Authority; $225,000 for the Department of Personnel Administration; $223,000 for the Public Employees' Retirement System; $200,000 for the Department of Aging; $134,000 for the Department of Veterans Affairs; and $99,000 for the Office of Statewide Health Planning and Development.

SEC. 24.00. For the 2002–03 fiscal year, the donations and oil and mineral revenues from federal lands that are deposited in the State School Fund shall be divided between Section A and Section B of the State School Fund, with 85 percent of these revenues to be credited to Section A of the fund exclusively for regular apportionments for school districts serving pupils in kindergarten or any of grades 1 to 12, inclusive, and 15 percent to Section B of the fund exclusively for community college district regular apportionments. The amounts accruing to the State School Fund under this section shall be disbursed fully before any General Fund transfers to Section A or Section B of the State School Fund are disbursed for regular apportionments.

SEC. 24.03. Notwithstanding any other provision of law, funds appropriated by Section 2.00, Section 8.50, Section 28.00, Section 28.50, or any other provision of this act may not be expended for the support of any program, network, or material, with the exception of instruction to pupils who are identified as deaf or hearing impaired pursuant to 34 C.F.R. 300.7(b) paragraphs (3) and (4), that promotes or uses reading instruction methodologies that emphasize contextual clues in lieu of fluent decoding.

SEC. 24.10. (a) Notwithstanding Section 1464 of the Penal Code or Section 41304 of the Education Code, the first one million one hundred six thousand dollars ($1,106,000) received by the Driver Training Penalty Assessment Fund for the 2002–03 fiscal year shall be available for the purposes of Item 6110-001-0178 of Section 2.00 of this act. The amount retained by the Driver Training Penalty Assessment Fund for the purposes of Item 6110-001-0178 may be adjusted by the Department of Finance for actions pursuant to any control section of this act.

(b) After moneys are retained by the Driver Training Penalty Assessment Fund pursuant to subdivision (a), the Controller shall transfer any remaining balances as follows: $18,706,000 to the Peace Officers' Training Fund and $6,915,000 to the Corrections Training Fund. Any remaining unallocated moneys in the Driver Training Penalty Assessment Fund shall be transferred to the General Fund.

SEC. 24.30. Notwithstanding any other provision of law, the Controller, upon order of the Director of Finance, shall transfer rental income received in the 2002–03 fiscal year pursuant to Section 17089 of the Education Code from the State School Building Aid Fund to the General Fund.

SEC. 24.60. (a) From the funds appropriated in Items 4300-003-0814, 4440-011-0814, 5460-001-0831, 6110-006-0814, 6110-101-0814, 6440-001-0814, 6600-001-0814, and 6870-101-0814 of this act, the State Department of Developmental Services, the State Department of Mental Health, the Department of the Youth Authority, the State Special Schools, the Regents of the University of California, the Board of Directors of Hastings College of the Law, the Board of Trustees of the California State University, and community college districts through the Chancellor of the California Community Colleges shall report to the Governor and the Legislature no later than January 15, 2004, the amount of lottery funds that each entity received and the purposes for which those funds were expended in the 2002–03 fiscal year, including administrative costs, and proposed expenditures and purposes for expenditure for the 2003–04 fiscal year. If applicable, the amount of lottery funds received on the basis of adult education average daily attendance (ADA) and the amount of lottery funds expended for adult education also shall be reported.

(b) The State Department of Education shall conduct a survey of a representative sample of 100 local education agencies to determine the patterns of use of lottery funds in those agencies. The sample shall be drawn to include all local education agencies having more than 200,000 ADA and representative local education agencies randomly selected by size, range, type, and geographical dispersion. On or before May 15, 2003, the State Department of Education shall report to the Legislature and the Governor the results of the survey for the 2001–02 fiscal year.

SEC. 24.70. From the funds appropriated to the State Department of Education for local assistance, the department shall ensure that the expenditure of funds allocated to a local education agency (LEA), through a contract between the department and the LEA or through a

grant from the department to the LEA, shall be subject to the LEA's fiscal accountability policies and procedures. If it is necessary for the LEA to establish a separate entity to complete the work scope of the contract or grant, the fiscal accountability policies and procedures for that entity shall be the same as those of the LEA, or amended only with the approval of both the superintendent of schools of the LEA and a fiscal representative of the department designated by the Superintendent of Public Instruction. Further, the department shall have the authority to provide for an audit of the expenditures under the contract or grant between the department and the LEA to verify conformance with appropriate fiscal accountability policies and procedures. The cost of the audit, if required, shall be charged to the audited contract or grant.

