AMENDED IN ASSEMBLY MAY 28, 1997

ASSEMBLY BILL No. 107

Introduced by Assembly Member Ducheny

January 9, 1997

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.

LEGISLATIVE COUNSEL'S DIGEST

AB 107, as ~~introduced~~ *amended* , Ducheny.

This bill would make appropriations for support of state government for the 1997–98 fiscal year.

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

Vote: . Appropriation: yes. Fiscal committee: yes. State-mandated local program: no.

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 1997.''

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 1997–98 fiscal year beginning July 1, 1997, and ending June 30, 1998. 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 1997–98, 1998–99, and 1999–2000 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 1997–98 fiscal year. In addition, the balance of every appropriation *or reappropriation* made in this act ~~which~~ *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, 1998, 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 ~~purposes, to the extent only~~ *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 ~~which~~ *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.....		~~64,602,000~~ *63,381,000*
Schedule:		
(a) 101001-Salaries of Senators	~~3,934,000~~ *3,880,000*	
(b) 317295-Mileage	5,000	
(c) 317292-Expenses.....	1,012,000	
(d) 500004-Operating Expenses	~~59,021,000~~ *57,984,000*	
(e) 317296-Automotive Expenses	~~630,000~~ *500,000*	
Provisions:		
1. The funds appropriated in Schedule (d) 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 (e) 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 (a), (b), (c), and (e) may be transferred to or from the Senate Operating Fund.		
0120-011-0001—For support of Assembly.....		~~87,760,000~~ *86,102,000*

Item Amount

Schedule:

(a) 101001-Salaries of Assemblymembers..... 7,599,000

(b) 317295-Mileage 8,000

(c) 317292-Expenses..... 2,024,000

(d) 500004-Operating Expenses ..... ~~77,451,000~~ *75,793,000*

(e) 317296-Automotive Expenses 678,000

Provisions:

1. The funds appropriated in Schedule (d) 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.
2. The funds appropriated in Schedule (e) 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 (a), (b), (c), and (e) may be transferred to or from the Assembly Operating Fund.

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

Schedule:

(a) Expenses of the Office of the Legislative Analyst..... 4,240,000

(b) Transferred from Item 0110-001-0001..... –2,120,000

(c) Transferred from Item 0120-011-0001..... –2,120,000

Provisions:

1. The funds appropriated in Schedule (a) 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 (b) and (c) may be transferred from the Senate Operating Fund,

Item		Amount
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		~~56,038,000~~ *57,288,000*
Schedule:		
(a) Support	~~56,169,000~~ *57,419,000*	
(b) Reimbursements	–131,000	
Judicial		
0250-001-0001—For support of Judiciary		~~196,578,000~~ *196,245,000*
Schedule:		
(a) 10-Supreme Court	~~25,656,000~~ *24,640,000*	
(b) 20-Courts of Appeal	~~126,084,000~~ *125,824,000*	
(c) 30-Judicial Council	~~84,989,000~~ *87,182,000*	
(d) Reimbursements	~~–38,325,000~~ *–39,575,000*	
(e) Amount payable from the Motor Vehicle Account, State Transportation Fund (Item 0250-001-0044)	–125,000	
(f) Amount payable from the Court Interpreters Account (Item 0250-001-0327)	–248,000	
(g) Amount payable from the Federal Trust Fund (Item 0250-001-0890)	–1,453,000	

Provisions:

1. Notwithstanding Section ~~6.50~~ *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; however, any allocation or reallocation by the Judicial Council shall be reported ~~to~~ *within 30 days to the Joint Legislative Budget Committee, the fiscal committees of each house of the Legislature, and* the Director of Finance.
2. *Of the funds appropriated by this item, $144,426 shall be available for expenditure by the Judicial Council only if a statute is enacted, and becomes operative on or before January 1, 1998,*

Item	Amount
that realigns trial court funding so that the state has primary financial responsibility.	
3. Of the funds appropriated by this item, $200,000 is available for reimbursement to the Attorney General or for hiring outside counsel for employment litigation costs arising from any cases involving the conduct of trial court judges or Courts of Appeal personnel in which the Judicial Council is named as a defendant. Any funds not used for this purpose shall revert to the General Fund.	
4. In augmentation of the funds appropriated by this item, an additional amount not to exceed $500,000 is hereby appropriated for development of an appellate court document management system, subject to the conditions that (a) the Judicial Council determines and advises the Department of Finance as to the actual amount required in the 1997–98 fiscal year, based upon the evaluation of pilot projects associated with the document management system project, and (b) no less than 30 days before the release of a request for proposal for implementation of the document management system, the Judicial Council provides the Joint Legislative Budget Committee and the fiscal committees of each house of the Legislature with its evaluation of the pilot projects, including a cost-benefit analysis of alternative methods for implementation of the system and the long-term cost implications of those alternatives for the courts of appeal and the trial courts.	
0250-001-0044—For support of Judiciary, for payment to Item 0250-001-0001, payable from the Motor Vehicle Account, State Transportation Fund	125,000
0250-001-0327—For support of Judiciary, for payment to Item 0250-001-0001, payable from the Court Interpreters Account.....	248,000
0250-001-0890—For support of Judiciary, for payment to Item 0250-001-0001, payable from the Federal Trust Fund	1,453,000
0280-001-0001—For support of the Commission on Judicial Performance, Program 10.....	3,010,000
0390-001-0001—For support, for transfer by the Controller to the Judges' Retirement Fund, for Supreme Court and Appellate Court Justices.....	1,250,000

Item Amount

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 local assistance, for transfer by the State Controller to the Judges' Retirement Fund for Superior Court and Municipal Court Judges... 44,001,000

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.... ~~1,661,126,000~~ *1,631,503,000*

Schedule:

(a) 10-Support for operation of the Trial Courts..... ~~1,549,250,000~~ *1,486,816,000*

(b) 25-Compensation of Superior Court Judges..... 92,278,000

(c) 35-Assigned Judges..... 19,598,000

(d) 45-Court Interpreters..... 32,811,000

Provisions:

1. The amount appropriated in Schedule (a) shall be allocated and reallocated by the Trial Court Budget Commission, as approved by the Judicial Council.

2. Notwithstanding Section ~~6.50~~ *26.00* of this act, the funds appropriated or scheduled in this item may be allocated or reallocated among catego~~ries by the Trial Court Budget Commission as approved~~ *ries* by the Judicial Council; however, any allocation or reallocation by the Judicial Council shall be reported within 30 days to *the Joint Legislative Budget Committee, the fiscal committees of each house of the Legislature, and* the Director ~~of Finance and the Joint Legislative Budget Committee.~~ *of Finance.*

3. The Judicial Council shall establish performance criteria as prescribed by Section 68502.5 of the Government Code and the California Rules of Court. The Judicial Council shall approve the budget and allocation schedule upon recommendation of the Trial Court Budget Commission based on these criteria.

Item Amount

4. The amount appropriated in Schedule (c) shall be made available for all judicial assignments. Schedule (c) 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.

5. The funds appropriated in Schedule (b) shall be made available for the payment of workers' compensation claims for trial court judges.

6. The funds appropriated in Schedule (a) shall be made available for new judge orientation programs pursuant to policies approved by the Judicial Council. Payments made by the Judicial Council for that purpose shall be reimbursed from this item.

7. The Judicial Council shall implement allocation criteria that include incentives for courts to implement court efficiency measures and control costs. The council shall advise the Legislature by October 1, 1997, on how it has incorporated the incentives into its allocation criteria.

8. The funds appropriated in Schedule (d) shall be for payments for services of contractual court interpreters, certified court interpreters employed by the courts, and the following court interpreter coordinators: one each in counties of the first through the fifteenth classes, 0.5 each in counties of the sixteenth through the thirty-first classes, and 0.25 each in counties of the thirty-second through fifty-eighth 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 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 and Director of the Department of Finance quarterly regarding expenditures from this

Item Amount

schedule and projections for annual expenditures for the use of interpreters in the courts and the use and administration of these funds.

This provision shall not become operative unless legislation that provides for state assumption of trial court funding is enacted in the 1997–98 legislative session and becomes operative during the 1997–98 fiscal year.

0450-111-0001—For local assistance, State Trial Court Funding, for transfer to the Trial Court Trust Fund..... ~~236,882,000~~ *244,095,000*

0450-490—Reappropriation, local assistance, State Trial Court Funding. The balance of the appropriation provided in the following citation is reappropriated for automation studies subject to the limitations set forth in Provision 7 of that item, and shall be available for encumbrance and expenditure until June 30, 1998.

(1) Item 0450-101-0932, Provision 7, Budget Act of 1996.

Executive

0500-001-0001—For support of Governor and of Governor's office..... 4,861,000

Schedule:

(a) Support..... 4,786,000

(b) Governor's Residence (Support).. 35,000

(c) Special Contingent Expenses..... 40,000

Provisions:

The funds appropriated in Schedules (b) and (c) of this item are exempt from the provisions of Sections 925.6, 12410, and 13320 of the Government Code.

0505-001-0001—For support of the Department of Information Technology..... ~~5,806,000~~ *5,456,000*

Schedule:

(a) Support..... ~~6,556,000~~ *6,206,000*

(b) Reimbursements..... –750,000

Provisions:

1. In connection with its performance of responsibilities relating to century change information technology, the Department of Information Technology shall review applications from each

Item Amount

state agency, department, board, commission, or other entity of state government (hereafter ''state agency'') for funding for century change information technology activities pursuant to Item 9899-001-0001, 9899-001-0494, and 9899-001-0988 of this act. With respect to each application, the department shall issue the ''Year 2000 Statement of Validation,'' identifying all of the following:

(a) The reasonableness of the state agency's strategy for addressing its year 2000 problems.

(b) A comprehensive systems inventory, an assessment of year 2000-impacted systems, and the scope of work to address year 2000 problems.

(c) The extent of alignment with the model year 2000 methodology of the Department of Information Technology.

(d) The consistency of the state agency's proposal with information available from the Department of Information Technology, including plans, schedules, and costs.

(e) The extent to which the state agency's impacted systems are critical to its business, the relative priority of addressing these critical systems, and the consequences from the failure to successfully address the agency's year 2000 problems.

(f) High-risk year 2000 activities, and the controls available to the Department of Information Technology to monitor those activities.

(g) The assumptions and methods used to estimate the resources necessary to address year 2000 problems, and the completeness and accuracy of these estimates.

(h) The efforts made by the state agency to address year 2000 problems with its existing organizational resources.

(i) The coordination of statewide and interdepartmental implementations of interdependent year 2000 impacted systems.

2. The Department of Information Technology shall submit each completed Year 2000 Statement of Validation to the Department of Finance, which shall transmit copies to the Chair-

Item Amount

person 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.

3. In its program planning and other utilization of departmental resources for the 1997–98 fiscal year as funded by the amounts appropriated by this item, the Department of Information Technology shall accord highest priority to the following information technology activities:

(a) Ensuring that the various information technology projects in the Health and Welfare Agency are properly coordinated with respect to welfare reform.

(b) Development of a functioning statewide automated child support system.

(c) The redesign and replacement by the Department of Transportation of its major computer and telecommunications applications.

(d) The correction by the Department of Toxic Substances Control of deficiencies in the hazardous waste manifest system.

(e) Development of a functioning Department of Pesticide Regulation database for enforcement actions.

4. In addition to the funds otherwise appropriated by this item, the sum of three hundred fifty thousand dollars ($350,000) is hereby appropriated from the General Fund for the support of the Department of Information Technology for the 1997–98 fiscal year. The appropriation made by this provision is not available unless and until, on or before December 1, 1997, the department, in cooperation with the Department of Finance, submits a report to chairperson of the fiscal committee in each house of the Legislature and the Chairperson of the Joint Legislative Budget Committee that identifies the process to be implemented by the Department of Information Technology to (a) establish a uniform format for use by various state departments and agencies in identifying and reporting their respective information technology project status and needs, thus reducing the time necessary to assess applications for funding of information

Item	Amount
technology projects, and (b) enhance the coordination between the department and the Department of Finance in the approval of applications for information technology project funding. The process described in this provision shall be set forth in a policy statement to be disseminated to each state agency and department, and a copy of that policy statement shall be included in the report.	
5. The activities of the Department of Information Technology funded for the 1997–98 fiscal year by the amount appropriated in this item shall include the development of (a) criteria and guidelines to provide direction to state agencies and departments in the management of information technology projects, (b) a procedure, to be included in the State Administrative Manual, for use by state agencies and departments to identify organizational needs, foster creative solutions with respect to information technology projects, and observe appropriate procedures regarding project design and vendor selection, and (c) a policy for the response by state agencies and departments, as to proceeding with contracts and the provision of service, when an information technology project encounters unanticipated difficulties. The Department of Information Technology shall submit the policies and procedures developed pursuant to this provision to the Chairperson of the Joint Legislative Budget Committee no later than October 15, 1997.	
6. The Department of Information Technology shall work with the Department of General Services to develop recommendations for improving current state contracting practices that base the estimated cost of an information technology project, for purposes of the award of a contract, upon evaluative efforts performed by the contractor. The recommendations shall propose changes to statutes, administrative policies, or both, to ensure that contracts for state information technology projects are not awarded on the basis of project costs that are likely to be significantly misstated. A progress report on compliance with this provision shall be included in the December report of the Director of Information	

Item		Amount
Technology submitted to the Legislature pursuant to Section 11725 of the Government Code.		
0510-001-0001—For support of Secretary of State and Consumer Services		732,000
Schedule:		
(a) Support.....	1,224,000	
(b) Reimbursements.....	–492,000	
0520-001-0044—For support of Secretary for Business, Transportation and Housing, payable from the Motor Vehicle Account, State Transportation Fund ..		880,000
Schedule:		
(a) 10-Administration of Business, Transportation and Housing Agency.....	1,906,000	
(b) 30-Agency Audits Office.....	301,000	
(c) Reimbursements.....	–1,327,000	
0530-001-0001—For support of Secretary for Health and Welfare.....		1,298,000
Schedule:		
(a) 10-Secretary for Health and Welfare	2,267,000	
(b) Reimbursements.....	–969,000	
0540-001-0001—For support of Secretary for Resources		~~1,889,000~~ *3,589,000*
Schedule:		
(a) 10-Administration of Resources Agency.....	~~3,355,000~~ *65,055,000*	
(b) Reimbursements.....	–472,000	
(c) Amount payable from the California Environmental License Plate Fund (Item 0540-001-0140).....	–792,000	
(d) Amount payable from the Environmental Enhancement and Mitigation Demonstration Program Fund (Item 0540-001-0183)	–117,000	
(dx) Amount payable from the Bay-Delta Agreement Subaccount (Item 0540-001-0405)	*–60,000,000*	
(f) Amount payable from the Federal Trust Fund (Item 0540-001-0890)	–85,000	
Provisions:		
1. Of the funds appropriated by this item, $1,000,000 shall be made available only if the Coastal Operations and Strategy Team of 1997 is specifically authorized in statute.		

Item		Amount
0540-001-0140—For support of Secretary for Resources, for payment to Item 0540-001-0001, payable from the California Environmental License Plate Fund		792,000
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.....		117,000
0540-001-0405—For support of Secretary for Resources, for payment to Item 0540-001-0001, payable from the Bay Delta Agreement Subaccount		*60,000,000*
0540-001-0890—For support of Secretary for Resources, for payment to Item 0540-001-0001, payable from the Federal Trust Fund.....		85,000
0540-101-0001—For local assistance, Secretary for Resources, payable from the General Fund.....		3,300,000
Provisions:		
1. The funds appropriated in this item are for the Coastal County and City Offshore Energy Assistance Program as required by Chapter 977, Statutes of 1996.		
~~0540-401—Notwithstanding Section 78531 of the Water Code, the funds identified in that section shall be allocated by the Secretary for Resources directly to those entities who are complying with the provisions of Section 78531(c)(1) and (2).~~		
0550-001-0001—For support of the Secretary for the Youth and Adult Correctional Agency.....		1,082,000
Schedule:		
(a) 10-Secretary for the Youth and Adult Correctional Agency	1,339,000	
(b) Reimbursements.....	–257,000	
0555-001-0044—For support of Secretary for Environmental Protection, payable from the Motor Vehicle Account, State Transportation Fund		~~555,000~~ *0*
Schedule:		
(a) 10-Environmental Protection Programs.....	~~2,345,000~~ *1,790,000*	
(b) Reimbursements.....	–1,532,000	
(c) Amount payable from the California Used Oil Recycling Fund (Item 0555-001-0100).....	–23,000	
(d) Amount payable from the Integrated Waste Management Account, Integrated Waste Management Fund (Item 0555-001-0387).	–235,000	

Item Amount

Provisions:

1. Notwithstanding subdivisions (b) and (c) of Section 48653 of the Public Resources Code, funds appropriated by 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 23,000

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 235,000

0558-001-0001—For support of Secretary of Child Development and Education..... 1,174,000

Schedule:

(a) Secretary for Child Development and Education..... 1,274,000

(b) Reimbursements..... –100,000

Provisions:

1. The amount appropriated by this item is intended for support of the Child Development and Education Agency. The appropriation is an estimate of the funding needs from January 1, 1998, to June 30, 1998, inclusive. Legislation establishing the agency is currently pending and, if enacted, would be effective January 1, 1998. In the event that legislation creating the agency is not effective on or before January 1, 1998, 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.

0558-011-0890—For support of Secretary of Child Development and Education, for support of the California Commission on Improving Life Through Service..... 720,000

Provisions:

1. The amount appropriated by this item is intended for support of the Commission on Improving Life Through Service. The appropriation is an estimate of the funding needs from January 1, 1998, to June 30, 1998, inclusive. Legislation establishing the agency is currently pending and, if enacted, would be effective January 1, 1998. In the event that legislation creat-

Item | Amount

ing the agency is not effective on or before January 1, 1998 or the funds are needed prior to January 1, 1998, the Director of Finance is authorized to transfer expenditure authority from this item to Item 0650-011-0890.

0558-101-0890—For local assistance, for the California Commission on Improving Life Through Service . 10,175,000

Provisions:

1. The amount appropriated by this item is intended for local assistance for the Commission on Improving Life Through Service. The appropriation is an estimate of the funding needs from January 1, 1998, to June 30, 1998. Legislation establishing the agency is currently pending and, if enacted, would be effective January 1, 1998. In the event that legislation creating the agency is not effective on or before January 1, 1998 or the funds are needed prior to January 1, 1998, the Director of Finance is authorized to transfer expenditure authority from this item to Item 0650-101-0890.

0650-001-0001—For support of Office of Planning and Research 3,017,000

Schedule:

(a) 11-State Planning and Policy Development..... 3,903,000

(b) Reimbursements..... –363,000

(c) Amount payable from the Property Acquisition Law Account (Item 0650-001-0002)..... –468,000

(d) Amount payable from the Federal Trust Fund (Item 0650-001-0890) –55,000

0650-001-0002—For support of Office of Planning and Research, for payment to Item 0650-001-0001, payable from the Property Acquisition Law Account 468,000

0650-001-0890—For support of Office of Planning and Research, for payment to Item 0650-001-0001, payable from the Federal Trust Fund..... 55,000

0650-011-0001—For support of Office of Planning and Research 910,000

Schedule:

(a) Secretary for Child Development and Education..... 1,046,000

(b) Reimbursements..... –136,000

Provisions:

1. The funds appropriated by this item are intended for support of the Child Development

Item Amount

and Education Agency (CDEA). The appropriation is an estimate of the funding needs from July 1, 1997, to December 31, 1997, inclusive. Legislation establishing the agency is currently pending and, if enacted, would be effective January 1, 1998. After December 31, 1997, and upon the determination that all obligations of the CDEA 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.

0650-011-0890—For support of Office of Planning and Research, for support of the California Commission on Improving Life Through Service..... 722,000

Provisions:

1. The funds appropriated by this item are intended for support of the Child Development and Education Agency (CDEA) for the Commission on Improving Life Through Service (CCILTS). The appropriation is an estimate of the funding needs from July 1, 1997, to December 31, 1997, inclusive. Legislation establishing the agency is currently pending and, if enacted, would be effective January 1, 1998. After December 31, 1997, and upon the determination that all obligations of the CCILTS 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 0558-011-0890, as authorized by the Director of Finance.

0650-101-0890—For local assistance, Office of Planning and Research, for the California Commission on Improving Life Through Service..... 10,175,000

Provisions:

1. The funds appropriated by this item are for local assistance allocations approved by the Commission on Improving Life Through Service (CCILTS) within the Child Development and Education Agency (CDEA). The appropriation is an estimate of the funding needs for this purpose from July 1, 1997, to December 31, 1997. Legislation establishing the CDEA is currently pending and, if enacted, would be effective January 1, 1998. After December 31, 1997, and upon the determination by the Director of Finance

Item | Amount

that all obligations of the CCILTS 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 0558-101-0890, as authorized by the director.

0650-111-0001—For local assistance, Office of Planning and Research for the Secretary of Child Development and Education (Proposition 98), for the Academic Volunteer and Mentor Service Program .. ~~10,000,000~~ *5,000,000*

Provisions:

1. Legislation to establish the Office of Child Development and Education is currently pending and, if enacted, would be effective January 1, 1998. After December 31, 1997, and upon determination that all obligations of the Secretary of Child Development and Education in the Office of Planning and Research have been met, the unexpended balance of the funds appropriated in this item shall be available for expenditure by the Office of Child Development and Education as authorized by the Director of Finance.