SEC. 26.00. (a) It is the intent of the Legislature, in enacting this section, to provide flexibility for the administrative approval of intraschedule transfers within individual items of appropriation in those instances where the transfers are necessary for the efficient and cost effective implementation of the programs, projects, and functions funded by this act. No transfer shall be authorized under this section to either eliminate any program, project, or function, except when implementation is found to be no longer feasible in light of changing circumstances or new information, or establish any new program, project, or function.

(b) The Director of Finance may, pursuant to a request by the officer, department, division, bureau, board, commission, or other agency to which an appropriation is made by this act, authorize the augmentation of the amount available for expenditure in any schedule set forth for that appropriation, by making a transfer from any of the other designated programs, projects, or functions within the same schedule. No intraschedule transfer may be made under this section to fund any capital outlay purpose, regardless of whether budgeted in a capital outlay or a local assistance appropriation. Upon the conclusion of the 2002–03 fiscal year, the Director of Finance shall furnish the chairpersons of the committees in each house of the Legislature that consider appropriations and the budget, and the Chairperson of the Joint Legislative Budget Committee, with a report on all authorizations given pursuant to this section during that fiscal year.

(c) Intraschedule transfers of the amounts available for expenditure for a program, project, or function designated in any line of any schedule set forth for that appropriation by transfer from any of the other designated programs, projects, or functions within the same schedule shall not exceed, during any fiscal year:

(1) 20 percent of the amount so scheduled on that line for those appropriations made by this act that are $2,000,000 or less.

(2) $400,000 of the amount so scheduled on that line for those appropriations made by this act that are more than $2,000,000 but equal to or less than $4,000,000.

(3) 10 percent of the amount so scheduled on that line for those appropriations made by this act that are more than $4,000,000.

(4) The Department of Transportation Highway Program shall be limited to a schedule change of 10 percent.

(d) Any transfer in excess of $200,000 may be authorized pursuant to this section not sooner than 30 days after notification in writing of the necessity therefor is provided to the chairperson of the committee in each house of the Legislature that considers appropriations and the Chairperson of the Joint Legislative Budget Committee, or not sooner than whatever lesser time the Chairperson of the Joint Legislative Budget Committee, or his or her designee, may in each instance determine.

(e) Any transfer in excess of the limitations provided in subdivision (c) may be authorized not sooner than 30 days after notification in writing of the necessity to exceed the limitations is provided to the chairperson of the committee in each house that considers appropriations and the Chairperson of the Joint Legislative Budget Committee or his or her designee, may in each instance determine.

SEC. 27.00. (a) Approval by the Department of Finance of the creation of deficiencies pursuant to Section 11006 of the Government Code or approval to expend at rates that, in the opinion of the Director of Finance, will require a deficiency appropriation may be granted only in cases of actual necessity. It is the intent of the Legislature that authorization for deficiency spending under this section should be limited to cases of unanticipated expenses incurred in the operation of existing programs, where it is necessary to incur those expenses during the 2002–03 fiscal year. No deficiency authorization may be made under this section for any expenditure for capital outlay.

(b) The Director of Finance may not approve any deficiency authorization unless the approval is made in writing and filed with the Chairperson of the Joint Legislative Budget Committee and the chairperson of the committee in each house that considers appropriations not later than 30 days prior to the effective date of the approval, or not sooner than whatever lesser time the chairperson of the joint committee, or his or her designee, may in each instance determine, except for an approval for an emergency expenditure. ''Emergency expenditure,'' for this purpose, means an expenditure incurred in response to conditions of disaster or extreme peril that threaten the health or safety of persons or property within the state. This notification requirement is not applicable to caseload increases in Medi-Cal, California Work Opportunity and Responsibility to Kids (CalWORKs), and Supplemental Security Income/State Supplementary Program (SSI/SSP). All notifications shall include: (1) the date a deficiency request was received by the Department of Finance, (2) the reason for the proposed deficiency, (3) the approved amount, and (4) the basis of the department's determination that the expenditure for which the deficiency authorization is approved is required by a case of actual necessity.