0690-001-0001—For support of Office of Emergency Services 29,581,000

Schedule:

(a) 15-Mutual Aid Response.....	9,565,000
(b) 35-Plans and Preparedness	17,031,000
(c) 45-Disaster Assistance	48,981,000
(d) 55.01-Administration and Executive.....	4,209,000
(e) 55.02-Distributed Administration and Executive	–4,209,000
(f) Reimbursements.....	–6,523,000
(g) Amount payable from the Unified Program Account (Item 0690-001-0028)	–565,000
(h) Amount payable from the Nuclear Planning Assessment Special Account (Item 0690-001-0029)	–799,000
(i) Amount payable from the Federal Trust Fund (Item 0690-001-0890)..	–38,109,000

Provisions:

1. Funds appropriated by 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 fed-

Item Amount

eral 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 565,000

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..... 799,000

0690-001-0890—For support of Office of Emergency Services, for payment to Item 0690-001-0001, payable from the Federal Trust Fund..... 38,109,000

Provisions:

1. Any funds that may become available, in addition to the funds appropriated by 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 ~~(c)~~ *(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 by 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..... 1,812,000

0690-101-0890—For local assistance, Office of Emergency Services, payable from the Federal Trust Fund 420,450,000

Schedule:

(a) 15-Mutual Aid Response.....	150,000
(b) 35-Plans and Preparedness	4,800,000
(c) 45-Disaster Assistance	415,500,000

Item		Amount
Provisions:		
1. Any federal funds that may become available in addition to the funds appropriated by this item for Program 45—Disaster Assistance are exempt from Section 28.00 of this act.		
0690-102-0372—For local assistance, Office of Emergency Services, notwithstanding Section 16419 of the Government Code, for disaster relief costs related to Loma Prieta earthquake.....		10,221,000
Provisions:		
1. The funds appropriated in this item are for the State's share of response and recovery costs for the Loma Prieta Earthquake and shall be available for allocation by the Department of Finance.		
0690-112-0001—For local assistance, Office of Emergency Services, for allocation by Department of Finance for disaster recovery costs.....		~~59,200,000~~ *78,740,000*
Provisions:		
1. The funds appropriated in this item are for the state's share of response and recovery costs for disasters, and shall be available for allocation by the Department of Finance in an amount not to exceed ~~$59,200,000~~ *$78,740,000* .		
0690-295-0001—For local assistance, Office of Emergency Services, for reimbursement, in accordance with 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, 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, 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 1996–97 fiscal year:		
(a) Deaf Teletype Equipment (Ch. 1032, Stats. 1980).		

Item Amount

(b) CPR Pocket Masks (Ch. 1334, Stats. 1987).

0690-301-0001—For capital outlay, Office of Emergency Services..... 121,000

Schedule:

(1) 80.10.001.970-Sacramento-OES Headquarters and State Operations Center—Working drawings. 121,000

0690-301-0660—For capital outlay, Office of Emergency Services, payable from the Public Buildings Construction Fund from the sale of bonds, negotiable notes, or negotiable bond anticipation ~~note~~ *notes* pursuant to the Government Code..... ~~22,818,000~~ *24,873,000*

Schedule:

(1) 80.10.001-Sacramento-OES Headquarters and State Operations Center—Construction ..... ~~22,818,000~~ *24,873,000*

Provisions:

1. Notwithstanding any other provision of law, 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 activities (including, but not limited to, equipment and other costs relating to the construction of the facilities) for the project authorized by this item.
2. The State Public Works Board and the Office of Emergency Services may obtain interim financing for the project costs authorized in this item, including but not limited to, the Pooled Money Investment Account pursuant to Sections 16312 and 16313 of the Government Code.
3. The maximum amount 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 cost.
4. The State Public Works Board may authorize the augmentation of the cost of construction of the project set forth in this section 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 amounts necessary to establish a reason-

Item		Amount
able construction reserve and to pay the cost of financing, including the payment of interest during construction of the project, the cost of financing a debt service reserve fund, and the cost of issuance of permanent financing for the project. This additional amount may include interest payable on any interim financing including the Pooled Money Investment Account pursuant to Section 16312 *of the Government Code* .		
5. In the event the bonds authorized for the project are not sold, the Office of Emergency Services shall commit a sufficient portion of its support appropriation provided for in this act to repay any loans for interim financing. It is the intent of the Legislature that this commitment shall be included in future Budget Acts until outstanding loans for interim financing are repaid either through the sale of bonds or from an appropriation.		
0690-491—For Capital Outlay, Office of Emergency 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, 1998:		
0001—General Fund		
Item 0690-301-0001, Budget Act of 1996		
(1) 80.10.001-Sacramento-OES Headquarters and State Operations Center—Working drawings		
0750-001-0001—For support of Office of the Lieutenant Governor		1,366,000
0820-001-0001—For support of Department of Justice..		~~212,853,000~~ *213,860,000*
Schedule:		
(a) 11.01-Directorate-Administration .	~~44,137,000~~ *44,262,000*	
(b) 11.02-Distributed Directorate-Administration	–44,137,000	
(c) 25-Executive Programs	5,445,000	
(d) 30-Civil Law	~~69,291,000~~ *72,484,000*	
(e) 40-Criminal Law	~~72,702,000~~ *72,236,000*	
(f) 45-Public Rights.....	~~29,491,000~~ *29,841,000*	
(g) 50-Law Enforcement	~~172,027,000~~ *174,890,000*	

Item	Amount
(h) 55-Hawkins Data Center	~~30,100,000~~ *29,480,000*
(i) Reimbursements.....	~~–88,145,000~~ *–88,112,000*
(j) Amount payable from the Attorney General Antitrust Account, General Fund (Item 0820-001-0012).....	–1,048,000
(k) Amount payable from Hazardous Waste Control Account, General Fund (Item 0820-001-0014).....	–3,517,000
(*l*) Amount payable from Firearms Safety Training Fund Special Account (Item 0820-001-0015).....	–703,000
(m) Amount payable from the Fingerprint Fees Account, General Fund (Item 0820-001-0017).....	–26,506,000
(n) Amount payable from the Trustline Voluntary Registration Fund (Item 0820-001-0019).....	–477,000
(o) Amount payable from the Motor Vehicle Account, State Transportation Fund (Item 0820-001-0044).	–18,214,000
(p) Amount payable from the Department of Justice Sexual Habitual Offender Fund, General Fund (Item 0820-001-0142)	–1,549,000
(q) Amount payable from the Travel Seller Fund (Item 0820-001-0158).	–749,000
(r) Amount payable from the Sexual Predator Public Information Account (Item 0820-001-0256).....	–57,000
(rx) Amount payable from the False Claims Act Fund (Item 0820-001-0378).....	*–2,000,000*
(s) Amount payable from the Dealers' Record of Sale Special Account, General Fund (Item 0820-001-0460).....	–6,946,000
(t) Amount payable from the Gaming Registration Fee Account, General Fund (Item 0820-001-0477) ..	–1,160,000
(u) Amount payable from the Federal Trust Fund (Item 0820-001-0890)	~~–15,379,000~~ *–17,850,000*

Item Amount

(v) Amount payable from the Federal Asset Forfeiture Account, Special Deposit Fund (Item 0820-001-0942) ..... –1,306,000

(w) Amount payable from the State Asset Forfeiture Account, Special Deposit Fund (Item 0820-011-0942) ..... –447,000

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 by 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 representation 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 budgeted in schedule (e) 40 Criminal Law, $2,307,000 shall be for workload related to Federal Habeas Corpus Reform and may only be expended for this purpose upon approval of the Department of Finance.
5. *Of the funds appropriated by this item, $350,000 shall be available only for necessary expenditures pursuant to the trial of State ex rel State*

Item Amount

Lands Commission v. City of Los Angeles. Any of these funds not expended for this purpose shall revert to the General Fund.

6. Of the funds appropriated by this item, $266,000 is available for the Northern California pilot program for investigating inactive homicide cases. Any of these funds not used for this purpose shall revert to the General Fund.

7. Of the amount appropriated by this item, $2,217,000 is available to address expenditures related to 1997 Flood Litigation costs. Any of these funds not used for this purpose shall revert to the General Fund.

8. Of the amount appropriated by this item, $2,307,000 is available to address temporary increases in federal habeas corpus workload, above and beyond the department's existing budgeted level for this workload, due to the enactment of the federal Anti-Terrorism/Effective Death Penalty Act of 1996. Any of these funds not used for this purpose shall revert to the General Fund.

0820-001-0012—For support of Department of Justice, for payment to Item 0820-001-0001, payable from the Attorney General Antitrust Account, General Fund 1,048,000

0820-001-0014—For support of Department of Justice, for payment to Item 0820-001-0001, payable from the Hazardous Waste Control Account, General Fund 3,517,000

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 703,000

0820-001-0017—For support of Department of Justice, for payment to Item 0820-001-0001, payable from the Fingerprint Fees Account, General Fund, pursuant to subdivision (e) of Section 11105 of the Penal Code 26,506,000

0820-001-0019—For support of Department of Justice, for payment to Item 0820-001-0001, payable from the Trustline Voluntary Registration Fund 477,000

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 18,214,000

Item	Amount
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, General Fund	1,549,000
Provisions:	
1. The amount appropriated in this item includes revenues derived from the assessment of fines and penalties imposed as specified in Chapter 654, Statutes of 1995.	
0820-001-0158—For support of Department of Justice, for payment to Item 0820-001-0001, payable from the Travel Seller Fund	749,000
0820-001-0256—For support of Department of Justice, for payment to Item 0820-001-0001, payable from the Sexual Predator Public Information Account..	57,000
0820-001-0378—For support of Department of Justice, for payment to Item 0820-001-0001, payable from the False Claims Act Fund	*2,000,000*
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, General Fund.....	6,946,000
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.	
0820-001-0477—For support of Department of Justice, for payment to Item 0820-001-0001, payable from the Gaming Registration Fee Account, General Fund.....	1,160,000
0820-001-0890—For support of Department of Justice, for payment to Item 0820-001-0001, payable from the Federal Trust Fund.....	~~15,379,000~~
	17,850,000
0820-001-0942—For support of Department of Justice, for payment to Item 0820-001-0001, payable from the Federal Asset Forfeiture Account, Special Deposit Fund	1,306,000
0820-011-0012—For transfer to the General Fund, payable from the first $600,000 in revenues in the Attorney General Antitrust Account, General Fund ...	(600,000)
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	447,000
0820-101-0001—For local assistance, Department of Justice.....	3,355,000

Item Amount

Schedule:

(a) 40-Criminal Law 3,355,000

Provisions:

1. The funds appropriated in Schedule (a) are for allocation to district attorneys for vertical prosecution activities related to implementation of the Battered Women Protection Act of 1994, pursuant to Chapter 140, Statutes of 1994.

0820-101-0460—For local assistance, Department of Justice 85,000

Schedule:

(a) 50-Law Enforcement 85,000

0820-102-0001—For local assistance, Department of Justice, Program 40 50,000

Provisions:

1. Funds appropriated in this item shall be expended to support standardized data collection activities for domestic violence intervention programs in San Diego County. The San Diego Association of Governments shall coordinate reports from local law enforcement agencies throughout San Diego County, and shall submit a report to the Legislature on the data collected no later than April 30, 1999.

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 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, State Controller 4,050,000

Schedule:

(1) 98.01.139.976-Custody of Minors (Ch. 1399, Stats. 1976)..... 3,642,000

(2) 98.01.033.790-Stolen Vehicle Notification (Ch. 337/90)..... 241,000

(3) 98.01.110.592-Misdemeanors: Booking/Fingerprinting (Ch. 1105/92)..... 167,000

Provisions:

1. Allocation 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 man-

Item		Amount
dated 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.		
0820-301-0001—For capital outlay, Department of Justice		~~3,231,000~~ *2,407,000*
Schedule:		
(1) 85.50.070-Central Valley Replacement Laboratory—Acquisition and Working Drawings	~~1,276,000~~ *439,000*	
(2) 85.50.080-Riverside Replacement Laboratory—Acquisition and Working Drawings	~~949,000~~ *962,000*	
(3) 85.50.090-Redding Replacement Laboratory—Acquisition and Preliminary Plans	360,000	
(4) 85.60.010-Santa Barbara Replacement Laboratory—Acquisition and Preliminary Plans	646,000	
0820-301-0660—For capital outlay, Department of Justice, payable from the Public Buildings Construction Fund		~~18,435,000~~ *18,444,000*
Schedule:		
(1) 85.50.070-Central Valley Replacement Laboratory—Construction	~~8,113,000~~ *8,314,000*	
(2) 85.50.080-Riverside Replacement Laboratory—Construction	~~10,322,000~~ *10,130,000*	
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 activities (including, but not limited to, equipment and other costs relating to the construction of the facilities) for the project authorized by this item.		

Item Amount

2. The State Public Works Board and the Department of Justice may obtain interim financing for the project costs authorized in this item, including but not limited to, the Pooled Money Investment Account pursuant to Sections 16312 and 16313 of the Government Code.

3. The maximum amount 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 cost.

~~4. The State Public Works Board may authorize the augmentation of the cost of construction of the project set forth in this section pursuant to the board's authority under Section 13332.11. In addition, the State Public Works Board may authorize any additional amounts 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 cost of financing a debt service reserve fund, and the cost of issuance of permanent financing for the project. This additional amount may include interest payable on any interim financing including the Pooled Money Investment Account pursuant to Section 16312.~~

5. In the event the bonds authorized for the project are not sold, the Department of Justice shall commit a sufficient portion of its support appropriation provided for in this act to repay any loans for interim financing. It is the intent of the Legislature that this commitment shall be included in future Budget Acts until outstanding loans for interim financing are repaid either through the sale of bonds or from an appropriation.

6. Notwithstanding Section 13332.11 of the Government Code, the State Public Works Board may authorize the augmentation of the cost of construction of the projects funded by this item by an amount not to exceed 10 percent of the amounts appropriated in Schedules (1) and (2).

0840-001-0001—For support of State Controller ..... ~~62,102,000~~ *63,597,000*

Schedule:

(a) 100000-Personal Services ..... ~~67,369,000~~ *65,832,000*

Item	Amount
(b) 300000-Operating Expenses and Equipment	~~35,128,000~~ *34,896,000*
(c) Reimbursements	~~–31,455,000~~ *–28,563,000*
(d) Amount payable from the Motor Vehicle Fuel Account, Transportation Tax Fund (Item 0840-001-0061)	–3,013,000
(e) Amount payable from the Highway Users Tax Account, Transportation Tax Fund (Item 0840-001-0062)	–818,000
(f) Amount payable from the Local Revenue Fund (Item 0840-001-0330)	–397,000
(g) Amount payable from the State School Building Lease-Purchase Fund (Item 0840-001-0344)	–716,000
(i) Amount payable from the Federal Trust Fund (Item 0840-001-0890)	~~–2,069,000~~ *–1,290,000*
(j) Amount payable from the State Penalty Fund (Item 0840-001-0903)	–967,000
(k) Amount payable from nongovernmental cost funds, Retail Sales Tax Fund (Item 0840-001-0988)	–181,000
(*l*) Amount payable from various special funds (Item 0840-011-0494)	~~–131,000~~ *–200,000*
(m) Amount payable from various bond funds (Item 0840-011-0797)	~~–520,000~~ *–791,000*
(n) Amount payable from various nongovernmental cost funds (Item 0840-011-0988)	~~–128,000~~ *–195,000*

Provisions:

1. The appropriation made by 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 pay-

Item Amount

ment 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 ~~State~~ Controller shall pay only those claims that have been subjected to audit by school districts in accordance with the ~~State~~ Controller's procedures manual for conducting audits of education desegregation claims. Furthermore, the ~~State~~ 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 ~~State~~ Controller.

3. No less than 0.9 personnel-year in the Audits Division shall be used to audit education desegregation claims.

4. The ~~State~~ 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 notified 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 may be 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 by this act may be expended by the Controller to provide information to the public, other than holders

Item | Amount

of unclaimed property (as defined in subdivision (e) of Section 1501 of the Code of Civil Procedure), 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 or through the exchange of information on electronic bulletin boards.

~~(c) Of the funds appropriated by this act, no more than $35,000 may be expended by the Controller for the purpose of providing mailed notice to the apparent owners of escheated property as required by subdivision (e) of Section 1531 of the Code of Civil Procedure.~~

6. The Controller shall increase his or her audits of the provider billings in the Medi-Cal program in such a manner as to enhance General Fund resources by at least $14,600,000 (in addition to any corresponding enhancement in federal funds).

7. Of the moneys appropriated to the ~~State~~ Controller by this act, the ~~State~~ Controller shall not expend more than $500,000 to conduct post eligibility fraud audits of the Supplemental Security Income/State Supplementary Payment Program (SSI/SSP) for a General Fund savings of $1,400,000 to the State Department of Social Services (Item 5180-111-0001).

~~8. The State Controller shall redirect, from his or her administrative activities, resources sufficient enough to ensure the collection of at least $165,000,000 of General Fund Abandoned Property revenues for the 1997–98 fiscal year.~~

9. 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 would necessarily have been incurred

Item Amount

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 the incurring of the additional costs claimed by the local agency or school district.

10. The funds appropriated to the Controller by 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 1997–98 fiscal year shall cite the specific statutory or constitutional provision authorizing the preparation and release of the report, audit, analysis, or evaluation.

11. 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.

12. 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.

13. The Controller shall report to the Joint Legislative Budget Committee and the fiscal committees of the Legislature, not later than March 1, 1998, on the status of efforts to implement specific recommendations regarding information technology contained in the performance

Item	Amount
audit of May 1995 conducted by KPMG Peat Marwick LLP.	
14. In augmentation of the funds appropriated by this item, the sum of $724,000 is hereby appropriated for the support of the Local Government Reporting System only if the department develops a Request for Proposals (RFP) and awards a contract based on that RFP that identifies the department's business needs and does not specify the technical solution. The Department of Information Technology and Department of Finance must review the RFP to determine whether it meets these criteria before the RFP may be released to the vendor community and the funds released by the Department of Finance.	
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	3,013,000
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	818,000
0840-001-0330—For support of State Controller, for payment to Item 0840-001-0001, payable from the Local Revenue Fund	397,000
0840-001-0344—For support of State Controller, for payment to Item 0840-001-0001, payable from the State School Building Lease-Purchase Fund	716,000
0840-001-0890—For support of ~~State~~ Controller, for payment to Item 0840-001-0001, payable from the Federal Trust Fund	~~2,069,000~~ *1,290,000*
0840-001-0903—For support of State Controller, for payment to Item 0840-001-0001, payable from the State Penalty Fund	967,000
0840-001-0988—For support of State Controller, for payment to Item 0840-001-0001, payable from nongovernmental cost funds (Retail Sales Tax Fund)	181,000
0840-011-0494—For support of ~~State~~ Controller, for payment to Item 0840-001-0001, payable from the various special funds	~~131,000~~ *200,000*
Provisions:	
1. Notwithstanding any other provision of law, the Director of Finance may authorize expendi-	

Item	Amount
tures in excess of the amount appropriated by 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.	
0840-011-0797—For support of ~~State~~ Controller, for payment to Item 0840-001-0001, payable from the various bond funds	~~520,000~~ *791,000*
Provisions:	
1. Notwithstanding any other provision of law, the Director of the Department of Finance may authorize expenditures in excess of the amount appropriated by 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 the various nongovernmental cost funds.....	~~128,000~~ *195,000*
Provisions:	
1. Notwithstanding any other provision of law, the Director of the Department of Finance may authorize expenditures in excess of the amount appropriated by 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.	
0840-101-0071—For local assistance, payable from the Yosemite Foundation Account in the California Environmental License Plate Fund.....	456,000
Provisions:	
1. There is hereby appropriated to the Controller for allocation to the Yosemite Foundation all	

Item		Amount
moneys deposited in the account for activities authorized pursuant to Article 8.4 (commencing with Section 5060) of Chapter 1 of Division 3 of the Vehicle Code. (Ch. 1273, Stats. 1992).		
0840-101-0866—For local assistance, payable from the California Olympic Training Fund.....		*66,649*
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 Section 18833 of the Revenue and Taxation Code.		
(b) To the United States Olympic Committee, the balance of the funds to be used for the Olympic Training Center in California.		
0840-101-0979—For allocation by the Controller from the California Firefighters' Memorial Fund.....		95,000
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 that fund for the construction of a memorial as authorized in that article.		
0845-001-0217—For support of Department of Insurance, payable from the Insurance Fund.....		~~89,590,000~~ *91,187,000*
Schedule:		
(a) 10-Regulation of Insurance Companies and Insurance Producers..	~~70,205,000~~ *71,802,000*	
(b) 20-Fraud Control.....	20,095,000	
(c) 50.01-Administration	20,302,000	
(d) 50.02-Distributed Administration .	20,302,000	
(e) Reimbursements.....	–710,000	
Provisions:		
1. Of the funds appropriated in this item, the Controller shall transfer $1,923,000 as of July 1, 1997, to the Department of Aging for support of the Health Insurance Counseling and Advocacy Program.		

Item Amount

2. Of the funds appropriated in this item, the Controller shall transfer $478,000 as of July 1, 1997, 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.

3. Of the funds appropriated in this item, an amount not to exceed $600,000 shall be used solely to cover intervenor compensation costs allowable under subdivision (b) of Section 1861.10 of the Insurance Code.

0845-002-0217—For support of Department of Insurance, Program 10-Regulation of Insurance Companies and Insurance Producers, payable from the Insurance Fund 623,000

0845-101-0217—For local assistance, Department of Insurance, Program 20-Fraud Control, payable from the Insurance Fund ..... ~~21,212,000~~
24,712,000

0845-490—Reappropriation, Department of Insurance. Notwithstanding any other provision of law, the unexpended balance of funds provided in the following citation are reappropriated on the effective date of this act for the purposes and subject to the limitations, unless otherwise specified, provided for in the appropriations, and shall be available for expenditure until June 30, 1998.

0217—Insurance Fund

(1) The unexpended balance of the $2,911,245 appropriated from Item 0845-001-0217, Budget Act of 1996, for Proposition 103 rate rollback hearings in accordance with Provision 5 of that item.

0860-001-0001—For support of State Board of Equalization ..... ~~180,940,000~~
178,977,000

Schedule:

(a) 100000-Personal Services ..... ~~214,339,000~~
211,072,000

(b) 300000-Operating Expenses and Equipment ..... ~~76,403,000~~
76,878,000

(c) Reimbursements ..... ~~–85,597,000~~
–84,987,000

Item	Amount
(d) Amount payable from the Breast Cancer Fund (Item 0860-001-0004)	~~–106,000~~ *–105,000*
(e) Amount payable from the State Emergency Telephone Number Special Account, General Fund (Item 0860-001-0022)	~~–698,000~~ *–691,000*
(f) Amount payable from the Motor Vehicle Fuel Account, Transportation Tax Fund (Item 0860-001-0061)	~~–15,534,000~~ *–15,373,000*
(g) Amount payable from the Occupational Lead Poisoning Prevention Account, General Fund (Item 0860-001-0070)	~~–386,000~~ *–381,000*
(h) Amount payable from the Childhood Lead Poisoning Prevention Fund (Item 0860-001-0080)	~~–662,000~~ *–654,000*
(i) Amount payable from the Insurance Fund (Item 0860-001-0217)	~~–350,000~~ *–346,000*
(j) Amount payable from the Cigarette and Tobacco Products Surtax Fund (Item 0860-001-0230)	~~–1,264,000~~ *–1,253,000*
(k) Amount payable from the Oil Spill Prevention and Administration Fund (Item 0860-001-0320)	~~–283,000~~ *–280,000*
(*l*) Amount payable from the Integrated Waste Management Account, Solid Waste Management Fund (Item 0860-001-0387)	~~–349,000~~ *–345,000*
(m) Amount payable from the Underground Storage Tank Cleanup Fund, General Fund (Item 0860-001-0439)	~~–1,271,000~~ *–1,257,000*

Item		Amount
(n) Amount payable from the Energy Resources Programs Account, General Fund (Item 0860-001-0465)	~~–103,000~~ *–102,000*	
(o) Amount payable from the Federal Trust Fund (Item 0860-001-0890)	–310,000	
(p) Amount payable from the Timber Tax Fund (Item 0860-001-0965)	–2,889,000	
0860-001-0004—For support of State Board of Equalization, for payment to Item 0860-001-0001, payable from the Breast Cancer Fund		~~106,000~~ *105,000*
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 Special Account, General Fund		~~698,000~~ *691,000*
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		~~15,534,000~~ *15,373,000*
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, General Fund		~~386,000~~ *381,000*
Provisions:		
1. The amount appropriated in this item includes revenues derived from the assessment of fines and penalties imposed as specified in Chapter 654 *; of the* Statutes of 1995.		
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		~~662,000~~ *654,000*

Item	Amount
Provisions:	
1. The amount appropriated in this item includes revenues derived from the assessment of fines and penalties imposed as specified in Chapter 654 ~~;~~ *of the* Statutes of 1995.	
0860-001-0217—For support of State Board of Equalization, for payment to Item 0860-001-0001, payable from the Insurance Fund.....	~~350,000~~ *346,000*
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.....	~~1,264,000~~ *1,253,000*
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.....	~~283,000~~ *280,000*
0860-001-0387—For support of State Board of Equalization, for payment to Item 0860-001-0001, payable from the Integrated Waste Management Account, Solid Waste Management Fund.....	~~349,000~~ *345,000*
Provisions:	
1. The amount appropriated in this item includes revenues derived from the assessment of fines and penalties imposed as specified in Chapter 654 ~~;~~ *of the* Statutes of 1995.	
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.....	~~1,271,000~~ *1,257,000*
Provisions:	
1. The amount appropriated in this item includes revenues derived from the assessment of fines and penalties imposed as specified in Chapter 654 ~~;~~ *of the* Statutes of 1995.	
0860-001-0465—For support of State Board of Equalization, for payment to Item 0860-001-0001, payable from the Energy Resources Programs Account, General Fund.....	~~103,000~~ *102,000*
0860-001-0890—For support of State Board of Equalization, for payment to Item 0860-001-0001, payable from the Federal Trust Fund.....	310,000

Item		Amount
0860-001-0965—For support of State Board of Equalization, for payment to Item 0860-001-0001, payable from the Timber Tax Fund		2,889,000
0890-001-0001—For support of Secretary of State.....		17,860,000
Schedule:		
(a) 100000-Personal Services	19,810,000	
(b) 300000-Operating Expenses and Equipment.....	16,656,000	
(c) Special Item of Expense-Election Related Costs	8,723,000	
(d) Reimbursements.....	–6,126,000	
(e) Amount payable from the Secretary of State Business Fees Fund (Item 0890-001-0228).....	–20,407,000	
(f) Amount payable from the Business Reinvestment Fund (Item 0890-001-0274)	–796,000	
0890-001-0228—For support of Secretary of State, for payment to Item 0890-001-0001, payable from the Secretary of State Business Fees Fund		20,407,000
Provisions:		
1. Notwithstanding any other provision of law, the Secretary of State may expend an amount not to exceed $538,000 of the funds appropriated by this item for the investigation and prosecution of voter fraud in California.		
0890-001-0274—For support of Secretary of State, for payment to Item 0890-001-0001, payable from the Business Reinvestment Fund.....		796,000
0890-003-0001—For support of Secretary of State for rental payments on lease revenue bonds.....		9,679,000
Schedule:		
(a) Base Rental and Fees	9,635,000	
(b) Structural Insurance.....	44,000	
0890-003-0228—For support of Secretary of State for rental payments on lease revenue bonds, payable from the Secretary of State Business Fees Fund...		2,988,000
Schedule:		
(a) Base Rental and Fees	2,975,000	
(b) Structural Insurance.....	13,000	
0890-295-0001—For local assistance, Secretary of State, for reimbursement, in accordance with 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, State Controller.....		5,272,000

Item	Amount
Schedule:	
(1) 98.01.007.778-Absentee ballots (Ch. 77, Stats. 78).....	3,616,000
(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) ...	1,346,000
(5) 98.01.101.381-Local elections (Ch. 1013, Stats. 81)	0
(6) 98.01.140.176-Voter registration roll purge (Ch. 1401, Stats. 76)....	0
(7) 98.01.142.282-Permanent absent voters (Ch. 1422, Stats. 82).....	309,000
(8) 98.01.160.382-Democratic presidential delegates (Ch. 1603, Stats. 82)	0
(9) 98.01.104.285-Election materials (Ch. 1042, Stats. 85)	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 in this item. 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

Item Amount

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 1996–97 fiscal year:

(a) Handicapped voter access (Ch. 494, Stats. 1979).

(b) Local elections (Ch. 1013, Stats. 1981).

(c) Voter registration roll purge (Ch. 1401, Stats. 1976).

(d) Democratic presidential delegates (Ch. 1603, Stats. 1982, and Ch. 8, Stats. 1988).

(e) Election materials (Ch. 1042, Stats. 1985)

0890-301-0001—For capital outlay, Secretary of State... 12,000

Schedule:

(1) 38.10.100-Minor Capital Outlay 12,000

0890-301-0228—For capital outlay, Secretary of State, payable from the Secretary of State Business Fees Fund..... 47,000

Schedule:

(1) 38.10.100-Minor Capital Outlay 47,000

0950-001-0001—For support of State Treasurer 4,964,000

Schedule:

(a) 100000-Personal Services 12,915,000

(b) 300000-Operating Expenses and Equipment..... 4,711,000

(c) Reimbursements..... –12,662,000

0956-001-0171—For support of California Debt and Investment Advisory Commission, payable from the California Debt and Investment Advisory Commission Fund 1,610,000

Schedule:

(a) 10-California Debt and Investment Advisory Commission 1,710,000

(b) 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 Legis-

Item		Amount
lative 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		415,000
Schedule:		
(a) 10-Debt Limit Allocation Committee	415,000	
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 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.		
0965-001-0215—For support of California Industrial Development Financing Advisory Commission, payable from the Industrial Development Fund.....		431,000
Schedule:		
(a) 10-Industrial Development Financing Advisory Commission	431,000	
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.....		472,000
Schedule:		
(a) 10-California Tax Credit Allocation Committee.....	472,000	

Item Amount

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 1,100,000

Schedule:

(a) 10-California Tax Credit Allocation Committee..... 1,130,000

(b) Reimbursements..... –30,000

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.

0971-001-0528—For support of California Alternative Energy and Advanced Transportation Financing Authority, payable from the California Alternative Energy Authority Fund 125,000

Schedule:

(a) 10-California Alternative Energy and Advanced Transportation Financing Authority 125,000

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 chairper-

Item | Amount

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

STATE AND CONSUMER SERVICES

1100-001-0001—For support of California Science Center..... ~~8,329,000~~ *8,529,000*

Schedule:

(a) 10-Education.....	9,589,000	
(b) 30-California African-American Museum.....	1,142,000	
(c) 40.01-Administration	~~1,038,000~~ *1,238,000*	
(d) 40.02-Distributed Administration.	–1,038,000	
(e) Reimbursements.....	–232,000	
(f) Amount payable from the Exposition Park Improvement Fund (Item 1100-001-0267).....	–2,170,000	

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.

2. The Legislature recognizes that specialized functions, such as exhibit maintenance and educational and guest service programs, may require individual skills not generally available in state service. It is the intent of the Legislature to allow the California Science Center to acquire these services from its auxiliary partner, the California Museum Foundation. The California Science Center may transfer funds for these ser-

Item Amount

vices from the Personal Services Account to the Operating Expense and Equipment Account, not sooner than 30 days after notice thereof to the Joint Legislative Budget Committee.

3. Of the funds appropriated by this item, $200,000 shall be used to contract for a study on Exposition Park. The study shall include, but not be limited to, a strategic long-term plan for future uses of the park, and recommendations to better market the facilities and to maximize revenues for the state. The study shall make recommendations for establishing a more cohesive and integrated management of the components of Exposition Park, including the Memorial Coliseum, Sports Arena, California Science Center, California African American Museum, Museum of Natural History, Rose Garden, and IMAX Theater. Under the supervision of the California Science Center, the University of California at Los Angeles shall conduct the study. The study shall include input from all components in the park, and shall be submitted to the Joint Legislative Budget Committee, the Senate and Assembly fiscal committees, and the Assembly Select Committee on Exposition Park on or before March 31, 1998.

1100-001-0267—For support of California Science Center for payment to Item 1100-001-0001, payable from the Exposition Park Improvement Fund..... 2,170,000

1100-003-0001—For support of the California Science Center for rental payments on lease revenue bonds..... 3,025,000

Schedule:

(a) Base rental..... 3,000,000

(b) Insurance..... 25,000

~~1111-001-0001—For transfer by the State Controller from the General Fund to the Consumer Affairs Fund.....~~ ~~880,000~~

1111-001-0024—For transfer by the State Controller from the Guide Dogs for the Blind Fund to the Consumer Affairs Fund 52,000

Provisions:

1. The amount appropriated in this item may include revenues derived from the assessment of fines and penalties imposed as specified in Chapter 654 of the Statutes of 1995.

Item	Amount
1111-001-0069—For transfer by the State Controller from the Barbering and Cosmetology Fund to the Consumer Affairs Fund	~~7,985,000~~ *7,982,000*
Provisions:	
1. The amount appropriated in this item may include revenues derived from the assessment of fines and penalties imposed as specified in Chapter 654 of the Statutes of 1995.	
1111-001-0166—For transfer by the State Controller from the Certification Account to the Consumer Affairs Fund.....	571,000
Provisions:	
1. The amount appropriated in this item may include revenues derived from the assessment of fines and penalties imposed as specified in Chapter 654 Statutes of 1995.	
1111-001-0239—For transfer by the State Controller from the Private Security Services Fund to the Consumer Affairs Fund	5,633,000
Provisions:	
1. The amount appropriated in this item may include revenues derived from the assessment of fines and penalties imposed as specified in Chapter 654 of the Statutes of 1995.	
1111-001-0325—For transfer by the ~~State~~ Controller from the Electronic and Appliance Repair Fund to the Consumer Affairs Fund	~~1,507,000~~ *1,506,000*
Provisions:	
1. The amount appropriated in this item may include revenues derived from the assessment of fines and penalties imposed as specified in Chapter ~~654,~~ *654 of the* Statutes of 1995.	
1111-001-0421—For transfer by the State Controller from the Vehicle Inspection and Repair Fund to the Consumer Affairs Fund	~~88,536,000~~ *92,175,000*
Provisions:	
1. The amount appropriated in this item may include revenues derived from the assessment of fines and penalties imposed as specified in Chapter 654 of the Statutes of 1995.	
1111-001-0717—For transfer by the State Controller from the Cemetery Fund to the Consumer Affairs Fund.....	981,000

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 Chapter 654, Statutes of 1995.	
1111-001-0750—For transfer by the State Controller from the Funeral Directors and Embalmers Fund to the Consumer Affairs Fund.....	852,000
Provisions:	
1. The amount appropriated in this item may include revenues derived from the assessment of fines and penalties imposed as specified in Chapter 654 of the Statutes of 1995.	
1111-001-0752—For transfer by the State Controller from the Bureau of Home Furnishings Fund to the Consumer Affairs Fund	~~2,873,000~~ *2,872,000*
Provisions:	
1. The amount appropriated in this item may include revenues derived from the assessment of fines and penalties imposed as specified in Chapter 654 ~~,~~ *of the* Statutes of 1995.	
1111-001-0757—For transfer by the State Controller from Landscape Architects Fund to the Consumer Affairs Fund.....	515,000
Provisions:	
1. The amount appropriated in this item may include revenues derived from the assessment of fines and penalties imposed as specified in Chapter 654 of the Statutes of 1995.	
1111-001-0769—For transfer by the State Controller from the Private Investigator Fund to the Consumer Affairs Fund.....	553,000
Provisions:	
1. The amount appropriated in this item may include revenues derived from the assessment of fines and penalties imposed as specified in Chapter 654 of the Statutes of 1995.	
1111-001-0859—For transfer by the State Controller from the High Polluter Removal or Repair Account to the Consumer Affairs Fund.....	(25,027,000)
Provisions:	
1. The amount appropriated in this item may include revenues derived from the assessment of fines and penalties imposed as specified in Chapter 654, Statutes of 1995.	

Item | Amount

1111-010-0702—For support of Department of Consumer Affairs—Administrative and Consumer Services; Bureau of Automotive Repair; Bureau of Electronic and Appliance Repair; Bureau of Home Furnishings and Thermal Insulation; Bureau of Security and Investigative Services; Arbitration Review Program; Cemetery Program; Funeral Program; Barbering and Cosmetology Program; Guide Dogs for the Blind Program; and Landscape Architects' Program—payable from the Consumer Affairs Fund..... ~~135,965,000~~ *138,749,000*

Schedule:

(a) 01.01-Support for Department of Consumer Affairs—Administrative and Consumer Services; Bureau of Automotive Repair; Bureau of Electronic and Appliance Repair; Bureau of Home Furnishings and Thermal Insulation; Bureau of Security and Investigative Services; Arbitration Review Program; Cemetery Program; Funeral Program; Barbering and Cosmetology Program; Guide Dogs for the Blind Program; and Landscape Architects' Program... ~~157,370,000~~ *160,154,000*

(b) Reimbursements..... –21,405,000

Provisions:

1. Each transfer from Items 1111-001-0024, 1111-001-0069, 1111-001-0166, 1111-001-0239, 1111-001-0325, 1111-001-0421, 1111-001-0717, 1111-001-0750, 1111-001-0752, 1111-001-0757, and 1111-001-0769, and 1111-001-0859 may be increased or decreased by an amount not to exceed 15 percent of the total of each transfer, without further authorization, to reflect the actual distributed costs of the program. In no case shall the total transfers exceed the total appropriation in this item.
2. The funds transferred in the Items specified in Provision 1 shall be used only for the purposes authorized under current law.
3. Of the amount transferred pursuant to Item 1111-001-0859, no more than $1,027,000 shall be expended for the design, implementation, and

Item Amount

administration of the high-polluting-vehicle repair and replacement program. The remaining balance shall be used to purchase or repair high-polluting vehicles pursuant to Article 9 (commencing with Section 44090) of Chapter 5 of Part 5 of Division 26 of the Health and Safety Code.

4. (a) Notwithstanding any other provision of law, the Director of the Department of Consumer Affairs, or his or her designee, in lieu of the Director of Finance, is authorized to carry out the provisions of Section 31.00 of this act as it pertains to the positions funded by this item.

(b) Notwithstanding Section 31.00 of this act, the Director of the Department of Consumer Affairs is not required to notify the Chairperson of the Joint Legislative Budget Committee regarding any position authorization, blanket transfer, or reclassification of positions funded by this item.

5. Notwithstanding any other provision of law, the Director of the Department of Consumer Affairs, 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 related to this item.

6. Notwithstanding any other provision of law, the Director of the Department of Consumer Affairs or his or her designee, in lieu of the Director of Finance, is authorized to approve Budget Revision, Standard Form 26, for activities funded by this item.

~~7. The department shall adopt regulations to implement pilot projects authorized by (d) through (f) of this section. These regulations shall be exempt from the Administrative Procedure Act, Chapter 3.5 (commencing with Section 11340) of Part 1 of Division 3 of Title 2 of the Government Code, except that:~~

~~(a) The director shall certify in writing that the regulations implement a pilot program that qualifies for exemption under this section.~~

~~(b) The regulations shall include a note citing this section as authority for the adoption of the regulation.~~

Item Amount

~~(c) The certification and regulations shall be submitted to the Office of Administrative Law.~~

~~(d) The Office of Administrative Law shall file the regulations with the Secretary of State and publish the regulations in the California Code of Regulations.~~

8. Notwithstanding the provisions of Sections 18800 to 18807, inclusive, Sections 19818 to 19818.21, inclusive and Sections 19889 to 19889.4, inclusive, of the Government Code, the director:

(a) Shall have full authority and discretion to classify positions in departmental specific established classifications, apply established allocation standards, and prepare and submit calendar items to the State Personnel Board to propose establishment of, or revision to, departmental specific classification specifications. In addition, the Department of Personnel Administration shall provide an expedited review of 10 working days for all reclassification requests for servicewide classifications submitted by the Department of Consumer Affairs.

(b) In conjunction with the Director of the Department of Personnel Administration, is authorized to create a proposal for legislative review and approval that establishes a gain sharing program. The gain-sharing plan shall authorize the reinvestment of 50 percent of the department's savings back into the programs and bureaus, and shall outline the planned expenditures.

(c) In conjunction with the Director of the Department of Personnel Administration, is authorized to create and implement innovative classification and pay systems.

(d) In conjunction with the Director of the State Personnel Board, is authorized to create and implement innovative classification systems.

9. ~~The~~ *Provision 8 applies only to civil service classifications and positions within the director's appointing authority. The* director shall ensure that the authority and discretion authorized by these sections are consistent with the merit

Item Amount

principles as embodied in Article VII of the California Constitution and Section 18500 of the Government Code, and is in conformance with the requirements of the Ralph C. Dills Act (Chapter 10.3 (commencing with Section 3512) of Division 4 of Title 1 of the Government Code). *Nothing in Provision 8 shall be construed to authorize the Department of Consumer Affairs to administratively establish positions.*

10. Notwithstanding any other provision of law, the Department of Consumer Affairs may, with the agreement of the State Personnel Board, waive specific statutes within Division 5 (commencing with Section 18000) of Part 2 of Title 2 of the Government Code, except that nothing in this section shall infringe upon or conflict with the merit principles embodied in the California Constitution, nor shall this waiver include any of the provisions contained in Chapter 10 (commencing with Section 19680) of Division 5 of Part 2 of Title 2 of the Government Code. The department will design and implement alternative competitive examination, appointment, and discipline processes. These processes shall include, but not be limited to:
    (a) Enhancing the availability of candidates with specific knowledge and abilities;
    (b) Expediting the hiring process;
    (c) Expanding the diversity of the department's work force; and
    (d) Expediting and streamlining the discipline process.

    The alternative process shall be implemented following a State Personnel Board hearing.

~~11. The Department of Consumer Affairs shall be exempt from Rule 444 of the State Personnel Board, which requires advertising vacant positions when filled by transfer within or between department offices or other agencies, or by training and development assignment. This exemption does not provide an exemption from any of the requirements imposed by Section 19232, 19404, or 19790 of the Government Code.~~

Item Amount

~~12. Notwithstanding Section 19080.3 of the Government Code, the Department of Consumer Affairs may make limited-term appointments, not exceeding a period of four years for any appointment, without the review or approval of the State Personnel Board, and the funds appropriated by this item may be used for this purpose.~~

13. Notwithstanding Sections 2050 to 2057, inclusive, Sections 10115 to 10115.13, inclusive, Sections 10290 to 10382, inclusive, and Sections 12100.5 to 12121, inclusive, of the Public Contract Code, and Section 14669 and Sections 14740 to 14880, inclusive, of the Government Code, the director or his or her designee, in lieu of the Director of General Services, shall have full authority and discretion to execute all contracts, procure all goods and services, negotiate lease agreements for office, warehouse, and other appropriate facilities, and determine appropriate methods to store and retrieve departmental records related to the bureaus, programs, and divisions under the director's appointing authority.