(c) Approval for any emergency expenditure shall be made in writing and filed with the Chairperson of the Joint Legislative Budget Committee and the chairperson of the committee in each house that consid-

ers appropriations not later than 10 days after the effective date of the approval. All notices shall state the reason for and the amount of the deficiency, together with the director's determination that the expenditure for which the deficiency authorization is approved satisfies the criteria for emergency expenditures set forth in this section, and the basis for that determination.

(d) Each notification of deficiency or emergency expenditure shall include a determination by the Director of Finance as to whether the expenditure was considered in a legislative budget committee and formal action was taken to not approve the expenditure within the previous fiscal year.

(e) The Department of Finance shall provide copies of all requests from agencies to spend at rates that will result in a deficiency appropriation, in an aggregate amount for the 2002–03 fiscal year that exceeds five hundred thousand dollars ($500,000), to the Chairperson of the Joint Legislative Budget Committee and the chairperson of the committee in each house that considers appropriations. The department shall submit these copies within 15 working days of receipt. The transmittal of this information to the Legislature shall not be construed by the requesting agency as approval of the deficiency request.

(f) The Department of Finance shall provide deficiency bill updates to the Chairperson of the Joint Legislative Budget Committee and the chairperson of the committee in each house that considers appropriations if requested by the Legislature or as deemed necessary by the Department of Finance.

SEC. 28.00. (a) It is the intent of the Legislature in enacting this section to provide flexibility for administrative approval of augmentations for the expenditure of unanticipated federal funds or other nonstate funds in cases that meet the criteria set forth in this section. However, this section is not intended to provide an alternative budget process, and proposals for additional spending ordinarily should be considered in the annual State Budget or other state legislation.

(b) The Director of Finance may authorize the augmentation of the amount available for expenditure for any program, project, or function in the schedule set forth for any appropriation in this act or any additional program, project, or function in the amount of any additional, unanticipated funds that he or she estimates will be received by the state during the 2002–03 fiscal year from any agency of local government or the federal government, or from any other nonstate source, provided that the additional funding meets all of the following requirements:

(1) The funds will be expended for a purpose that is consistent with state law.

(2) The funds are made available to the state under conditions permitting their use only for a specified purpose, and the additional expenditure proposed under this section would apply to that specified funding purpose.

(3) Acceptance of the additional funding does not impose on the state any requirement to commit or expend new state funds for any program or purpose.

(4) The need exists to expend the additional funding during the 2002–03 fiscal year.

(c) The Director of Finance also may reduce any program, project, or function whenever he or she determines that funds to be received will be less than the amount taken into consideration in the schedule.

(d) Any augmentation or reduction that exceeds either (1) two hundred thousand dollars ($200,000) or (2) 10 percent of the amount available for expenditure in the affected program, project, or function may be authorized not sooner than 30 days after notification in writing of the necessity therefor to the chairperson of the committee in each house of the Legislature that considers appropriations, the chairpersons of the committees, and the appropriate subcommittees, in each house that consider the State Budget, and the Chairperson of the Joint Legislative Budget Committee, or not sooner than whatever lesser time the Chairperson of the Joint Legislative Budget Committee, or his or her designee, may in each instance determine. With regard to any proposed augmentation, the notification shall state the basis for the determination by the Director of Finance that the augmentation meets each of the requirements set forth in subdivision (b). This notification requirement does not apply to federal funds related to caseload increases in Medi-Cal, California Work Opportunity and Responsibility to Kids (CalWORKs), and Supplemental Security Income/State Supplementary Program (SSI/SSP).

(e) Any personnel action that is dependent on funds subject to this section shall not be effective until after the provisions of this section have been complied with. Any authorization made pursuant to this section shall remain in effect for the period the director may determine in each instance, but in no event after June 30, 2003.

SEC. 28.50. (a) Except as otherwise provided by law, an officer, department, division, bureau, or other agency of the state may expend for the 2002–03 fiscal year all money received as reimbursement from another officer, department, division, bureau, or other agency of the state that has not been taken into consideration by this act or any other statute, upon the prior written approval of the Director of Finance. The Department of Finance may also reduce any reimbursement amount and related program, project, or function amount if funds received from another officer, department, division, bureau, or other agency of the state will be less than the amount taken into consideration in the schedule.

(b) For any expenditure of reimbursements or any transfer for the 2002–03 fiscal year that exceeds two hundred thousand dollars ($200,000), the Director of Finance shall provide notification in writing of any approval granted under this section, not less than 30 days prior

to the effective date of that approval, to the chairperson of the committee in each house of the Legislature that considers appropriations, the chairpersons of the committees and the appropriate subcommittees in each house of the Legislature that consider the State Budget, and the Chairperson of the Joint Legislative Budget Committee, or not sooner than whatever lesser time the Chairperson of the Joint Legislative Budget Committee, or his or her designee, may in each instance determine. Increases to reimbursements are not reportable under this section if the funding for the other officer, department, division, bureau, or other agency of the state providing the reimbursement has already been approved by the Legislature. These adjustments are considered technical in nature and are authorized in Section 1.50 of this act.

SEC. 29.00. The Department of Finance shall calculate and publish a listing of total personnel-years and estimated salary savings for each department and agency. These listings shall be published by the Department of Finance at the same time as the publication of (a) the Governor's Budget, (b) the May Revision and (c) the Final Change Book.

(a) The listing provided at the time of the publication of the Governor's Budget shall contain estimates of personnel-years for the prior year, current year, and budget year.

(b) The listing provided at the time of publication of the May Revision shall contain estimates of personnel-years proposed for the budget year.

(c) The listing provided at the time of the publication of the Final Change Book shall contain estimates of personnel-years for the budget year just enacted.

SEC. 30.00. Section 13340 of the Government Code is amended to read:

13340. (a) Except as provided in subdivision (b), on and after July 1, 2003, no moneys in any fund that, by any statute other than a Budget Act, is continuously appropriated without regard to fiscal years, may be encumbered unless the Legislature, by statute, specifies that the moneys in the fund are appropriated for encumbrance.

(b) Subdivision (a) does not apply to any of the following:

(1) The scheduled disbursement of any local sales and use tax proceeds to an entity of local government pursuant to Part 1.5 (commencing with Section 7200) of Division 2 of the Revenue and Taxation Code.

(2) The scheduled disbursement of any transactions and use tax proceeds to an entity of local government pursuant to Part 1.6 (commencing with Section 7251) of Division 2 of the Revenue and Taxation Code.

(3) The scheduled disbursement of any funds by a state or local agency or department that issues bonds and administers related programs for which funds are continuously appropriated as of June 30, 2003.

(4) Moneys that are deposited in proprietary or fiduciary funds of the California State University and that are continuously appropriated without regard to fiscal years.

(5) The scheduled disbursement of any motor vehicle license fee revenues, including the General Fund appropriations made pursuant to Sections 11000 and 11000.1 of the Revenue and Taxation Code, to an entity of local government pursuant to the Vehicle License Fee Law (Part 5 (commencing with Section 10701) of Division 2 of the Revenue and Taxation Code).

SEC. 31.00. (a) The appropriations made by this act shall be subject, unless otherwise provided by law, to Section 13320 of, and Article 2.5 (commencing with Section 13332) of Chapter 3 of Part 3 of Division 3 of Title 2 of, the Government Code, requiring expenditures to be made in accordance with the allotments and other provisions of fiscal year budgets approved by the Department of Finance.

(b) The fiscal year budgets shall authorize, in the manner that the Department of Finance shall prescribe, all established positions whose continuance for the year is approved and all new positions. No new position shall be established unless authorized by the Department of Finance on the basis of work program and organization.

(c) The Director of Finance, or his or her authorized designee, shall notify the Chairperson of the Joint Legislative Budget Committee within 30 days of authorizing any position not authorized for that fiscal year by the Legislature or any reclassification to a position with a minimum step per month of six thousand thirty-two dollars ($6,032) as of July 1, 2002. He or she also shall report all transfers to blanket authorizations and the establishment of any permanent positions out of a blanket authorization.