Except as provided in this subdivision, the director shall use the authority granted in this subdivision to implement alternative approaches, procedures, and methods, in lieu of the guidelines and procedures contained in the State Administrative Manual and in other state-issued guidelines to carry out the provisions of the sections of the Public Contract Code and the Government Code cited in this section.

This authority granted by this subdivision shall not affect any of the following:

(a) The department's continued use of the state's private line voice network (CALNET).

(b) The Department of General Services' continued responsibility and authority for the consolidation of the department's offices in the Sacramento area.

(c) The requirement that the department obtain the written approval of the Secretary of the State and Consumer Services Agency for any leasing of offices that may

Item Amount

affect the Los Angeles Basin and San Francisco Area Consolidation Plans.

~~14. Notwithstanding any other provision of law, the director may prepay vendors when it is cost-beneficial to the department. In the event the department incurs any losses due to the prepayment of vendors, the department shall report such losses in the semiannual report required in Provision 24 of this item.~~

15. Notwithstanding Sections 12100 to 12121, inclusive, of the Public Contract Code, the director, or his or her designee, shall have full authority and discretion for the procurement of electronic data processing and telecommunications goods and services related to the bureaus, programs, and divisions under the director's appointing authority, that do not exceed one million dollars ($1,000,000) per procurement.

16. Notwithstanding Section 2807 of the Penal Code, the director, or his or her designee, shall have full authority to procure goods and services from the private sector, even though these goods and services may be available through the Prison Industries Authority, when in his or her discretion it is more cost-beneficial to the bureaus, programs, and divisions under the director's appointing authority.

~~17. Notwithstanding subdivision (a) of Section 948 and Section 965 of the Government Code, the Director of the Department of Consumer Affairs, or designee, in lieu of the Director of Finance, is authorized to certify funds for the payment of all legal settlements, State Board of Control claims, judgments, and tort claims, for which the department has sufficient expenditure authority and funds without the need for an augmentation. This provision shall only apply to programs under the director's appointing authority.~~

~~18. Notwithstanding Section 11032 of the Government Code, the Director of the Department of Consumer Affairs, or designee, may authorize officers and employees of the programs under the director's appointing authority, to travel outside the state or country in lieu of the Director of Finance, and the funds appropriated by this item may be used for that purpose.~~

Item Amount

~~19. Notwithstanding any other provision of law, the Department of Consumer Affairs shall be exempt from Government Code Section 12439 regarding the abolition of vacant state positions.~~

~~20. Notwithstanding Sections 8647, 11005, and 11005.1 of the Government Code, the Department of Consumer Affairs may accept gifts and donations without approval by the Director of Finance.~~

21. All reports to the Legislature required in the sections cited in this section shall be made by the director in the same form and manner as currently reported by the otherwise appropriate agency.

22. The Legislature finds and declares the following with regard to the Department of Consumer Affairs, and the bureaus and programs within the department:

(a) The traditional budgeting system does not appropriately measure results or outcomes.

(b) The department has drafted and submitted to the Legislature the following essential elements of performance budgeting:

(1) A strategic business and information systems plan.

(2) Meaningful outcome measures which are the primary focus of management accountability.

(3) Performance targets for each of the outcome measures.

23. In connection with the support funding appropriated by this item and by any other act, for the 1997–98 fiscal year the Department of Consumer Affairs, pursuant to this provision and Provision 24, shall continue the pilot performance funding project that holds the department accountable for results rather than process. The department's obligations under this project in the 1997–98 fiscal year shall include the following:

(a) The department shall continue to conduct regulatory reviews of the five programs under the authority of the Director of the Department of Consumer Affairs, to determine whether the regulatory activities of

Item Amount

the programs are appropriate and necessary, and whether the programs should be eliminated, modified, or continued. This assessment shall be based on the department's evaluation of the public benefit of the regulatory activity, the program's success in attaining those benefits, and the data gathered as part of the market condition assessment. The department shall report its review of the Bureau of Automotive Repair to the Legislature no later than March 1, 1998.

24. (a) In addition to the commitments described in Provision 23, the Department of Consumer Affairs shall do both of the following:

(1) Submit to the Legislature any revisions to its strategic business and information systems plans and performance measures by December 31, 1997.

(2) Report semiannually: The department shall provide an annual report for the previous fiscal year no later than December 31, 1997, and a progress report for the first six months of the current fiscal year no later than April 1, 1998, regarding the status of the implementation of its strategic business and information systems plans, the attainment of its performance targets, and the implementation and impact of the administrative flexibilities provided for the previous fiscal year. The report shall be submitted to the Joint Legislative Budget Committee, the appropriate fiscal committees, and the Department of Finance.

(b) The department shall not modify its strategic business and information systems plans or performance measures sooner than 60 days after notification, in writing, to the Joint Legislative Budget Committee, the appropriate fiscal committees, and the Department of Finance.

Item | Amount

25. Notwithstanding Article 1 (commencing with Section 14850) of Chapter 7 of Division 3 of Title 2 of the Government Code, the director, or his or her designee, has full authority to contract for printing services that are timely and cost-beneficial to the bureaus, programs, and divisions under the director's appointing authority.

1111-101-0001—For local assistance, Department of Consumer Affairs, Cemetery Program 01.01, for the Verdugo Hills of Peace Cemetery..... 1,510,000

1120-001-0704—For support of Board of Accountancy, payable from the Accountancy Fund..... ~~9,585,000~~ *9,570,000*

Schedule:

(a) 3-Board of Accountancy..... ~~9,789,000~~ *9,774,000*

(b) 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 Chapter 654 ~~,~~ *of the* Statutes of 1995.

1130-001-0706—For support of California State Board of Architectural Examiners, payable from the California State Board of Architectural Examiners' Fund..... 2,853,000

Schedule:

(a) 6-Board of Architectural Examiners..... 2,858,000

(b) 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 Chapter 654 of the Statutes of 1995.

1140-001-0001—For support of State Athletic Commission..... ~~801,000~~ *775,000*

Schedule:

(a) 9-State Athletic Commission..... ~~1,107,000~~ *1,081,000*

(b) Amount payable from the Boxer's Pension Account (Item 1140-002-0008)..... –75,000

Item Amount

(c) Amount payable from the Boxer's Neurological Examinations Account (Item 1140-001-0492) ..... –231,000

Provisions:

1. The amount appropriated in this item may include revenues derived from the assessment of fines and penalties imposed as specified in ~~Chapter 654, Statutes of 1995.~~ *Section 13332.18 of the Government Code.*

2. Of the amount reappropriated in this item, $97,000 shall be available for expenditure only if revenues from activities of the State Athletic Commission that were deposited in the General Fund during the 1995–96 fiscal year are equal to or greater than the total amount appropriated by this item.

1140-001-0492—For support of State Athletic Commission, for payment to Item 1140-001-0001, payable from the Boxer's Neurological Examination Account 231,000

Provisions:

1. The amount appropriated in this item may include revenues derived from the assessment of fines and penalties imposed as specified in Chapter 654, Statutes of 1995.

1140-002-0008—For support of State Athletic Commission, for payment to Item 1140-001-0001, payable from the Boxer's Pension Account..... 75,000

Provisions:

1. The amount appropriated in this item may include revenues derived from the assessment of fines and penalties imposed as specified in Chapter 654, Statutes of 1995.

1170-001-0773—For support of Board of Behavioral Science Examiners of the State of California, payable from the Behavioral Science Examiners Fund..... 4,144,000

Schedule:

(a) 18-Board of Behavioral Science Examiners 4,380,000

(b) Reimbursements..... –236,000

Provisions:

1. The amount appropriated in this item may include revenues derived from the assessment of fines and penalties imposed as specified in Chapter 654 of the Statutes of 1995.

Item		Amount
1230-001-0093—For support of Contractors' State License Board, for payment to Item 1230-001-0735, payable from the Construction Management Education Account, Contractors' License Fund.....		15,000
Provisions:		
1. The amount appropriated in this item may include revenues derived from the assessment of fines and penalties imposed as specified in Chapter 654 of the Statutes of 1995.		
1230-001-0735—For support of Contractors' State License Board, payable from the Contractors' License Fund.....		41,116,000
Schedule:		
(a) 30-Contractors' State License Board.....	41,184,000	
(b) Reimbursements.....	–53,000	
(c) Amount payable from the Construction Management Education Account (Item 1230-001-0093).....	–15,000	
Provisions:		
1. The amount appropriated in this item may include revenues derived from the assessment of fines and penalties imposed as specified in Chapter 654 of the Statutes of 1995.		
1260-001-0741—For support of Board of Dental Examiners of California, payable from the State Dentistry Fund.....		~~5,576,000~~ *5,565,000*
Schedule:		
(a) 36-Board of Dental Examiners.....	~~5,645,000~~ *5,634,000*	
(b) Reimbursements.....	–69,000	
Provisions:		
1. The amount appropriated in this item may include revenues derived from the assessment of fines and penalties imposed as specified in Chapter 654~~,~~ *of the* Statutes of 1995.		
1270-001-0380—For support of Board of Dental Examiners of California, payable from the Dental Auxiliary Fund.....		1,026,000
Schedule:		
(a) 36-Board of Dental Examiners.....	1,248,000	
(b) Reimbursements.....	–222,000	
Provisions:		
1. The amount appropriated in this item may include revenues derived from the assessment of		

Item	Amount
fines and penalties imposed as specified in Chapter 654, Statutes of 1995.	
1340-001-0205—For support of State Board of Registration for Geologists and Geophysicists, Program 51, payable from the Geology and Geophysics Fund .	799,000
Provisions:	
1. The amount appropriated in this item may include revenues derived from the assessment of fines and penalties imposed as specified in Chapter 654 of the Statutes of 1995.	
1390-001-0175—For support of Dispensing Opticians, Medical Board of California, for payment to Item 1390-001-0758, payable from the Dispensing Opticians Fund.....	~~262,000~~ *261,000*
Provisions:	
1. The amount appropriated in this item may include revenues derived from the assessment of fines and penalties imposed as specified in Chapter 654 ~~,~~ *of the* Statutes of 1995.	
1390-001-0210—For support of Outpatient Settings, Medical Board of California, for payment to Item 1390-001-0758, payable from the Outpatient Setting Fund	27,000
Provisions:	
1. The amount appropriated in this item may include revenues derived from the assessment of fines and penalties imposed as specified in Chapter 654, Statutes of 1995.	
1390-001-0755—For support of Licensed Midwifery Program, Medical Board of California, for payment to Item 1390-001-0758, payable from the Licensed Midwifery Fund.....	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 Chapter 654, Statutes of 1995.	
1390-001-0758—For support of Medical Board of California, payable from the Contingent Fund of the Medical Board of California.....	~~31,725,000~~ *31,605,000*
Schedule:	
(a) 63.10.010-Medical Board of California ..... ~~32,870,000~~ *32,750,000*	

Item		Amount
(b) 63.15-Registered Dispensing Opticians	~~262,000~~ *261,000*	
(c) 63.17-Outpatient Setting	27,000	
(d) 63.18-Licensed Midwifery Program	18,000	
(e) 63.10.020-Distributed Medical Board of California	–838,000	
(f) Reimbursements	–307,000	
(g) Amount payable from the Dispensing Opticians Fund (Item 1390-001-0175)	~~–262,000~~ *–261,000*	
(h) Amount payable from the Outpatient Setting Fund (Item 1390-001-0210)	–27,000	
(i) Amount payable from the Licensed Midwifery Fund (Item 1390-001-0755)	–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 Chapter 654 of the Statutes of 1995.

2. Funds appropriated by this item are to be used by the Medical Board of California to provide an annual training component for all investigative staff and the executive staff on the requirements of the Intractable Pain Act of 1990 (Sec. 2241.5, Business and Professions Code). The Legislature intends that the persons who make decisions regarding pain management that affect patients and doctors know the distinction between patients who suffer from intractable pain and those persons who are violating the law in an effort to obtain drugs for illegal purposes. The Executive Officer shall determine what training is adequate and shall report to the Legislature by June 30, 1998, on the training being provided in accordance with this provision.

1400-001-0108—For support of Acupuncture Examining Committee, Medical Board of California, payable from the Acupuncturists Fund..... 1,166,000

Schedule:

(a) 63.20-Acupuncture Committee.....	1,189,000
(b) Reimbursements.....	–23,000

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 Chapter 654 of the Statutes of 1995.		
1410-001-0208—For support of Hearing Aid Dispensers Examining Committee, Medical Board of California, payable from the Hearing Aid Dispensers Fund.....		578,000
Schedule:		
(a) 63.30-Hearing Aid Dispensers Examining Committee.....	587,000	
(b) 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 Chapter 654 of the Statutes of 1995.		
1420-001-0759—For support of Physical Therapy Examining Committee, Medical Board of California, payable from the Physical Therapy Fund.....		~~1,910,000~~ *1,907,000*
Schedule:		
(a) 63.40-Physical Therapy Examining Committee.....	~~1,976,000~~ *1,973,000*	
(b) 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 Chapter 654 of the Statutes of 1995.		
1430-001-0280—For support of Physician Assistant Examining Committee, Medical Board of California, payable from the Physician Assistant Fund		~~759,000~~ *757,000*
Schedule:		
(a) 63.50-Physician Assistant Examining Committee.....	~~767,000~~ *765,000*	
(b) Reimbursements.....	–8,000	
Provisions:		
1. The amount appropriated in this item may include revenues derived from the assessment of fines and penalties imposed as specified in Chapter 654 of the Statutes of 1995.		

Item		Amount
~~1440-001-0295—For support of Podiatry Examining Committee, Medical Board of California, payable~~		
1440-001-0295—For support of California Board of Podiatric Medicine, payable from the Podiatry Fund		~~967,000~~ *962,000*
Schedule:		
~~(a) 63.60-Podiatry Examining Committee~~	~~971,000~~	
(a) 63.60-Board of Podiatric Medicine	*966,000*	
(b) 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 Chapter 654 of the Statutes of 1995.		
1450-001-0310—For support of Board of Psychology, Medical Board of California, payable from the Psychology Fund		~~2,761,000~~ *2,752,000*
Schedule:		
(a) 63.70-Board of Psychology	~~2,800,000~~ *2,791,000*	
(b) Reimbursements	–39,000	
Provisions:		
1. The amount appropriated in this item may include revenues derived from the assessment of fines and penalties imposed as specified in Chapter 654 of the Statutes of 1995.		
1455-001-0319—For support of Respiratory Care Examining Committee, Medical Board of California, payable from the Respiratory Care Fund		2,056,000
Schedule:		
(a) 63.75-Respiratory Care Examining Committee	2,122,000	
(b) 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 Chapter 654 of the Statutes of 1995.		
1460-001-0376—For support of Speech Pathology and Audiology Examining Committee, Medical Board of California, payable from the Speech Pathology and Audiology Examining Committee Fund		296,000
Schedule:		
(a) 63.80-Speech Pathology and Audiology Committee	308,000	

Item Amount

(b) 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 Chapter 654, Statutes of 1995.

1470-001-0260—For support of Board of Examiners of Nursing Home Administrators, payable from the Nursing Home Administrators' State License Examining Board Fund..... ~~450,000~~ *448,000*

Schedule:

(a) 66-Board of Nursing Home Administrators..... ~~451,000~~ *449,000*

(b) Reimbursements..... –1,000

Provisions:

1. The amount appropriated in this item may include revenues derived from the assessment of fines and penalties imposed as specified in Chapter 654 of the Statutes of 1995.

1480-001-0763—For support of State Board of Optometry, payable from the State Optometry Fund..... ~~999,000~~ *997,000*

Schedule:

(a) 69-Board of Optometry..... ~~1,005,000~~ *1,003,000*

(b) 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 Chapter 654 of the Statutes of 1995.

1490-001-0767—For support of California State Board of Pharmacy, payable from the Pharmacy Board Contingent Fund..... ~~5,588,000~~ *5,578,000*

Schedule:

(a) 72-Board of Pharmacy..... ~~5,798,000~~ *5,788,000*

(b) Reimbursements..... –210,000

Provisions:

1. The amount appropriated in this item may include revenues derived from the assessment of fines and penalties imposed as specified in Chapter 654 of the Statutes of 1995.

Item		Amount
1500-001-0770—For support of State Board of Registration for Professional Engineers and Land Surveyors, payable from the Professional Engineers' and Land Surveyors' Fund		~~6,516,000~~ *6,603,656*
Schedule:		
(a) 75-State Board of Registration for Professional Engineers and Land Surveyors	~~6,532,000~~ *6,619,656*	
(b) 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 Chapter 654, Statutes of 1995.		
1510-001-0761—For support of Board of Registered Nursing, payable from the Board of Registered Nursing Fund		~~11,492,000~~ *11,465,000*
Schedule:		
(a) 78-Board of Registered Nursing ...	~~12,035,000~~ *12,008,000*	
(b) Reimbursements.....	–543,000	
Provisions:		
1. The amount appropriated in this item may include revenues derived from the assessment of fines and penalties imposed as specified in Chapter 654 of the Statutes of 1995.		
1520-001-0771—For support of Court Reporters Board of California, payable from the Court Reporters' Fund.....		~~521,000~~ *520,000*
Schedule:		
(a) 81-Court Reporters Board.....	~~522,000~~ *521,000*	
(b) Reimbursements.....	–1,000	
Provisions:		
1. The amount appropriated in this item may include revenues derived from the assessment of fines and penalties imposed as specified in Chapter 654 of the Statutes of 1995.		
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		268,000

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 Chapter 654, Statutes of 1995.		
1530-001-0775—For support of Structural Pest Control Board, payable from the Structural Pest Control Fund		~~3,157,000~~ *3,148,000*
Schedule:		
(a) 84-Structural Pest Control Board	~~3,427,000~~ *3,418,000*	
(b) Reimbursements	–2,000	
(c) Amount payable from the Structural Pest Control Education and Enforcement Fund (Item 1530-001-0399)	–268,000	
Provisions:		
1. The amount appropriated in this item may include revenues derived from the assessment of fines and penalties imposed as specified in Chapter 654 of the Statutes of 1995.		
1560-001-0777—For support of Veterinary Medical Board, payable from the Veterinary Medical Board Contingent Fund		1,180,000
Schedule:		
(a) 90.10.010-Veterinary Medical Board	1,206,000	
(b) 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 Chapter 654 of the Statutes of 1995.		
1570-001-0118—For support of Registered Veterinary Technician Examining Committee, Program 90, payable from the Registered Veterinary Technicians Examining Committee Fund		104,000
Provisions:		
1. The amount appropriated in this item may include revenues derived from the assessment of fines and penalties imposed as specified in Chapter 654, Statutes of 1995.		

Item		Amount
1590-001-0779—For support of Board of Vocational Nurse and Psychiatric Technician Examiners of the State of California, payable from the Vocational Nurse and Psychiatric Technician Examiners' Fund, Vocational Nurses Account		2,989,000
Schedule:		
(a) 91.10.010-Vocational Nurses.....	3,250,000	
(b) 91.10.020-Distributed Vocational Nurses.....	–37,000	
(c) Reimbursements.....	–224,000	
Provisions:		
1. The amount appropriated in this item may include revenues derived from the assessment of fines and penalties imposed as specified in Chapter 654, Statutes of 1995.		
1600-001-0780—For support of Board of Vocational Nurse and Psychiatric Technician Examiners of the State of California, payable from the Vocational Nurse and Psychiatric Technician Examiners Fund, Psychiatric Technicians Account.....		892,000
Schedule:		
(a) 91-Board of Vocational Nurse and Psychiatric Technician Examiners.....	903,000	
(b) Reimbursements.....	–11,000	
Provisions:		
1. The funds appropriated by this item are from the moneys deposited pursuant to Section 4547 of the Business and Professions Code.		
2. The amount appropriated in this item may include revenues derived from the assessment of fines and penalties imposed as specified in Chapter 654, Statutes of 1995.		
1700-001-0001—For support of Department of Fair Employment and Housing		~~14,712,000~~ *13,462,000*
Schedule:		
(a) 50-Administration of Civil Rights Law.....	~~18,698,000~~ *17,448,000*	
(b) Reimbursements.....	–10,000	
(c) Amount payable from the Federal Trust Fund (Item 1700-001-0890)	–3,976,000	
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....		3,976,000

Item		Amount
1705-001-0001—For support of the Fair Employment and Housing Commission		1,082,000
Schedule:		
(a) 10-Fair Employment and Housing Commission.....	1,232,000	
(b) Reimbursements.....	–150,000	
1730-001-0001—For support of Franchise Tax Board....		~~328,996,000~~ *319,348,000*
Schedule:		
(a) 10-Tax Programs	~~327,284,000~~ *317,678,000*	
(b) 20-Homeowners and Renters Assistance	~~2,208,000~~ *2,166,000*	
(c) 30-Political Reform Audit (1,264,000).....	~~—~~ *0*	
(d) 40-Child Support Collections	~~5,113,000~~ *5,015,000*	
(e) 50-DMV Collections.....	~~7,751,000~~ *7,590,000*	
(f) 60-Court Collections	~~383,000~~ *376,000*	
(g) 70-Contract Work	~~8,249,000~~ *6,235,000*	
(h) 80.01-Administration	18,439,000	
(i) 80.02-Distributed Administration ..	–18,439,000	
(j) Reimbursements.....	~~–13,362,000~~ *–11,250,000*	
(k) Amount payable from the State Highway Account, State Transportation Fund (Item 1730-001-0042)	–2,000	
(*l*) Amount payable from the Motor Vehicle Account, State Transportation Fund (Item 1730-001-0044)	~~–2,741,000~~ *–2,683,000*	
(m) Amount payable from the Motor Vehicle License Fee Account, Transportation Tax Fund (Item 1730-001-0064)	~~–5,008,000~~ *–4,905,000*	
(n) Amount payable from the Delinquent Tax Collection Fund (Section 19378 of the Revenue and Taxation Code).....	–404,000	
(o) Amount payable from the Rare Fish, Wildlife, and Plant Species		

Item	Amount
Conservation and Enhancement Account, Fish and Game Preservation Fund (Item 1730-001-0200).....	–13,000
(p) Amount payable from the Court Collection Account (Item 1730-001-0242).....	~~–383,000~~ *–376,000*
(q) Amount payable from the Veterans Memorial Fund (Section 1316 of the Military and Veterans Code).....	–4,000
(r) Amount payable from the State Children's Trust Fund (Item 1730-001-0803)	–11,000
(s) Amount payable from the California Alzheimer's Disease and Related Disorders Research Fund (Item 1730-001-0823).....	–11,000
(t) Amount payable from the California Military Museum Fund (Item 1730-001-0875)	–6,000
(u) Amount payable from the D.A.R.E. California (Drug Abuse Resistence Education) Fund (Item 1730-001-0876).....	–6,000
(v) Amount payable from the California Seniors Special Fund (Item 1730-001-0886)	–4,000
(w) Amount payable from the California Election Campaign Fund (Item 1730-001-0905).....	–5,000
(x) Amount payable from the California Breast Cancer Research Fund (Item 1730-001-0945).....	–7,000
(y) Amount payable from the Public Schools Library Protection Fund (Item 1730-001-0975).....	–11,000
(z) Amount payable from the Firefighters' Memorial Fund (Item 1730-001-0979)	–7,000
(aa) Amount payable from the California Seniors Fund (Item 1730-001-0983).....	–7,000

Provisions:

1. It is the intent of the Legislature that the Franchise Tax Board resolve tax controversies, without litigation, on a basis that is fair to both the

Item	Amount
state and the taxpayer and in a manner that will enhance voluntary compliance and public confidence in the integrity and efficiency of the board.	
2. During the 1997–98 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 $103, and the filing enforcement cost recovery fee for purposes of subparagraph (A) of paragraph (2) of that subdivision shall be $71.	
3. During the 1997–98 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 $147, and the filing enforcement cost recovery fee for purposes of subparagraph (B) of paragraph (2) of that subdivision shall be $82.	
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	2,000
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	~~2,741,000~~ *2,683,000*
1730-001-0064—For support of Franchise Tax Board, for payment to Item 1730-001-0001, payable from the Motor Vehicle ~~Licensee~~ *License* Fee Account, Transportation Tax Fund	~~5,008,000~~ *4,905,000*
1730-001-0200—For support of Franchise Tax Board, for payment to Item 1730-001-0001, payable from the Rare Fish, Wildlife, and Plant Species Conservation and Enhancement Account, Fish and Game Preservation Fund	13,000
1730-001-0242—For support of Franchise Tax Board, for payment to Item 1730-001-0001, payable from the Court Collection Account	~~383,000~~ *376,000*
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

Item		Amount
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
1730-001-0875—For support of Franchise Tax Board, for payment to Item 1730-001-0001, payable from the California Military Museum Fund.....		6,000
1730-001-0876—For support of Franchise Tax Board, for payment to Item 1730-001-0001, payable from the California Drug Abuse Resistance Education (D.A.R.E.) Fund.....		6,000
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
1730-001-0905—For support of Franchise Tax Board, for payment to Item 1730-001-0001, payable from the California Election Campaign Fund		5,000
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
1730-001-0975—For support of Franchise Tax Board, for payment to Item 1730-001-0001, payable from the Public Schools Library Protection Fund		11,000
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 Seniors Fund.....		7,000
1730-002-0001—For support of the Franchise Tax Board		
~~for rental payments on lease revenue bonds .....~~		~~4,485,000~~
for rental payments on lease revenue bonds and for upgrading and enhancing the site security system		*5,883,000*
(a) Central Office—Building 1 and 2.	~~7,811,000~~	
	7,812,000	
(b) Insurance.....	41,000	
(bx) Site Security.....	*1,460,000*	
~~Reimbursements.....~~	~~–3,367,000~~	
(c) Reimbursements.....	*–3,397,000*	
(d) Amount payable from the Motor Vehicle Account, State Transportation Fund (Item 1730-002-0044)	*–12,000*	
(e) Amount payable from the Motor Vehicle License Fee Account, Transportation Tax Fund (Item 1730-002-0064).....	*–21,000*	

Item Amount

Provisions:

1. The funds appropriated in Schedule (bx) shall be expended for the purpose of installing, modifying, or replacing perimeter, exterior, and interior site security to the central office of the Franchise Tax Board, located in Sacramento, with the ability to monitor other state locations. The expenditures shall be made in accordance with, but not limited to, recommendations provided by the Internal Revenue Service.

1730-002-0044—For support of Franchise Tax Board, for payment to Item 1730-002-0001, payable from the Motor Vehicle Account, State Transportation Fund *12,000*

1730-002-0064—For support of Franchise Tax Board, for payment to Item 1730-002-0001, payable from the Motor Vehicle License Fee Account, Transportation Tax Fund..... *21,000*

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 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, State Controller..... ~~0~~

3,666,000

Schedule:

(1) 98.01.149.084—Business Tax Reporting Requirements (Ch. 1490, Stats. 1984) ..... ~~0~~

3,666,000

(2) 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 1997–98 fiscal year:

~~(a) Business Tax Reporting Reg (Ch. 1490, Stats. 1984).~~

(b) Substandard Housing (Ch. 238, Stats. 1974).

1760-001-0001—For support of Department of General Services, for payment to Item 1760-001-0666..... 6,506,000

Provisions:

1. In addition to the funds appropriated by this

Item	Amount
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 Account, General Fund	2,377,000
1760-001-0003—For support of Department of General Services, for payment to Item 1760-001-0666, payable from Motor Vehicle Parking Facilities Moneys Account, General Fund	4,643,000
1760-001-0006—For support of Department of General Services, for payment to Item 1760-001-0666, payable from the Access for Handicapped Account, General Fund	1,833,000
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, General Fund	1,036,000
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, General Fund	3,836,000
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.	
1760-001-0344—For support of Department of General Services, for payment to Item 1760-001-0666, payable from the State School Building Lease-Purchase Fund	9,574,000
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 Fund	77,000
1760-001-0465—For support of Department of General Services, for payment to Item 1760-001-0666, payable from the Energy Resources Programs Account, General Fund	1,265,000

Item		Amount
1760-001-0602—For support of Department of General Services, for payment to Item 1760-001-0666, payable from the Architecture Revolving Fund.....		13,208,000
1760-001-0666—For support of Department of General Services, payable from the Service Revolving Fund.....		~~360,380,000~~ *359,870,000*
Schedule:		
(a) Program support.....	~~458,003,000~~ *457,388,000*	
(b) Distributed services.....	–14,416,000	
(c) Amount payable from the General Fund (Item 1760-001-0001) ..	–6,506,000	
(d) Amount payable from the General Fund (Item 1760-011-0001) ..	–4,737,000	
(e) Amount payable from the Property Acquisition Law Account, General Fund (Item 1760-001-0002).....	–2,377,000	
(f) Amount payable from the Motor Vehicle Parking Facilities Moneys Account, General Fund (Item 1760-001-0003)	–4,643,000	
(g) Amount payable from the Access for Handicapped Account, General Fund (Item 1760-001-0006) ..	–1,833,000	
(h) Amount payable from the State Emergency Telephone Number Account, General Fund (Item 1760-001-0022)	–1,036,000	
(i) Amount payable from the State Motor Vehicle Insurance Account, General Fund (Item 1760-001-0026).....	–3,836,000	
(j) Amount payable from the State School Building Lease-Purchase Fund (Item 1760-001-0344).....	–9,574,000	
(k) Amount payable from the Seismic Gas Valve Certification Fund (Item 1760-001-0450).....	–77,000	
(*l*) Amount payable from the Energy Resources Programs Account, General Fund (Item 1760-001-0465).....	–1,265,000	
(m) Amount payable from the Architecture Revolving Fund (Item 1760-001-0602)	–13,208,000	

Item	Amount
(o) Amount payable from the Earthquake Safety and Public Buildings Rehabilitation Fund of 1990 (Item 1760-001-0768)	–833,000
(p) Amount payable from the State School Deferred Maintenance Fund (Item 1760-001-0961)	–137,000
(q) Amount payable from the Architecture Revolving Fund (Item 1760-011-0602)	–4,862,000
(r) Amount payable from the Service Revolving Fund (Item 1760-002-0666)	–25,394,000
(s) Amount payable from Property Acquisition Law Account, General Fund (Item 1760-015-0002)	~~–1,735,000~~ *–1,630,000*
(t) Amount payable from the Motor Vehicle Parking Facilities Money Account, General Fund (Item 1760-002-0003)	–1,154,000

Provisions:

1. The Department of General Services is authorized to collect rent from the tenants of the buildings at 1020 N Street and 1021 O Street in Sacramento. These rents shall be deposited in the Service Revolving Fund and shall be available for maintenance and operation of the buildings by the Office of Buildings and Grounds.
2. 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.
3. 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

Item Amount

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 loaned shall not exceed the amount that the fund or program is authorized at the time of the loan to expend during the 1997–98 fiscal year from the recipient fund except as otherwise provided in Provisions 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.

4. Notwithstanding any other provision of law, the Director of the Department of General Services may authorize a loan from the Service Revolving Fund to the Public School Planning, Design and Construction Review Revolving Fund for the purpose of meeting the cash needs of the Structural Safety and Fire and Life Safety Sections in the Division of the State Architect. The loan shall not exceed $4,000,000. As a condition of the loan, the Division of the State Architect shall reduce its school plan review and inspection staff to a level commensurate with expected workload, and shall maintain that staffing level. This loan shall be repaid as soon as there is sufficient money in the recipient fund to repay the amount loaned, but no later than June 30, 2000. No loan shall be made that would interfere with the carrying out of the objectives for which the Service Revolving Fund was created.

5. 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, 1760-001-0006, 1760-001-0026, 1760-001-0602, and 1760-011-0602 by up to an aggregate of 10 percent in cases where (a) the Legislature has approved funds for a ~~customer~~ *client department* for the purchase of services or equipment through the Department of General Services (DGS) and the corresponding expenditure au-

Item Amount

thority 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 identified in the Governor's Budget for the subsequent fiscal year. If the Director of the Department of General Services augments this item or Item 1760-001-0002, 1760-001-0003, 1760-001-0006, 1760-001-0026, 1760-001-0602, or 1760-011-0602, 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. *This provision does not authorize the DGS to increase the number of positions in the Division of the State Architect, Office of Design Services, for architectural or engineering services.*

6. 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, 1760-001-0006, 1760-001-0026, 1760-001-0602, or 1760-011-0602, is augmented pursuant to Provision 5 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~~ *client department* 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 identified in the Governor's Budget for the subsequent fiscal year. *This provision does not authorize the DGS to increase the number of positions in the Division of the State Architect, Office of Design Services, for architectural or engineering services.*

7. Notwithstanding Item 9840-001-0988, Item 9840-001-0494, and Section 27.00 of this act, the Direc-

Item Amount

tor of General Services may augment this item ~~and Items 1760-001-0026 and 1760-001-0003, to in-~~ *and Item 1760-001-0026 to in-* crease authorized expenditures by the Office of State Printing, the Office of Information Services, the Office of Risk and Insurance Manag~~ement, the Office of Fleet Administration, the Office of Energy Assessments, and the Telecommunications Division's Public Safety Radio Services Section~~ *ment, respectively* . The augmentation shall be for the specific purpose of enabling the Office of State Printing, the Office of Risk and Insurance Man~~agement, the Office of Information Services, the Office of Fleet Administration, the Office of Energy Assessments, and the Telecommunications Division's Public Safety Radio Services Section~~ *agement, and the Office of Information Services* to provide competitive services to their customers (including local government entitles 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 necessary on a permanent basis shall be identified in the Governor's Budget for the subsequent fiscal year.

8. Any augmentation made pursuant to Provision 5, 6, or 7 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.

~~9. (a)~~

9. (a) As required in subdivision (e) of Section 11805 of the Government Code, the DGS shall enter into a contract with the Legislature that produces specified financial performance.

Item Amount

(b) The DGS also shall deliver all of the following to the Legislature in accordance with the following timelines:

(1) On or before January 10, 1997, the DGS shall submit its budget for the 1997–98 fiscal year to the Legislature in the traditional program format and in an alternative format that displays financial performance by program and element.

(2) During the 1997–98 fiscal year, the DGS shall track financial performance for each program and element to ascertain whether, or to what degree, the DGS attained the performance specified.

(3) On or before March 1, 1998, the DGS shall submit a report to the Legislature on the extent to which the department attained the specified performance for the first half of the 1997–98 fiscal year.

(4) On or before January 10, 1998, the DGS shall submit its budget for the 1998–99 fiscal year to the Legislature in the traditional program format and in an alternative performance format. The Legislature may determine which format the department shall use for the 1998–99 fiscal year. If the Legislature chooses to use the performance budget format, the Budget Bill shall be amended accordingly.

(5) The pilot project shall conclude by June 30, 1999, and the DGS shall submit a final report identifying any efficiencies and economies resulting from performance budgeting and recommending whether the department should continue performance budgeting on a permanent basis.

(c) The intent of the Performance and Results Act of 1993 is to improve the delivery of governmental services through the use of strategic planning and performance measurement. Therefore, the DGS is to commit itself to achieve improved levels of performance, as specified, by focusing its efforts

Item Amount

on enhancing the value of the services it delivers.

~~(b)~~

(d) (1) Under Goal Two of the DGS strategic plan, the department is to commit itself to providing the following two categories of services by July 1, 1998: (A) services that the Legislature or Governor requires state agencies to purchase from the DGS, and (B) services that state agencies are not required to purchase from the DGS, but that the DGS can provide on a cost-competitive basis.

(2) The DGS shall update and report its plan to implement this policy by May 1, 1997, with implementation continuing during the 1997–98 fiscal year. *The DGS shall report by May 1, 1998, on the progress it has made to provide services that state agencies are not required to purchase from DGS.*

(3) The DGS shall report to the Legislature and the Department of Finance on its performance twice per year as follows: On September 1, 1997, for the period January 1, 1997, to June 30, 1997, inclusive; for the 1997–98 fiscal year, the DGS shall report on March 1, 1998, for the period July 1, 1997, to December 31, 1997, inclusive, and on September 1, 1998, for the period January 1, 1998, to June 30, 1998, inclusive. Each report shall provide data on the DGS' performance as measured against its short-, mid-, and long-term objectives pursuant to its Performance Measurement Plan. The performance evaluation shall measure, as appropriate, customer satisfaction, cycle times, cost price comparisons, efficiency and effectiveness, and financial performance.

~~10.~~

10. (a) Notwithstanding any other provision of law, the Director of the Department of General Services or his or her designee, in lieu of the Director of Finance, is autho-

Item Amount

rized to carry out the provisions of Section 31.00 of this act as it pertains to the positions funded by this item ~~and is not required to notify the Chairperson of the Joint Legislative Budget Committee regarding any position authorization, blanket transfer, or reclassification of positions.~~ .

(b) Notwithstanding Section 31.00 of this act, the Director of the Department of General Services is not required to notify the Chairperson of the Joint Legislative Budget Committee regarding any position authorization, blanket transfer, or reclassification of positions.

11. Notwithstanding any other provision of law, the Director of the Department of General Services (DGS) or his or her designee, in lieu of the Director of Finance, has the authority to approve DGS' Form 22's and Form 220's, including the extension of time to expend transferred funds, the transfer of funds from one work order to another, and the Return of Funds Document.

12. Notwithstanding paragraph (2) of subdivision (a) of Section 19130 of the Government Code, and Section 279.2 of Title 2 of the California Code of Regulations, the Director of the Department of General Services or his or her designee may enter into contracts for personal services comparable to state service, except that the director or his or her designee may award contracts to the lowest responsible bidder.

13. (a) Notwithstanding any other provision of law, the Department of General Services (DGS) may, with the agreement of the State Personnel Board, waive specific statutes within Part 2 (commencing with Section 18500) of Division 5 of Title 2 of the Government Code, except that nothing in this section shall infringe upon or conflict with the merit principles established under the California Constitution, nor shall this waiver include any of the provisions contained in Chapter 10 (commencing with Section 19680) of Part 2 of Division 5 of Title 2 of the Government Code.

Item Amount

(b) Notwithstanding any other provision of law, the DGS may, with the agreement of the Department of Personnel Administration, waive specific statutes within Part 2.6 (commencing with Section 19815) of Division 5 of Title 2 of the Government Code for the purpose of establishing ''broadband'' classifications or other pilot projects, except that nothing in this section shall infringe upon or conflict with the merit principles established under the California Constitution.

14. The Department of General Services (DGS) shall be exempt from Rule 444 of the State Personnel Board, which requires advertising vacant positions when filled by transfer within or between DGS offices or other agencies, or by training and development assignment. This exemption does not provide an exemption from any of the requirements imposed by Section 19232, 19404, or 19790 of the Government Code.

15. Notwithstanding Chapter 3 (commencing with Section 13940) of Part 4 of Division 3 of Title 2 of the Government Code, the Director of the Department of General Services (DGS) or his or her designee is authorized to approve ''relief from accountability'' for debts owed to DGS up to $5,000 when the DGS determines it cannot collect the debts or when the cost of collection exceeds the amount of the debt.

16. Notwithstanding Section 2807 of the Penal Code, the Director of the Department of General Services or his or her designee is authorized to procure goods from the private sector even though the goods may be available through the Prison Industry Authority (PIA) when, in his or her discretion, it is cost-beneficial to do so and provided that the director, or his or her designee, continues to include the PIA in soliciting quotations for goods.

17. Notwithstanding subdivision (a) of Section 948 of the Government Code, the Director of the Department of General Services or his or her designee, in lieu of the Director of Finance, is authorized to certify funds for payment of all legal settlements and tort claims for which the

Item	Amount
DGS already has sufficient expenditure authority and funds without the need for an augmentation.	
18. Notwithstanding Section 965 of the Government Code, the Director of the Department of General Services or his or her designee, in lieu of the Director of Finance, is authorized to certify funds for payment of all legal settlements and tort claims for which the DGS already has sufficient expenditure authority and funds without the need for an augmentation.	
19. Notwithstanding Section 14876 of the Government Code, the Director of the Department of Personnel Administration or his or her designee shall establish salary and wages for employees of the Office of State Printing pursuant to Sections 3516 to 3517.6, inclusive, of the Government Code.	
~~20.~~	
20. (a) Notwithstanding Section 14850 and following, or Section 14901, of the Government Code, no agency is required to use the Office of State Printing for its printing needs, and the Office of State Printing may offer printing services to state and other government agencies, including cities, counties, special districts, community college districts, the California State University, the University of California, and agencies of the United States government.	
(b) Notwithstanding any provision of Section 19130 of the Government Code to the contrary, a contracting agency, when choosing a provider of printing services pursuant to that section, shall consider the full costs to the Office of State Printing of providing the same service as that provided by a contractor, including, but not limited to, the salaries of supervisory, management, administrative, and other staff; operating expenses; pro rata costs; and the cost of overhead.	
21. Notwithstanding Section 14851 of the Government Code, the Office of State Printing may accept paid advertisements in state publications or in publications promoting an Office of State Printing-supported project or program	

Item Amount

from any vendor that is participating as a partner in that project or program, except that the Office of State Printing may not accept or publish any paid political advertising.

22. Notwithstanding Section 16422 of the Government Code, the Department of General Services is required to report transfers of the Service Revolving Fund cash surplus to the General Fund only when a transfer is made.

23. Notwithstanding Section 14959 of the Government Code, the Director of the Department of General Services or his or her designee, in lieu of the Director of Finance, is authorized to approve and sign the Return of Fund Documents for transfers from the Architecture Revolving Fund.

24. Notwithstanding Section 965.2 of the Government Code, the Director of the Department of General Services or his or her designee, in lieu of the Director of Finance, is authorized to certify funds for payment of all legal court settlements for projects funded from the Architecture Revolving Fund, provided that a sufficient fund balance exists in the work order to pay the claim and that the payment does not require a budget augmentation to complete the project.

25. Notwithstanding Section 14957 of the Government Code, the Director of the Department of General Services (DGS) or his or her designee, in lieu of the Director of Finance, is authorized to approve the deposit of checks directly into the Architecture Revolving Fund. The DGS shall notify the Department of Finance within 30 days of the date the DGS makes such a deposit.