(d) All positions administratively established pursuant to this section during the 2002–03 fiscal year shall terminate on June 30, 2003, except for those positions that have been (a) included in the Governor's Budget for the 2003–04 fiscal year as proposed new positions, or (b) approved by the Department of Finance and reported to the Legislature after the 2003–04 Governor's Budget submission to the Legislature. The positions identified in (a) and (b) above may be reestablished by the Department of Finance during the 2003–04 fiscal year, provided these positions are shown in the Governor's Budget for the 2004–05 fiscal year as submitted to the Legislature, or in subsequent Department of Finance letters to the Legislature, and provided that these positions do not result in the establishment of positions deleted by the Legislature through the budget process for the 2003–04 fiscal year.

(e) No money in any 2002–03 fiscal year appropriation not appropriated for that purpose may be expended for increases in salary ranges or any other employee compensation action unless the Department of Finance certifies to the salary and other compensation-setting authority, prior to the adoption of the action, that funds are available to pay the

increased salary or employee compensation resulting from the action. Prior to certification, the Department of Finance shall determine whether the increase in salary range or employee compensation action will require supplemental funding in the 2003–04 fiscal year. If the Department of Finance determines that supplemental funding will be required, no certification shall be issued unless notification in writing is given by the Department of Finance, at least 30 days before certification is made, to the chairperson of the committee in each house that considers appropriations and the Chairperson of the Joint Legislative Budget Committee, or a lesser time which the chairperson of the joint committee, or his or her designee, determines.

(f) A certification on a payroll claim that expenditures therein are in accordance with current budgetary provisions as approved by the Department of Finance shall be sufficient evidence to the Controller that these expenditures comply with the provisions of this section.

SEC. 31.50. (a) This act reflects elimination of vacant positions in various departments in state government. For each department that has unspecified vacant positions to be abolished, the following documents must be submitted to the Department of Finance no later than September 1, 2002:

(1) A list of the actual positions to be abolished.

(2) The Change in Established Positions, Form 607, documents necessary to eliminate the positions from the State Controller's payroll roster.

(b) The Department of Finance shall forward the Form 607 documents required pursuant to paragraph (2) of subdivision (a) to the State Controller after review and approval.

(c) It is the intent of the Legislature that vacant positions that already have been eliminated or redirected to other activities through amendments to the Budget Bill adopted pursuant to the May Revision of the Governor's Budget for 2002–03 shall be counted toward the number of unspecified vacant positions to be eliminated.

SEC. 31.60. Notwithstanding any other provision of law, the Director of Finance shall abolish at least 6,000 permanent vacant positions from departments including all boards, commissions, departments, agencies, or other employment authorities of the state, as determined by the Director of Finance. The Director shall select the positions to be eliminated from all the positions that were vacant on June 30, 2002. The Director of Finance shall allocate the necessary reductions required by this section based on detailed plans submitted by the agency secretaries, and if there is no agency secretary, by the appropriate authority. A position that is abolished by the State Controller pursuant to Section 12439 of the Government Code may also be included in the positions to be abolished pursuant to this section and may be counted by the Director of Finance toward the position reduction required by this section.

The Director of Finance shall not abolish positions pursuant to this section authorized for the University of California, the California State University, the Legislature, the Legislative Counsel Bureau, the Bureau of State Audits, the Judiciary, or the State Compensation Insurance Fund, Public Employees' Retirement System, State Teachers' Retirement System, and the California State Lottery System, but these departments are encouraged to consolidate activities and implement efficiencies in order to eliminate positions. The Director of Finance shall not abolish any positions pursuant to this section if the positions are directly involved in public safety or providing 24-hour care.

On or before July 17, 2002, the State Controller shall provide to each department a listing of all positions in that department that were vacant on June 30, 2002. The State Controller shall also provide the Department of Finance a copy of each listing of vacant positions. On or before August 1, 2002, each agency secretary, or other appropriate authority if there is no agency secretary, shall submit to the Director of Finance a list of vacant positions from which the Director of Finance shall select positions to be abolished pursuant to this section. The list of positions submitted to the Director of Finance shall total at least 50 percent of the total number of positions determined by the State Controller to be vacant on June 30, 2002, for each agency, or other appropriate authority if there is no agency secretary. With the written concurrence of the Department of Finance, a department may correct errors in the listing of vacant positions provided to it by the State Controller.