~~26. Notwithstanding Section 12439 of the Government Code, the Department of General Services is exempt from the provisions that abolish, effective July 1, any positions which were vacant continuously during the period between October 1 and June 30 of the preceding year.~~

~~27. Notwithstanding Section 11032 of the Government Code, the Director of the Department of General Services, or his or her designee, may authorize its employees to travel outside the~~

Item	Amount
~~state or country in lieu of the Director of Finance.~~	
~~28. Notwithstanding any other provision of law, the Director of the Department of General Services, or his or her designee, may pre-pay vendors when it is cost-beneficial to the department. In the event the department incurs any losses due to the prepayment of vendors, the department shall report such losses to the Joint Legislative Budget Committee and to the appropriate fiscal committees of the Legislature~~	
~~29. Notwithstanding Sections 8647, 11005, and 11005.1 of the Government Code, the Department of General Services may accept gifts and donations of real property without approval by the Director of Finance. The Department of General Services shall bear any costs associated with the acceptance of those gifts and donations, and the funds used for this purpose. The Department of General Services shall not certify the fair market value of any gift or donation of real property without performing its own appraisal. Upon receipt of any gift or donation of real property, the Department of General Services shall certify to the Department of Finance in writing that:~~	
~~(a) The gift or donated property will have minimal impact on the operation and maintenance costs and the Department of General Services will absorb the costs within its existing budget.~~	
~~(b) The gift or donated property has no evidence or history of environmental hazards or contamination.~~	
~~(c) There are no lawsuits pending concerning the property, and clear title is a condition of the acceptance of the gift or donation.~~	
~~(d) The gift or donation has an estimated fair market value of less than five hundred thousand dollars ($500,000).~~	
~~(e) There are no provisions that will restrict the Department of General Services from divesting title to the gift or donated property.~~	
~~(f) There are no structures on the property, or any structures on the property will be razed.~~	

Item Amount

~~If one or more of the criteria listed in this provision are not met, the department shall obtain approval from the Department of Finance to accept the gift or donation of real property.~~

~~Any gifts and donations that will require future budget change proposals shall be submitted to the Department of Finance for approval.~~

~~30. Notwithstanding any other provision of law, the Department 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 of this act as it pertains to the category transfers related to this item.~~

~~31. Notwithstanding any other provision of law, the Department of General Services, or his or her designee, in lieu of the Director of Finance, is authorized to approve Budget Revision, Standard Form 26.~~

32. Provisions 5 through ~~31~~ *25* , inclusive, of this item shall remain in effect only until the effective date of the Budget Act of 1998 or June 30, 1998, whichever occurs later.

33. The Department of General Services shall determine, as part of the California Integrated Information Network (CIIN) procurement process, whether separating the sale of CALNET assets from the procurement of telecommunication services is a more cost-effective solution to the state's business needs than combining the asset sale with the services procurement. The department's assessment of these alternatives and its final determination shall be included in a feasibility study report, and the department shall conduct CIIN-related procurements consistent with the feasibility study report as approved by the Department of Finance and the Department of Information Technology.

34. The Department of General Services shall submit the following documents to the Chairperson of the Joint Legislative Budget Committee and the chairpersons of the fiscal committees of each house:

(a) A feasibility study report (FSR) to support the implementation of the California In-

Item | Amount

tegrated Information Network (CIIN) strategic plan, prepared in accordance with the State Administrative Manual and in consultation with the state agencies and departments most affected by the CIIN. The report shall state the scope of the proposal, the objectives, and deliverables in specific terms but without prescribing the specific mechanisms, hardware, software, or staffing necessary to meet the state's telecommunication needs. This report shall also address the issue of mandatory participation in the CIIN in terms of any assumptions made by the Department of General Services in this regard, and shall include as an attachment the standards to be applied by the Department of Information Technology and the Department of Finance and the conditions under which an exemption may be granted to agencies and departments from mandatory participation. This report shall be submitted to the Legislature at the time that it is submitted to the Department of Information Technology and the Department of Finance.

(b) A draft copy of the request for proposal, including specified procurement milestones and deliverables and scheduled dates for their accomplishment, shall be submitted at least 30 days prior to issuing the request for proposal for the California Integrated Information Network (CIIN).

(c) A report on the status of the procurement of the CIIN, including any significant problems encountered, accomplishments to date, and any anticipated changes to the project's estimated costs, benefits, or schedule. This report shall be submitted by February 1, 1998.

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..... 833,000

1760-001-0961—For support of Department of General Services for payment to Item 1760-001-0666, pay-

Item		Amount
able from the State School Deferred Maintenance Fund		137,000
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, General Fund		1,154,000
Provisions:		
1. The funds appropriated in this item are for the following:		
(a) Base Rental and Fees	1,095,000	
(b) Insurance	59,000	
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		25,394,000
Provisions:		
1. The funds appropriated in this item are for the following:		
(a) Base rental and fees	25,432,000	
(b) Insurance	148,000	
(c) Reimbursements	–186,000	
1760-011-0001—For support of Department of General Services, for payment to Item 1760-001-0666		4,737,000
Provisions:		
1. The funds appropriated in this item are for the following:		
(a) Asbestos Abatement	1,638,000	
(b) PCB Program	537,000	
(c) Underground Storage Tank Program	2,562,000	
2. The funds appropriated by 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 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.		
1760-011-0602—For support of Department of General Services, for activities other than the Division of the State Architect, for payment to Item 1760-001-		

Item	Amount
0666, payable from the Architecture Revolving Fund	4,862,000
1760-015-0002—For support of Department of General Services, for payment to Item 1760-001-0666, payable from the Property Acquisition Law Account, General Fund	~~1,735,000~~ *1,630,000*

Provisions:

1. The funds appropriated by this item are for strategic assessments of properties that have been identified in the state Surplus Property Inventory, in the dollar amounts indicated as follows:

(a) State Department of Developmental Services	
(1) Agnews Developmental Center	~~650,000~~ *649,000*
(2) Sonoma Developmental Center	~~100,000~~ *99,000*
(3) Lanterman Developmental Center	~~100,000~~ *99,000*
(4) Camarillo Developmental Center	~~250,000~~ *249,000*
(5) Fairview Developmental Center	~~100,000~~ *99,000*
(b) Department of Forestry and Fire Protection	
(1) Black Mountain Conservation Camp	25,000
(c) Department of General Services	
(1) San Diego State Garage	50,000
(2) San Bernardino State Building	50,000
(d) State Department of Mental Health	
(1) Atascadero State Hospital	50,000
(e) Department of Military	
(1) Camp San Luis Obispo	35,000
(2) Santa Cruz Armory	35,000
(3) Hollister Armory	10,000
(f) Department of Veterans Affairs	
(1) Veterans' Home-Rector Canyon	25,000

Item Amount

(2) Yountville Golf Course-Lease..... 40,000

(g) Department of Corrections

~~(1) California Institute for Men-Chino..... 100,000~~

(2) Los Angeles Reception Center..... 100,000

(h)Telecommunications Planning and Studies

(1) Various sites..... 15,000

2. Funds appropriated by this item for the Camarillo Developmental Center shall be available only if the property is not obtained by the California State University system.

3. Funds appropriated by this item may be transferred by the Department of General Services between and among the projects identified in Provision 1 as necessary.

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, General Fund..... 71,774,000

1760-301-0001—For capital outlay, Department of General Services..... 1,100,000

Schedule:

(1) 50.10.141—Purchase Employment Development Department Sacramento Warehouse Facility

Provisions:

1. The Director of the Department of General Services is authorized to purchase the warehouse facility operated by the Employment Development Department located at 805 R Street in Sacramento. This authority is consistent with the Capitol Area Plan as approved by the Legislature.

~~1760-301-0666—For capital outlay, Department of General Services, payable from the Service Revolving Fund..... 1,000,000~~

~~Schedule:~~

~~(1) 55.10.140-Food and Agriculture Building: 2nd/3rd Floor Office Alteration..... 1,000,000~~

Item	Amount
1760-301-0768—For capital outlay, Department of General Services, payable from the Earthquake Safety and Public Buildings Rehabilitation Fund of 1990.	~~47,295,000~~ *62,129,000*
Schedule:	
~~(1) 50.99.017—DSA 304301.1-Department of Mental Health, Norwalk CT West A–E: Structural Retrofit—Construction .....~~	~~11,724,000~~
~~(2) 50.99.018—DSA 304401.1-Department of Mental Health, Norwalk CT East A–E: Structural Retrofit-Construction .....~~	~~11,744,000~~
~~(3) 50.99.021—DSA 302501-Department of Mental Health, Norwalk Receiving & Treatment Bldg 1: Structural Retrofit-Construction...~~	~~5,318,000~~
(.5) 50.99.001.970—DSA 902 Department of Corrections Norco Administration Building 101: Structural Retrofit—Working drawings and construction	*19,123,000*
(1.5) 50.99.002.970—DSA 421601.1 CDC, San Quentin East Block Building: Structural Retrofit—Construction.....	*5,355,000*
(3.5) 50.99.026—Building Risk Assessments	*750,000*
(4) 50.99.029—Program management	695,000
(4.5) 50.99.030.970—DSA 3-EDD, 800 Capital Mall Building: Structural Retrofit—Construction	*6,863,000*
(5) 50.99.032—DSA 11270-Department of the Military, Santa Barbara Armory: Structural Retrofit-Construction	~~3,821,000~~ *5,206,000*
(6) 50.99.033—DSA 4337-Department of Corrections, Tehachapi Educational and Vocational: Structural Retrofit-Construction	~~198,000~~ *570,000*
(7) 50.99.034—DSA 421301.02-Department of Corrections, San Quen-	

Item	Amount
tin, South Block: Structural Retro-fit-Construction.....	~~3,392,000~~
fit—Working drawings and construction	*8,625,000*
(8) 50.99.035—DSA 421501.02-Department of Corrections, San Quentin West Block: Structural Retrofit-Construction	~~1,755,000~~
Working drawings and construction.....	*5,438,000*
(9) 50.99.036—DSA 4339-Department of Corrections, Tehachapi Kitchen/Laundry: Structural Retrofit-Construction	~~137,000~~
	752,000
~~(10) 50.99.038—DSA 24-Department of General Services, Santa Ana State Office Building: Structural Retrofit-Construction .....~~	~~4,358,000~~
(11) 50.99.042—DSA 12796-Department of Education, Riverside Building ~~Phase 1:~~ *P-1:* Structural Retrofit-Construction	~~179,000~~
	716,000
(12) 50.99.043—DSA 10333-Department of Parks and Recreation, Petaluma Adobe SHP-Construction	~~809,000~~
	1,459,000
(13) 50.99.044—DSA 3921-Department of Mental Health, Napa B Ward: Structural Retrofit-Construction.....	~~1,652,000~~
	1,582,000
~~(14) 50.99.045—DSA 3295-Department of Developmental Services, Pomona B One Main Kitchen-Construction .....~~	~~1,513,000~~
(15) 50.99.047—Statewide Advance—Preliminary plans.....	*2,750,000*
(16) 50.99.048—DSA XXX-Department of Education, Unbraced Building: Structural Retrofit—Preliminary plans, working drawings, and construction.....	*2,245,000*

Item Amount

Provisions:

1. The funds appropriated in Schedule (3.5) for Building Risk Assessments shall be used for risk assessments of those state buildings that, based on previous analyses, could be risk level V, VI, or VII, as defined by the Division of the State Architect. If, as a result of these assessments, a building is determined to be a risk level V, VI, or VII, the Division of the State Architect may use the funds appropriated in that schedule to develop proposed retrofit solutions and cost estimates.

2. The funds appropriated in Schedule (15) shall be available for expenditure after the department has completed the building risk assessments pursuant to Provision 1 of this item and has reported its findings to the Chairperson of the Joint Legislative Budget Committee and the chair of the fiscal committee in each house that considers appropriations. These funds shall be used to develop preliminary plans and associated cost estimates for projects identified by the department as the highest priority risk level V, VI, or VII buildings for which funds have not been previously appropriated, and for which funds from the Earthquake Safety and Public Buildings Rehabilitation Fund of 1990 will be available to complete the working drawings and construction phases of the projects.

3. The funds appropriated in Schedules (11) and (16) are available for expenditure only for structural retrofits that are consistent with the facilities master plan for the California School for the Deaf.

Item 1760-302-0768—For capital outlay, Department of General Services, payable from the Earthquake Safety and Public Buildings Rehabilitation Fund of 1990 12,781,000

Schedule:

(1) 50.99.017.970 DSA 304301.1-DMH, Norwalk CT West A-E: Structural Retrofit—Construction 23,610,000

(2) 50.99.038.970 DSA 24-DGS, Santa Ana Office Bldg Structural Retrofit—Construction 5,230,000

Item Amount

(3) 50.99.045.970 DSA 3295-DDS, Pomona B, One Main Kitchen—Construction 1,568,000

(4) 50.99.021.970 DSA 302501-DMH, Norwalk Revg & Trtmt Bldg. 1: Structural Retrofit—Construction 5,496,000

(5) Reimbursements ..... –23,123,000

Provisions:

1. If any augmentations are required to complete the projects scheduled under this item, the Department of General Services shall seek the maximum allowable reimbursements for these augmentations.

1760-491—Reappropriation, Department of General Services. Notwithstanding any other provision of law, the unencumbered balance, as of June 30, 1997, of the funds made available pursuant to Item 1760-101-768 of Section 2.00 of the Budget Act of 1994 (Ch. 139, Stats. 1994) is reappropriated ~~for the purposes provided in that item~~ *for the prioritized list of projects in the following schedule* and shall be available for expenditure through June 30, 1998.

Schedule:

(1) 4005-Carmel, Monterey: Fire Station/EOC 335,768

(2) 4061-San Diego, San Diego: Sheriff's EOC/ECC 336,155

(3) 4111-Simi Valley, Ventura: Simi Valley EOC..... 297,089

(4) 4113-Tiburon, Marin: Tiburon Police Station/EOC..... 166,808

(5) 4126-Lafayette, Contra Costa: Police Station/EOC..... 186,425

(6) 4162-Oxnard, Ventura: ECC/Public Safety Building..... 489,745

(7) 4002-Azusa, Los Angeles: Police Facility/ECC/EOC..... 500,000

(8) 4165-Camarillo, Ventura: Camarillo Fire Comm. Center Bldg #2 175,725

(9) 4180-Camarillo, Ventura: Camarillo Fire Comm. Center Bldg #1 60,162

(10) 4192-Stinson Beach, Marin: Fire Station #1, Stinson Beach ECC.. 66,461

(11) 4044-Rancho Santa Fe, San Diego: Rancho Santa Fe Fire Station One..... 500,000

Item	Amount
(12) 4018-Oakland, Alameda: Fire Station #8	*184,010*
(13) 4196-Half Moon Bay, San Mateo: Half Moon Bay Fire Station #40	*93,635*
(14) 4036-Placentia, Orange: Station #34	*114,164*
(15) 4179-Port Hueneme, Ventura: Port Hueneme FS #53 Seismic Retrofit	*336,600*
(16) 4013-Oakland, Alameda: Fire Station #1	*151,592*
(17) 4012-Los Altos, Santa Clara: Loyola Fire Station, Los Altos	*167,039*
(18) 4194-Orinda, Contra Costa: Orinda Fire Station #45	*186,973*
(19) 4019-Oakland, Alameda: Fire Station #10	*175,196*
(20) 4008-Grover Beach, San Luis Obispo: Grover Beach Fire Facility	*279,418*
(21) 4124-Sausalito, Marin: Police Department	*136,620*
(22) 4021-Oakland, Alameda: Fire Station #12	*140,851*
(23) 4114-Tiburon, Marin: Fire Station #10	*42,354*
(24) 4023-Oakland, Alameda: Fire Station #17	*157,103*
(25) 4037-Placentia, Orange: Station #35	*64,088*
(26) 4159-Corte Madera, Marin: Fire Station #13	*101,915*
(27) 4011-Kentfield, Marin: Kentfield Fire Station	*194,589*

1760-492—Reappropriation, for capital outlay, Department of General Services. The balance of the appropriation provided in the following citations is reappropriated for the purposes provided for in that appropriation, and shall be available for encumbrance and expenditure until June 30, 1998.

(1) Item 1760-301-0768, Schedule (14), Budget Act of 1995, 50.99.014—DSA 22-Department of General Services, Los Angeles Junipero Serra State Office Building: Relocation of Public Safety and Emergency Communications Microwave Center—Construction.

Item		Amount
(2) Item 1760-301-0768, Schedule (6.5), Budget Act of 1996, 50.99.031—DSA 48-Department of General Services, Sacramento Legislative Office Building Annex: Hazard Mitigation and Demolition—Working drawings and construction.		
1760-495—Reversion, capital outlay, Department of General Services. As of June 30, 1997, the unencumbered balances of the appropriations provided in the following citations shall revert to the Earthquake Safety and Public Building Rehabilitation Fund.		
(1) Item 1760-301-0768, Schedule (16) Budget Act of 1995, 50.99 50.99.017—DSA 5-Department of General Services, Sacramento Resources Building: Structural Retrofit—Preliminary plans.		
(2) Item 1760-301-0768, Schedule (7) Budget Act of 1996, 50.99.016—DSA 5—Department of General Services, Sacramento Resources Building: Structural Retrofit—Working drawings and construction.		
1880-001-0001—For support of State Personnel Board .		5,612,000
Schedule:		
(a) 10-Merit System Administration…	~~11,633,000~~ *13,577,000*	
(b) 40-Local Government Services ….	1,646,000	
(c) 50.01-Administrative Services…….	3,846,000	
(d) 50.02-Distributed Administrative Services……	–3,261,000	
(e) Reimbursements……	~~–8,252,000~~ *10,196,000*	
Provisions:		
1. The State Personnel Board shall remain in the existing building located at 801 Capitol Mall, Sacramento. Funds appropriated in this item may not be used to relocate the State Personnel Board staff or functions from this location.		
1900-001-0950—For support of Board of Administration of the Public Employees' Retirement System, payable from the Public Employees' Contingency Reserve Fund ……		7,426,000
Provisions:		
1. The appropriation made by this item is for support of the Board of Administration pursuant to Section 22840 of the Government Code.		

Item	Amount
1900-003-0830—For support of the Board of Administration of the Public Employees' Retirement System, payable from the Public Employees' Retirement Fund	(65,732,000)

Provisions:

1. The amount displayed in this item is based on the estimate by the Public Employees' Retirement System of expenditures for external investment advisors to be made during the 1997–98 fiscal year pursuant to Section ~~20216.5~~ *20210* 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, 1998, regarding any revision of this estimate, including an accounting and explanation of changes, and the amount of, and basis for, investment advisor expenditures proposed for the 1998–99 fiscal year. The Board of Administration of the Public Employees' Retirement System shall report on or before January 10, 1999, 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 statement of expected returns on investments managed or advised by outside advisers, compared to costs and expected returns if in-house advisors were to be used.~~
   (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 advisors will result in a greater return on investments, including costs for these advisors, than if in-house advisors were used.
   (c) Separate listings of advisor contracts in effect, and approved, during the 1996–97 and

Item	Amount
1997–98 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.	
1900-005-0001—For transfer by the State Controller to the Public Employees' Retirement Fund from other unallocated funds in the General Fund.....	(587,529,000)
Provisions:	
1. The amount in this item reflects the actual General Fund share of the state's contribution for the 1995–96 fiscal year to be paid and transferred to the Public Employees' Retirement Fund on July 1, 1997, pursuant to Section ~~20751~~ *20822* of the Government Code.	
1900-005-0494—For transfer by the State Controller to the Public Employees' Retirement Fund from other unallocated special funds	~~(236,216,000)~~ *(305,909,000)*
Provisions:	
1. The amount in this item is for transfer for the special fund share of the state's contribution required by Section ~~20752~~ *20824* of the Government Code.	
1900-005-0988—For transfer by the State Controller to the Public Employees' Retirement Fund from other unallocated nongovernmental cost funds.	~~(188,917,000)~~ *(244,727,000)*
Provisions:	
1. The amount in this item is for transfer for the nongovernmental cost fund share of the state's contribution required by Section ~~20752~~ *20824* of the Government Code.	
1900-015-0815—For support of Board of Administration of the Public Employees' Retirement System, payable from the Judges' Retirement Fund	(354,000)
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, 1998, a copy of the proposed budget for PERS for the 1998–99	

Item	Amount
fiscal year as included with the Governor's Budget.	
(b) No later than May 15, 1998, a copy of the proposed budget for PERS for the 1998–99 fiscal year as approved by the Board of Administration.	
(c) The revisions to the proposed budget for PERS for the 1997–98 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, 1997, 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.....	(202,000)
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 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 1998–99 fiscal year by January 10, 1998, as included with the Governor's Budget.	
(b) A copy of the proposed budget for the Public Employees' Retirement System for the 1998–99 fiscal year as approved by the Board of Administration by May 15, 1998.	
(c) The revisions to the proposed budget for the Public Employees' Retirement System for the 1997–98 fiscal year as recommended	

Item Amount

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, 1997, 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..... (92,492,000)

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 1998–99 fiscal year by January 10, 1998, as included with the Governor's Budget.

(b) A copy of the proposed budget for the Public Employees' Retirement System for the 1998–99 fiscal year as approved by the Board of Administration by May 15, 1998.

(c) The revisions to the proposed budget for the Public Employees' Retirement System for the 1997–98 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, 1997, all expenditure and performance workload data provided to the Board of Administration, up-

Item	Amount
dated 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.	
1900-015-0962—For support of Board of Administration of the Public Employees' Retirement System, payable from the Volunteer Firefighters' Length of Service Award System Fund	(76,000)
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 1998–99 fiscal year by January 10, 1998, as included with the Governor's Budget.	
(b) A copy of the proposed budget for the Public Employees' Retirement System for the 1998–99 fiscal year as approved by the Board of Administration by May 15, 1998.	
(c) The revisions to the proposed budget for the Public Employees' Retirement System for the 1997–98 fiscal year 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, 1997, 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 thor-	

Item		Amount
ough 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.....		37,818,000
Schedule:		
(a) 10-Services to Members and Employers	38,180,000	
(b) Reimbursements.....	–262,000	
(c) Amount payable from the Supplemental Benefit Maintenance Account in the Teachers' Retirement Fund pursuant to Section 22954 of the Education Code	–100,000	
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.		
1920-002-0835—For external investment advisors, payable from the State Teachers' Retirement Fund ..		(52,600,000)
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 advisors to be made during the 1997–98 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, 1998, regarding any revision of this estimate, including an accounting and explanation of the changes, and regarding the amount of, and basis for, investment advisor expenditures proposed for the 1998–99 fiscal year. The STRS shall report on or before January 10, 1999, 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:		

Item | Amount

~~(a) A statement of expected returns on investments managed or advised by outside advisors, compared to costs and expected returns if in-house advisors were to be used.~~

(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 advisors will result in a greater return on investments, including costs for these advisors, than if in-house advisors were used.

(c) Separate listings of advisor contracts in effect, and approved, during the 1996–97 and 1997–98 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 State Controller to the Teacher's Retirement Fund from the General Fund ..... ~~(925,513,000)~~ *(936,086,000)*

Schedule:

(a) Elder Full Funding..... ~~(576,373,000)~~ *(586,946,000)*

(b) Supplemental Benefit Maintenance Account..... (349,140,000)

Provisions:

1. The estimated amount referenced in Schedule (a) is the state's contribution required by Section 22955 of the Education Code.
2. The estimated amount referenced in Schedule (b) is the state's contribution required by Section 22954 of the Education Code.

1920-490—Reappropriation, State Teachers' Retirement System (STRS). Notwithstanding any other provision of law, up to $1,172,000 of the unexpended balance as of June 30, 1997, of the appropriation identified in the following citation is reappropriated, subject to the limitations set forth in

Item Amount

Provision 1, and shall be available for encumbrance and expenditure until June 30, 1998. Any amount of this reappropriation that is not expended in 1997–98 shall be carried over to 1998–99 and is hereby reappropriated. In no event shall the total amounts reappropriated for the 1998–99 budget exceed three percent of STRS' 1997–98 appropriation.

835—State Teachers' Retirement Fund

(1) Item 1920-001-835, Budget Act of 1996.

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 1997–98 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 Alcohol Beverage Control Fund..... ~~29,053,000~~ *30,977,000*

Schedule:

(a) 10.10-Licensing..... 16,926,000

(b) 10.20-Compliance..... ~~12,996,000~~ *14,920,000*

(c) 10.30.010-Administration..... 2,843,000

(d) 10.30.020-Distributed Administration ..... –2,843,000

(e) Reimbursements..... –869,000

2100-101-0081—For local assistance, Department of Alcoholic Beverage Control, Program 10.20-Compliance, for grants to local law enforcement agencies ~~1,000,000~~ *2,000,000*

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.

Item			Amount
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.....			~~550,000~~ *663,000*
2150-001-0240—For support of the Department of Financial Institutions, for payment to Item 2150-001-0298, payable from the Local Agency Security Deposit Fund			127,000
2150-001-0298—For support of the Department of Financial Institutions, payable from the Financial Institutions Fund.....			16,683,000
Schedule:			
(a)	10-Licensing and Supervision of Banks and Trust Companies	14,958,000	
(b)	20-Payment Instruments	515,000	
(c)	30-Certification of Securities	10,000	
(d)	40-Administration of Local Agency Security.....	127,000	
(e)	50-Supervision of California Business and Industrial Development Corporations	28,000	
(f)	60-Credit Unions.....	2,335,000	
(g)	70-Savings and Loan	220,000	
(h)	80-Industrial Loan Companies.....	1,111,000	
(i)	90.01-Administration.....	3,631,000	
(j)	90.02-Distributed Administration.	–3,631,000	
(k)	Reimbursements	–159,000	
(*l*)	Amount payable from the Local Agency Deposit Security Fund (Item 2150-001-0240).....	–127,000	
(m)	Amount payable from the Credit Union Fund (Item 2150-001-0299)	–2,335,000	
2150-001-0299—For support of the Department of Financial Institutions, for payment to Item 2150-001-0298, payable from the Credit Union Fund			2,335,000

Item		Amount
2180-001-0067—For support of Department of Corporations, payable from the State Corporations Fund		29,516,000
Schedule:		
(a) 10-Investment Program	13,446,000	
(b) 20-Lender-Fiduciary Program	7,203,000	
(c) 30-Health Care Program	8,867,000	
(d) 50.01-Administration	3,862,000	
(e) 50.02-Distributed Administration	–3,862,000	
Provisions:		
1. The amount appropriated in this item may include revenues derived from the assessment of fines and penalties imposed as specified in Chapter 654 ~~,~~ *of the* Statutes of 1995.		
2. Of the amount appropriated by this item, the sum of $3,831,000 may be used only to provide support for the Departmentwide Document Management System and only if the Department of Corporations awards a contract therefor based upon a request for proposals (RFP) that solicits proposals to address the department's business needs without designating a particular technical solution or solutions. The RFP may not be distributed to potential contractors until approved by the Department of Information Technology and the Department of Finance as meeting the requirements of this provision.		
2240-001-0001—For support of the Department of Housing and Community Development		4,469,000
Schedule:		
(a) 10-Codes and Standards Program	~~18,218,000~~ *21,000,000*	
(b) 20-Community Affairs Program	11,171,000	
(c) 30.01-Housing Policy Development Program	1,258,000	
(d) 30.02-Distributed Housing Policy Development Program	–122,000	
(e) 50.01-Administration	8,413,000	
(f) 50.02-Distributed Administration	–8,413,000	
(g) Reimbursements	–395,000	
(h) Amount payable from the Mobilehome Park Revolving Fund (Item 2240-001-0245)	–3,617,000	
(i) Amount payable from the Mobilehome Park Purchase Fund (Item 2240-001-0530)	–575,000	

Item		Amount
(j) Amount payable from the Rural Predevelopment Loan Fund (Item 2240-001-0635)	–135,000	
(k) Amount payable from the Mobilehome-Manufactured Home Revolving Fund (Item 2240-001-0648)	~~–13,241,000~~ *–16,023,000*	
(*l*) Amount payable from the Self-Help Housing Fund (Item 2240-001-0813)	–116,000	
(m) Amount payable from the Federal Trust Fund (Item 2240-001-0890)	–4,818,000	
(n) Amount payable from the Housing Rehabilitation Loan Fund (Item 2240-001-0929)	–1,938,000	
(o) Amount payable from the Rental Housing Construction Fund (Item 2240-001-0938)	–652,000	
(p) Amount payable from the Emergency Housing and Assistance Fund (Item 2240-001-0985)	–569,000	
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		3,617,000
2240-001-0530—For support of Department of Housing and Community Development, for payment to Item 2240-001-0000, payable from the Mobilehome Park Purchase Fund		575,000
2240-001-0635—For support of the Department of Housing and Community Development, for payment to Item 2240-001-0001, payable from the Rural Predevelopment Loan Fund		135,000
2240-001-0648—For support of the Department of Housing and Community Development, for payment to Item 2240-001-0001, payable from the Mobilehome-Manufactured Home Revolving Fund		~~13,241,000~~ *16,023,000*

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-

Item	Amount
Manufactured Home Revolving Fund, and shall be available to the department for the support, collection, administration, 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 the Department of Housing and Community Development, for payment to Item 2240-001-0001, payable from the Self-Help Housing Fund	116,000
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	4,818,000
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	1,938,000
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
2240-001-0985—For support of the Department of Housing and Community Development, for payment to Item 2240-001-0001, payable from the Emergency Housing Assistance Fund.....	569,000
2240-002-0001—For support of the Department of Housing and Community Development, for transfer to the Farmworker Housing Grant Fund (0927)	*540,000*
2240-002-0927—For support of the Department of Housing and Community Development, payable from the Farmworker Housing Grant Fund	*540,000*
Provisions:	
1. Notwithstanding subdivision (a) of Section 2.00, of the funds appropriated by this item $270,000 is available for expenditure only during the 1998–99 fiscal year.	
2240-003-0001—For support of Department of Housing and Community Development, for transfer to the Rental Housing Construction Fund (0938).....	*510,000*
2240-003-0938—For support of the Department of Housing and Community Development, payable from the Rental Housing Construction Fund	*510,000*

Item Amount

Schedule:

(a) Urban Predevelopment Loan Program 150,000

(b) Family Housing Demonstration Program 360,000

Provisions:

1. Notwithstanding subdivision (a) of Section 2.00, $180,000 of the amount appropriated in Schedule (b) is available for expenditure only during the 1998–99 fiscal year.

2240-004-0001—For support of Department of Housing and Community Development, for transfer to the California Housing Rehabilitation Loan Fund (0929) 220,000

2240-004-0929—For support of the Department of Housing of Housing and Community Development, payable from the California Housing Rehabilitation Loan Fund 220,000

Provisions:

1. Notwithstanding subdivision (a) of Section 2.00 of this act, $110,000 of the amount appropriated in Schedule (b) shall be available for expenditure only during the 1998–99 fiscal year.

2240-011-0001—For transfer by the Controller on July 1, 1997, from the General Fund to the Manufactured Home Revolving Fund as a loan ..... (1,300,000)

Provisions:

1. The transfer made by this item is a loan to the Manufactured Home Revolving Fund for the Department of Housing and Community Development to reduce the backlog of registration and titling transactions from 250 days to 60 days. The loan shall be repaid over a two-year period, with payments beginning during the 1998–99 fiscal year and ending no later than June 30, 2000. This loan shall be repaid with interest calculated at the rate earned on moneys in the Pooled Money Investment Account.

2240-011-0972—For transfer by the Controller on July 1, 1997, from the Manufactured Home Recovery Fund to the Manufactured Home Revolving Fund as a loan ..... (600,000)

Provisions:

1. The transfer made by this item is a loan to the Manufactured Home Revolving Fund for the Department of Housing and Community Development to reduce the backlog of registration

Item Amount

and titling transactions from 250 days to 60 days. The loan shall be repaid over a two-year period with payments beginning during the 1998–99 fiscal year and ending no later than June 30, 2000. This loan shall be repaid with interest calculated at the rate earned by the Pooled Money Investment Account.

2240-101-0001—For local assistance, Department of Housing and Community Development 4,404,000

Schedule:

(a) 20-Community Affairs 103,404,000

(b) Amount payable from the Federal Trust Fund (Item 2240-101-0890) ... –99,000,000

2240-101-0843—For local assistance, Department of Housing and Community Development, payable from the California Housing Trust Fund ..... (2,143,000)

Schedule:

(a) For transfer to the Emergency Housing and Assistance Fund (985) ..... (2,143,000)

Provisions:

1. In addition to the amount of the transfer authorized by this item, all accumulated interest or other income to the Housing Trust Fund shall be transferred to the Emergency Housing Assistance Fund (985).

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 99,000,000

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.

2240-102-0001—For local assistance, Department of Housing and Community Development, for transfer to the Special Deposit Fund—Office of Migrant Services (942) ..... ~~2,500,000~~ *5,000,000*

Provisions:

1. From the funds appropriated by this item, $2,500,000 shall be expended for replacement of

Item	Amount
the Raisin City Office of the Migrant Services Center located in the County of Fresno.	
2240-103-0001—For local assistance, Department of Housing and Community Development, for transfer to the Self-Help Housing Fund (0813)	*1,000,000*
2240-103-0813—For local assistance, Department of Housing and Community Development, payable from the Self-Help Housing Fund	*1,000,000*
Provisions:	
1. The funds appropriated by this item shall be expended pursuant to paragraph (1) of subdivision (b) of Section 50696 of the Health and Safety Code for group mutual self-help housing for any low income owner-builder who contributes substantial labor to build his or her principal residence.	
2240-104-0001—For local assistance, Department of Housing and Community Development, for transfer to the Farmworker Housing Grant Fund (0927)	*6,500,000*
2240-104-0927—For local assistance, Department of Housing and Community Development, for the Farmworker Housing Grant Fund (0927)	*6,500,000*
Provisions:	
1. Of the amount appropriated in this item, $5,500,000 shall be allocated to the Farmworker Housing Grant Fund for the purposes set forth in Section 50517.5 of the Health and Safety Code.	
2. Of the amount appropriated in this item, $1,000,000 shall be allocated to the Farmworker Housing Grant Fund for expenditure for two demonstration programs that finance the acquisition, construction, or rehabilitation of housing that provides farmworkers with affordable, durable, low-maintenance housing options. The department may waive any requirements of Section 50517.5 of the Health and Safety Code and any regulations promulgated thereunder that are inconsistent with prompt and effective implementation of the demonstration programs described in this item.	
2240-105-0001—For local assistance, Department of Housing and Community Development, for transfer to the Rental Housing Construction Fund	*8,000,000*

Item		Amount
2240-105-0938—For local assistance, Department of Housing and Community Development, payable from the Rental Housing Construction Fund (0938)		*8,000,000*
Schedule:		
(a) Urban Predevelopment Loan Program	*3,000,000*	
(b) Family Housing Demonstration Program	*5,000,000*	
Provisions:		
1. Funds appropriated by this item shall be used to provide revolving loans through the Urban Predevelopment Loan Program authorized by Chapter 3.5 (commencing with Section 50530) of Part 2 of Division 31 of the Health and Safety Code.		
2. Funds appropriated by this item shall be allocated to the Family Housing Demonstration Account and shall be utilized for the purposes set forth in Chapter 15 (commencing with Section 50880) of Part 2 of Division 31 of the Health and Safety Code to finance the construction of community housing developments and congregate housing developments, with onsite child care and a job training program to assist single parents moving from welfare to work.		
2240-106-0001—For local assistance, Department of Housing and Community Development, for transfer to the Emergency Housing and Assistance Fund (0813)		*1,000,000*
2240-107-0001—For local assistance, Department of Housing and Community Development, for transfer to the California Housing Rehabilitation Loan Fund (0929)		*1,000,000*
2240-107-0929—For local assistance, Department of Housing and Community Development, payable from the California Housing Rehabilitation Loan Fund		*1,000,000*
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 of Section 17561 of the Government Code, of the costs of any new program or increased		

Item		Amount
level of service of an existing program mandated ~~by statute or executive order, State Controller.....~~		~~0~~
by statute or executive order, for allocation by Controller		*750,000*
Schedule:		
(1) 98.01.114.380—Regional Housing Needs Assessments (Ch. 1143, Stats. 1980).....	~~0~~ *750,000*	
~~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 1997–98 fiscal year:~~		
~~(a) Regional Housing Needs Assessments (Ch. 1143, Stats. 1980).~~		
2310-001-0400—For support of the Office of Real Estate Appraisers payable from the Real Estate Appraisers Regulation Fund		3,821,000
Schedule:		
(a) 10-Administration of the Real Estate Appraisers Program	4,096,000	
(b) Reimbursements.....	–275,000	
2320-001-0317—For support of Department of Real Estate, payable from the Real Estate Fund.....		26,492,000
Schedule:		
(a) 10-Licensing and Education.....	6,232,000	
(b) 20-Enforcement and Recovery	16,349,000	
(c) 30-Subdivisions.....	4,786,000	
(d) 40.10-Administration.....	5,424,000	
(e) 40.20-Distributed Administration	–5,424,000	
(f) Reimbursements.....	–875,000	
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.....		179,000
2600-001-0046—For support of California Transportation Commission, payable from the Transportation Planning and Development Account, State Transportation Fund		1,284,000
Schedule:		
(a) 10-Administration of California Transportation Commission	1,463,000	

Item		Amount
(b) Amount payable from the State Highway Account, State Transportation Fund (Item 2600-001-0042)	–179,000	
2640-101-0046—For local assistance, Special Transportation Programs, notwithstanding Section 99312 of the Public Utilities Code, for allocation by the Controller, payable from the Transportation Planning and Development Account, State Transportation Fund		84,800,000
Provisions:		
1. Notwithstanding Sections 99313 and 99314 of the Public Utilities Code, not more than $56,521 of the amount appropriated by this item shall reimburse the Controller for expenditures for administration of State Transportation Assistance funds.		
2660-001-0041—For support of Department of Transportation, for payment to Item 2660-001-0042, payable from the Aeronautics Account, State Transportation Fund		2,573,000
2660-001-0042—For support of Department of Transportation, payable from the State Highway Account, State Transportation Fund.		~~1,392,296,000~~ *1,394,656,000*
Schedule:		
(a) 10-Aeronautics	2,884,000	
(b) 20.10-Highway Transportation—Capital Outlay Support	~~672,417,000~~ *657,760,000*	
(c) 20.30-Highway Transportation—Local Assistance	10,336,000	
(d) 20.40-Highway Transportation—Program Development	~~61,820,000~~ *68,833,000*	
(e) 20.65-Highway Transportation—Legal	61,428,000	
(f) 20.70-Highway Transportation—Operations	~~111,194,000~~ *112,013,000*	
(g) 20.80-Highway Transportation—Maintenance	~~630,323,000~~ *632,077,000*	
(h) 20.90-Highway Transportation: Telecommunications	12,218,000	
(i) 30-Mass Transportation	~~78,218,000~~ *75,616,000*	

Item	Amount
(j) 40-Transportation Planning.....	18,166,000
(k) 50.00-Administration	~~177,544,000~~ *181,373,000*
(*l*) 60.10-Equipment Service Center..	135,110,000
(m) 60.20-Distributed Equipment Service Center	–135,110,000
(n) Reimbursements.....	~~–43,725,000~~ *–44,572,000*
(o) Amount payable from the Aeronautics Account, State Transportation Fund (Item 2660-001-0041)	–2,573,000
(p) Amount payable from the Bicycle Lane Account, State Transportation Fund (Item 2660-001-0045) ..	–10,000
(q) Amount payable from the Transportation Planning and Development Account, State Transportation Fund (Item 2660-001-0046) ..	~~–87,895,000~~ *–85,293,000*
(s) Amount payable from the Federal Trust Fund (Item 2660-001-0890)	~~–310,049,000~~ *–305,600,000*

Provisions:

1. For purposes of the funds appropriated in Schedules (b) to (h), inclusive, Program 20—Highway Transportation. Upon approval of the Department of Finance, the department 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 by 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.

Item Amount

~~3. Notwithstanding any other provision of law, funds appropriated in schedule (b) of 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 8.5 of this Act and the most effective management of state transportation resources. To the extent that State Highway Account funds are reduced pursuant to this provision, the department may transfer, with the approval of the Business, Transportation and Housing Agency, and upon authorization by the Director of Finance, all or a part of the savings to Item 2660-325-0042 for 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 chairpersons in each house that considers appropriations and the chairperson of the Joint Legislative Budget Committee.~~

3. (a) Notwithstanding any other provision of law, funds appropriated by 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 8.5 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 2660-325-0042 for capital outlay projects approved by the California Transportation Commission. The Director of Finance shall authorize the transfer not

Item Amount

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.

4. Notwithstanding any other provision of law, whenever the cash balance in the State Highway Account is or will be exhausted, and upon the approval of a quarterly plan of transfers by the Department of Finance, the Director of the Department of Transportation may authorize the Controller to direct the transfer of all or any part of the cash balance not needed in the other accounts under the control of the Department of Transportation to the State Highway Account. The Department of Transportation shall prepare a quarterly plan that forecasts the amounts, sources, and timing of funds to be transferred during the quarter, and request the approval of the Department of Finance for the plan. The Department of Finance shall have five working days to approve or deny the plan; otherwise, the plan shall be deemed to have been approved. All money so transferred shall be returned to the funds or accounts from which it was transferred as soon as there is sufficient money in the State Highway Account to return it, but in no circumstances shall the loan exceed 30 days. No transfer shall be made to the State Highway Account under this provision if the transfer would impede the ability of the transferring account to meet statutory or contractual commitments. Interest shall be paid from the State Highway Account to the transferring account for any transfer authorized by this provision at the Pooled Money Investment Account rate.

5. None of the amount of $2,233,000 appropriated by this item for state oversight of the Showcase Priority Corridor Project may be expended by the Department of Transportation until the Federal Highway Administration approves the department's multiyear grant application for this project and the Joint Legislative Budget Committee approves the expenditure.

6. In addition to the funds appropriated to this item, the sum of $13,000,000 is hereby appropri-

Item Amount

ated from the State Highway Account to perform highway maintenance and restoration work, necessitated by the storms occurring in December of 1996 and January and February of 1997, that is eligible for federal Emergency Relief funding, provided that the department informs the Department of Finance that these federal Emergency Relief funds will not be provided to California prior to the close of the 1997–98 fiscal year and obtains prior Department of Finance approval for the expenditure of these state funds. The Department of Finance shall notify the Chairperson of the Joint Legislative Budget Committee and the chairperson of the fiscal committee of each house of the Legislature within 10 days of authorizing the expenditure of funds pursuant to this provision.

9. The Department of Transportation shall use up to $5,000,000 of the moneys appropriated by this item for the performance of an audit to review its capital outlay support workload, performance measures, a standard format for workload, and project management.

2660-001-0045—For support of Department of Transportation, for payment to Item 2660-001-0042, payable from the Bicycle Lane Account, State Transportation Fund 10,000

2660-001-0046—For support of Department of Transportation, for payment to Item 2660-001-0042, payable from the Transportation Planning and Development Account, State Transportation Fund..... ~~87,895,000~~ *85,293,000*

Provisions:

1. For Program 30—Mass Transportation. Of the ~~$56,347,000~~ *$49,303,000* appropriated by this item for intercity rail, ~~$54,159,000~~ *the entire amount* shall be available to support existing service on the three state-supported intercity rail routes ~~and $2,188,000 is intended for the expansion of the San Joaquin route service from Stockton to Sacramento during the 1997–98 fiscal year~~. The California Transportation Commission and the Secretary of Business, Transportation and Housing shall not allocate any of the ~~$56,347,000~~ *$49,303,000* identified in this provision for any purpose other than those identified in this provision without the prior written ap-

Item Amount

proval of the Department of Finance, and no sooner than 30 days after notification in writing to the Chairpersons of the fiscal committees of 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 joint committee, or his or her designee, may in each instance determine.