The Director of Finance is authorized to unallot and revert savings attributable to this section to the appropriate fund sources. Position reductions pursuant to this section shall be reflected and identified in the 2003–04 Governor's Budget. At the time that the 2003–04 Governor's Budget is submitted to the Legislature, the Department of Finance shall provide a report to the Joint Legislative Budget Committee and the budget committee in each house identifying the reductions allocated to each department, estimating the amount of associated savings, which shall include the salaries and wages, staff benefits, and associated marginal operating expenses and equipment for the positions abolished. The report shall also identify any significant program or service reductions or eliminations that departments plan to implement or propose for legislative approval due to the reduced number of authorized positions and funding. The total amount of the unallotments pursuant to this section shall be at least $300,000,000.

On or before October 1, 2002, the Director of Finance shall transmit to the Joint Legislative Budget Committee, and to the chair of the committee in each house that considers appropriations, a listing of all the positions abolished pursuant to this section. For each department, the listing of abolished positions shall show by classification, program, and organizational unit, the number of positions abolished. The positions identified to be abolished pursuant to this section shall be abolished effective July 1, 2002.

SEC. 31.70. The Director of Finance is authorized to augment any appropriation in this act by an amount the Director of Finance determines to be necessary to ensure that a department has an appropriate level of appropriations after any unallotment of funds pursuant to Section 31.60 of this act. In determining the amount of any augmentation pursuant to this section, the Director of Finance shall not approve an augmentation that is greater than the amount of the unallotment pursuant to Section 31.60. The total amount of augmentations pursuant to this section shall not exceed 50 percent by fund source of the total amount unalloted pursuant to Section 31.60.

Any augmentation approved by the Director of Finance pursuant to this section shall be reported within 30 days to the chairperson of the committee in each house of the Legislature that considers appropriations, the chairperson of the committee in each house that considers the State Budget, and the Chairperson of the Joint Legislative Budget Committee. The report shall state the necessity for the augmentation.

SEC. 32.00. The officers of the various departments, boards, commissions, and institutions, for whose benefit and support appropriations are made in this act, are expressly forbidden to make any expenditures in excess of these appropriations unless the consent of the Department of Finance is first obtained, and a certificate in writing is duly signed by the director of the department seeking authority for the expenditure, certifying the unavoidable necessity of the expenditure. Any indebtedness attempted to be created against the state in violation of this section shall be null and void, and shall not be allowed by the Controller nor paid out of any state appropriation. Any member of a department, board, commission, or institution who shall vote for any expenditure, or create any indebtedness against the state in excess of the respective appropriations made by this act, unless the consent of the Department of Finance and the director's signature on the certificate, as required by this section, are first obtained, shall be liable both personally and on his or her official bond for the amount of the indebtedness, to be recovered in any court of competent jurisdiction by the person or persons, firm, or corporation to which the indebtedness is owing.

SEC. 33.00. If any item of appropriation in this act is vetoed, eliminated, or reduced by the Governor under Section 10 of Article IV of the California Constitution, while approving portions of this act, such veto, elimination, or reduction shall not affect the other portions of this act, and these other portions of this act, so approved, shall have the same effect in law as if any vetoed or eliminated items of appropriation had not been present in this act, and as if any reduced item of appropriation had not been reduced.

SEC. 34.00. If any portion of this act is held unconstitutional, that decision shall not affect the validity of any other portion of this act. The Legislature hereby declares that it would have passed this act, and each portion thereof, irrespective of the fact that any other portion be declared unconstitutional.

SEC. 36.00. This act, inasmuch as it provides for appropriations for the usual and current expenses of the state, shall, under the provisions of Section 8 of Article IV of the California Constitution, take effect immediately.

SEC. 37.00. This act is an urgency statute necessary for the immediate preservation of the public peace, health, or safety within the meaning of Article IV of the Constitution and shall go into immediate effect. The facts constituting the necessity are:

This act makes appropriations and contains related provisions for support of state and local government for the 2002–03 fiscal year and provides for capital outlay appropriations in continuance of existing programs and to promote and sustain the economy of the state. It is imperative that these appropriations be made available for expenditure not later than July 1, 2002. It is therefore necessary that this act go into immediate effect.

INDEX BY BUDGET TITLE

SEC. 99.00. The following provides an index to the appropriations and related provisions of this act, by organization in alphabetical order, with the code number of the affected organization. The organization code is the first four numbers of any item number in this act. For ease of reference, the appropriation items in this act are organized in numerical order, and all of the appropriation items for any one organization are adjacent to one another.

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