~~2. Of the funds appropriated in this item, an amount not to exceed $291,000 shall be made available to be used exclusively for the support of the High Speed Rail Authority at the direction of the Authority pursuant to Chapter 796 of the Statutes of 1996.~~

5. Of the funds appropriated by this item, $1,500,000 shall be expended only to fund support of intercity rail passenger service from the Counties of Los Angeles, Riverside, and San Bernardino to the Coachella Valley, and only upon approval by the Secretary of the Business, Transportation, and Housing Agency of a business plan submitted by the Southern California Regional Rail Authority for this service. The business plan shall be consistent with subdivision (b) of Section 14070.2 of the Government Code.

2660-001-0608—For support of Department of Transportation, payable from the Equipment Service Fund..... 135,110, 000

2660-001-0890—For support of Department of Transportation, for payment to Item 2660-001-0042, payable from the Federal Trust Fund..... ~~310,049,000~~ *305,600,000*

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 by~~

Item	Amount
~~any amount of federal funds which may be determined to be available to offset State Highway Account expenditures pursuant to Provision 3 in Item 2660-001-0042.~~	
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.	
4. The appropriation made by this item shall be reduced by the amount of any State Highway Account funds authorized for expenditure by the Department of Finance pursuant to Provision 6 of Item 2660-001-0042.	
2660-007-0042—For support of Department of Transportation, Program 20, Highway Transportation, payable from the State Highway Account, State Transportation Fund.....	18,370,000
Provisions:	
1. The funds appropriated by this item may be expended only to attain compliance with the storm-water 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, or as ordered by the federal courts.	
2660-011-0041—For transfer by the State Controller from the Aeronautics Account, State Transportation Fund, to the Transportation Planning and Development Account, State Transportation Fund, as prescribed by Section 21682.5 of the Public Utilities Code	(30,000)
~~2660-012-0042—For payment of deficiencies in appropriations for the Department of Transportation which may be authorized by the Director of Finance, payable from the State Highway Account.~~	~~(40,000,000)~~
~~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.~~	

Item | Amount

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. The Director of Finance shall not approve any deficiency expenditure of moneys appropriated in this item, except for emergency expenditures as defined in subdivision (b) of Section 27.00 of this act. In providing notice of the approval of such an emergency expenditure pursuant to subdivision (c) of Section 27.00 of this act, the Director of Finance shall, in addition to other required content in the notice, provide (a) an estimate of federal funds or other funds that the Department of Transportation may receive for the same purposes as the emergency expenditure, and (b) an explanation of the necessity of the emergency expenditure if anticipated federal funds or other funds are or will be available for the same purpose.

2660-021-0042—For transfer by the State Controller from the State Highway Account, State Transportation Fund, to the Transportation Planning and Development Account, State Transportation Fund, as prescribed by Section 194 of the Streets and Highways Code..... (14,070,000)

2660-022-0042—For transfer by the State Controller from the State Highway Account, State Transportation Fund, to the Environmental Enhancement and Mitigation Demonstration Account, State Transportation Fund, as prescribed by Chapter 106, Statutes of 1989..... (5,828,000)

2660-101-0042—For local assistance, Department of Transportation, payable from the State Highway Account, State Transportation Fund..... 449,802,000

Schedule:

(a) 20.25-Highway Transportation—State Local Partnership..... 200,000,000

(b) 20.30-Local Assistance..... 129,556,000

(c) 30-Mass Transportation 120,246,000

Provisions:

1. Funds appropriated in item (a) shall be available for allocation by the California Transportation Commission in the 1997–98 fiscal year. Allocation funds shall be available for expenditures

Item	Amount
in the 1997–98, 1998–99, 1999–2000 and 2000–01 fiscal years.	
2. Funds appropriated in item (b) and (c) shall be available for allocation by the California Transportation Commission in the 1997–98, 1998–99, and 1999–2000 fiscal years.	
3. Notwithstanding other provisions of law, up to five percent of any amounts scheduled within item (b) or (c) may be transferred to Item 2660-301-0042 under emergency situations, for implementation of cost savings programs, or to maximize the use of federal funds. These transfers shall require the prior approval of the California Transportation Commission and the Department of Finance.	
4. Notwithstanding other provisions of law, funds appropriated within Schedule (b) may be transferred to Schedule (c), and funds appropriated within Schedule (c) may be transferred to Schedule (b). These transfers shall require the prior approval of the California Transportation Commission and the Department of Finance. These funds shall be available for allocation by the Commission in 1997–98, 1998–99 and 1999–2000 fiscal years.	
5. Notwithstanding other provisions of law, funds scheduled in items (b) or (c) may be transferred to Item 2660-301-0042. These transfers shall require the prior approval of the California Transportation Commission and the Department of Finance. The Department of Finance shall authorize any transfer pursuant to this provision not sooner than 30 days after notification in writing to the chairpersons in each house which considers appropriations and the Chairperson of the Joint Legislative Budget Committee. Such transfers shall be available for allocation by the commission in the 1997–98, 1998–99, and 1999–2000 fiscal years.	
2660-101-0045—For local assistance, Department of Transportation, Program 20—Highway Transportation, payable from the Bicycle Lane Account, State Transportation Fund.....	460,000
2660-101-0046—For local assistance, Department of Transportation Program 30—Mass Transportation, payable from the Transportation Planning and Development Account, State Transportation Fund...	82,259,000

Item Amount

Provisions:

1. Notwithstanding any other provision of law, the funds appropriated in this item for Transit Capital Improvements shall be available for allocation by the California Transportation Commission for the three year period 1997–98 through 1999–2000 as established in Section 99318.4 of the Public Utilities Code. These funds shall be available for encumbrance and expenditure through the 2001–02 fiscal year.

2660-101-0183—For local assistance, Department of Transportation, Program 20—Highway Transportation, payable from the Environmental Enhancement and Mitigation Demonstration Program Fund..... 10,000,000

~~2660-101-0853—For local assistance, Department of Transportation, Program 30-Mass Transportation, payable from the Petroleum Violation Escrow Account..... 17,741,000~~

~~Provisions:~~

~~1. Notwithstanding other provisions of law, the funds appropriated in this item for Transit capital improvements shall be available for allocation or reallocation, as directed by the California Transportation Commission, subject to the approval of the California Energy Resources Commission, during the 1997–98, 1998–99 and 1999–2000 fiscal years.~~

2660-101-0890—For local assistance, Department of Transportation, payable from the Federal Trust Fund..... ~~670,810,000~~ *702,810,000*

Schedule:

(a) 20-Highway Transportation..... ~~622,810,000~~ *654,810,000*

(b) 30-Mass Transportation..... 27,000,000

(c) 40-Transportation Planning..... 21,000,000

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

Item Amount

be credited to the account from which the expenditures were originally made.

3. Notwithstanding other provisions of law, funds appropriated within Schedule (a) may be transferred to Schedule (b), and funds appropriated within Schedule (b) may be transferred to Schedule (a). Funds appropriated within Schedules (a) and (b) may be transferred to Item 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 commission and shall be available for expenditure in the 1997–98, 1998–99 and 1999–2000 fiscal years.

2660-301-0042—For capital outlay, Department of Transportation, payable from the State Highway Account, State Transportation Fund..... ~~976,521,000~~ *996,921,000*

Schedule:

(a) 20-Highway Transportation..... ~~1,506,521,000~~ *1,526,921,000*

(1) ~~20.20.101~~ *20.20.101*- Flexible Congestion Relief..... (394,817,000)

(2) ~~20.20.102~~ *20.20.102*- Interregional Road System..... (14,158,000)

(3) ~~20.20.103~~ *20.20.103*- Soundwalls..... (5,133,000)

(4) ~~20.20.204~~ *20.20.204*- Other Highway Construction ..... (165,574,000)

(5) ~~20.20.205~~ *20.20.205*- Rehabilitation and Safety..... (336,839,000)

(6) ~~20.20.300~~ *20.20.300*- Traffic Systems Management..... (60,000,000)

(7) Reimbursements ..... (530,000,000)

(b) Reimbursements..... –530,000,000

Provisions:

1. Notwithstanding any other provision of law, any amounts scheduled within this item for Flexible Congestion Relief and Traffic Systems Management projects may be transferred to Item 2660-101-0042 for local transportation projects pursuant to the allocation of project funds by the California Transportation Commission. These transfers shall require the prior approval of the California Transportation Commission and the Department of Finance. These funds shall be

Item Amount

available for expenditure during the 1997–98, 1998–99 and 1999–2000 fiscal years.

2. For Program 20—Highway Transportation. Notwithstanding any other provision of law, up to five percent of the amounts scheduled in this item may be transferred to Item 2660-101-0042 of this act only under emergency situations, for implementation of cost savings programs, or to maximize the use of federal funds. These transfers shall require the prior approval of the California Transportation Commission and the Department of Finance.

3. For Program 20—Highway Transportation. For each capital outlay appropriation, the department shall determine for reversion the difference between the appropriation and the total amount needed for encumbered projects, encumbered right-of-way, and projects still to be scheduled for encumbrance against the appropriations. On or before December 15, 1997, the department shall submit to the Controller the estimated amounts to be reverted as of June 30, 1997, from the 1995–96 and 1996–97 fiscal year appropriations.

4. For Program 20—Highway Transportation. Notwithstanding any other provision of law, funds appropriated by this item may be transferred to Item 2660-101-0042, Schedule (b), by agreement with those agencies described by subdivision (g) of Section 182.6 of the Streets and Highways Code for federally apportioned highway bridge replacement and rehabilitation projects and Hazard Elimination Safety Program projects, on a dollar-for-dollar basis. Transferred and exchanged funds shall only be used for projects selected for these programs. These transfers shall require the prior approval of the California Transportation Commission and the Department of Finance.

5. Of the funds appropriated by this item, not more than $137,000,000 may be used to perform highway maintenance and restoration work that is necessitated by the storms occurring during December of 1996 and January and February of 1997 and that is eligible for federal Emergency Relief funding, provided that the Department of Transportation (a) notifies the

Item Amount

Department of Finance that sufficient federal Emergency Relief funds will not be provided to California for the work during the period of availability of the appropriation made by this item, and (b) receives the approval of the Department of Finance for each expenditure. The Department of Finance shall notify the Chairperson of the Joint Legislative Budget Committee and the chairperson of the fiscal committee of each house of the Legislature within 10 days of authorizing the expenditure of funds pursuant to this provision.

2660-301-0890—For capital outlay, Department of Transportation, payable from the Federal Trust Fund..... ~~784,000,000~~ *921,000,000*

Schedule:

(a) 20—Highway Transportation 784,000,000

Provisions:

1. For Program 20—Highway Transportation. Notwithstanding any other provision of law, any amounts scheduled for Flexible Congestion Relief projects, Traffic Systems Management projects, or Transportation Enhancement ~~activities~~ *Activities* projects may be transferred to Item 2660-101-0890 for local transportation projects pursuant to the allocation of ~~projects~~ *project* funds by the California Transportation Commission. These transfers shall require the prior approval of the California Transportation Commission and Department of Finance. These transfers of funds shall be available for expenditure during *the* 1997–98, 1998–99 and 1999–2000 fiscal years.
2. For Program 20—Highway Transportation. Notwithstanding any other provision of law, up to five percent of the amounts appropriated by this item ~~,~~ may be transferred to Item 2660-101-0890 only under emergency situations, for implementation of cost savings programs ~~,~~ or to maximize the use of federal funds. These transfers shall require the prior approval of the California Transportation Commission and the Department of Finance.
3. Provision 3 of Item 2660-301-0042 is also applicable to this item.

Item Amount

4. 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.

5. 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.

6. The appropriation made by this item shall be reduced by the amount of any State Highway Account funds authorized by the Department of Finance for expenditure pursuant to Provision 5 of Item 2660-301-0042.

2660-302-0046—For capital outlay, Department of Transportation, payable from the Transportation Planning and Development Account, State Transportation Fund 0

Schedule:

(a) 30-Mass Transportation 50,000,000

(b) Reimbursements..... –50,000,000

2660-311-0042—For capital outlay, Department of Transportation, payable from the State Highway Account, State Transportation Fund..... ~~989,000~~ *577,000*

Schedule:

(1) 20.20.500-Studies, preplanning and budget packages 100,000

~~(2) 20.20.507-District 11—San Diego, Office Building: Seismic Retrofit, Preliminary Plans..... 412,000~~

(3) 20.20.508-Sacramento Headquarters Annex: Seismic Retrofit, Preliminary Plans & Working Drawings 477,000

Provisions:

1. For Program 20—Highway Transportation. Up to 20 percent of the funds appropriated in (2) and (3) of 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. Also, the Department of Finance shall be notified of the transfer prior

Item	Amount
to the commission's approval of any transfer or allocation of those funds to any project.	
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, 1998	5,000,000
2660-491—Reappropriation, Department of Transportation. Notwithstanding any other provision of law, the unliquidated encumbrances for the appropriations provided in the following citations, are reappropriated until June 30, 1998. The unencumbered balance shall not be available for encumbrance.	
0042—State Highway Account	
(1) Item 2660-101-042, Budget Act of 1990	
(2) Item 2660-101-042, Budget Act of 1991	
(3) Item 2660-125-042, Budget Act of 1992	
(4) Item 2660-101-042, Budget Act of 1993	
(5) Item 2660-101-042, Budget Act of 1994	
0045—Bicycle Lane Account	
(1) Item 2660-101-045, Budget Act of 1994	
0046—Transportation Planning and Development Account	
(1) Item 2660-101-046, Budget Act of 1989	
(2) Item 2660-302-046, Budget Act of 1989	
(3) Item 2660-101-046, Budget Act of 1990	
(4) Item 2660-101-046, Budget Act of 1991	
(5) Item 2660-125-046, Budget Act of 1992	
(6) Item 2660-302-046, Budget Act of 1992	
(7) Item 2660-101-046, Budget Act of 1993	
(8) Item 2660-125-046, Budget Act of 1993	
0853—Petroleum Violation Escrow Account	
(1) Chapter 1427, Statutes of 1988	
(2) Chapter 1434, Statutes of 1988	
(3) Chapter 1435, Statutes of 1988	
(4) Chapter 1648, Statutes of 1990	
(5) Chapter 960, Statutes of 1991	
(6) Item 2660-101-853, Budget Act of 1992	
0890—Federal Trust Fund	
(1) Item 2660-101-890, Budget Act of 1985	
(2) Item 2660-101-890, Budget Act of 1986	
(3) Item 2660-101-890, Budget Act of 1987	
(4) Item 2660-101-890, Budget Act of 1990	
(5) Item 2660-101-890, Budget Act of 1992	

Item Amount

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, 1997. These appropriations are not available for encumbrance or liquidation and shall revert on June 30, 1998:

0890—Federal Trust Fund

(1) Item 2660-001-890, Budget Act of 1985
(2) Item 2660-001-890, Budget Act of 1986
(3) Item 2660-001-890, Budget Act of 1987
(4) Item 2660-001-890, Budget Act of 1988
(5) Item 2660-001-890, Budget Act of 1989
(6) Item 2660-001-890, Budget Act of 1990
(7) Item 2660-001-890, Budget Act of 1991
(8) Item 2660-001-890, Budget Act of 1992
(9) Item 2660-001-890, Budget Act of 1993

2660-494—Reappropriation, Department of Transportation. The unencumbered 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:

0042—State Highway Account

Item 2660-331-0042, Budget Act of 1996

(3) 20.20.502.940-Sacramento Office Headquarters: F/L/S & ADA Improvements—construction

2660-495—Reversion, Department of Transportation. As of June 30, 1997, 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

(1) Item 2660-101-042, Budget Act of 1984
(2) Item 2660-101-042, Budget Act of 1985
(3) Item 2660-101-042, Budget Act of 1986
(4) Item 2660-101-042, Budget Act of 1987
(5) Item 2660-101-042, Budget Act of 1988
(6) Item 2660-101-042, Budget Act of 1989
(7) Chapter 781, Statutes of 1990

0046—Transportation Planning and Development Account

(1) Item 2660-301-046, Budget Act of 1985
(2) Item 2660-301-046, Budget Act of 1986
(3) Item 2660-101-046, Budget Act of 1986

Item	Amount
(4) Item 2660-301-046, Budget Act of 1987	
(5) Item 2660-101-046, Budget Act of 1988	
0890—Federal Trust Fund	
(1) Item 2660-301-890, Budget Act of 1986	
(2) Item 2660-301-890, Budget Act of 1987	
2660-496—Reversion, Department of Transportation. As of June 30, 1998, pursuant to the September 1996 audit findings prepared by the Department of Finance, the unencumbered balances in the following items shall revert to the Petroleum Violation Escrow Account to repay any remaining interest earned in the Transportation Planning and Development Account during 1996–97 on Transit Capital Improvement Projects financed by Petroleum Violation Escrow Account funds.	
0046—Transportation Planning and Development Account	
(1) Item 2660-101-046, Ch. 890/86	
(2) Item 2660-101-046, Ch. 137/87 except for the encumbered balance in the Amtrak Bakersfield Project which is funded by the Transportation Planning and Development Account.	
(3) Item 2660-301-046, Ch. 313/88	
2665-001-0046—For support of the High-Speed Rail Authority, payable from the Transportation Planning and Development Account, State Transportation Fund	*303,000*
2700-001-0044—For support of Office of Traffic Safety, payable from the Motor Vehicle Account, State Transportation Fund.....	334,000
Schedule:	
(a) 10-California Traffic Safety 14,833,000	
(b) Amount payable from the Federal Trust Fund (Item 2700-001-0890).. –14,499,000	
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	14,499,000
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.....	10,682,000
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.....	~~55,476,000~~
	48,376,000

Item		Amount
2720-001-0044—For support of Department of the California Highway Patrol, payable from the Motor Vehicle Account, State Transportation Fund.....		~~744,092,000~~ *749,947,000*
Schedule:		
(a) 10-Traffic Management.....	~~731,118,000~~ *730,662,000*	
(b) 20-Regulation and Inspection	~~82,610,000~~ *83,408,000*	
(c) 30-Vehicle Ownership Security....	~~22,284,000~~ *22,247,000*	
(d) 35-Protective Services.....	32,808,000	
(e) 40.01-Administration	133,863,000	
(f) 40.02-Distributed Administration	–133,863,000	
(g) Reimbursements.....	–29,834,000	
(h) Amount payable from the General Fund (Item 2720-031-0001) ..	–3,462,000	
(i) Amount payable from the State Highway Account (Item 2720-001-0042).....	~~–55,476,000~~ *–48,376,000*	
(j) Amount payable from the Protective Services Fund (Item 2720-001-0246).....	–26,149,000	
(k) Amount payable from the Motor Carrier Permit Fund (Item 2720-~~001-0292~~.....	~~–1,439,000~~	
001-0292).....	*–1,439,000*	
(*l*) Amount payable from the Motor Carrier Safety Improvement Fund (Item 2720-001-0293).....	–110,000	
(m) Amount payable from the Motor Carrier Safety Improvement Fund (Chapter 1042, Statutes of 1996).....	–1,400,000	
(n) Amount payable from the California Motorcyclist Safety Fund (Item 2720-001-0840).....	~~–742,000~~ *–1,483,000*	
(o) Amount payable from the Federal Trust Fund (Item 2720-001-0890)	~~–3,914,000~~ *–4,723,000*	
(p) Amount payable from the Hazardous Substance Account, Special Deposit Fund (Item 2720-001-0942).....	–200,000	

Item	Amount
(q) Amount payable from the Asset Forfeiture Account, Special Deposit Fund (Item 2720-011-0942) . –2,002,000	
2720-001-0246—For support of Department of the California Highway Patrol, for payment to Item 2720-001-0044, payable from the Protective Services Fund.....	26,149,000
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.....	1,439,000
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	110,000
2720-001-0840—For support of the Department of the California Highway Patrol, for transfer to Item 2720-001-0044, payable from the California Motorcyclist Safety Fund	~~742,000~~ *1,483,000*
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....	~~3,914,000~~ *4,723,000*
2720-001-0942—For support of Department of the California Highway Patrol, payable from the Hazardous Substance Account, Special Deposit Fund.....	200,000
2720-011-0042—For transfer by the Controller, on June 30, 1997, from the State Highway Account, State Transportation Fund, as a loan to the Motor Vehicle Account, State Transportation Fund	~~(12,800,000)~~ *(35,000,000)*

Provisions:

1. It is the intent of the Legislature to fund the California Highway Patrol's Commercial Vehicle Inspection Program in future budgets, consistent with a funding formula in which 60 percent of program funding is from the Motor Vehicle Account and 40 percent of the program funding is from the State Highway Account.

2. The loan made pursuant to this item shall be repaid in full, with interest calculated at the rate earned by the Pooled Money Investment Account, by June 30, 1999, in the manner prescribed by the Director of Finance.

3. Except as provided in this item, no other funds may be authorized by the Director of Finance

Item		Amount
for transfer in the 1997–98 fiscal year from the State Highway Account to the Motor Vehicle Account sooner than 30 days after notification in writing is provided of the necessity therefor to the Chairperson of the Joint Legislative Budget Committee.		
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
2720-021-0044—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 1996–97 fiscal year, for delivery beginning in the 1997–98 fiscal year, payable from the Motor Vehicle Account, State Transportation Fund.....		(5,000,000)
2720-031-0001—For Department of the California Highway Patrol, for payment to Item 2720-001-0044, for provision of security upgrades.....		3,462,000
2720-301-0044—For capital outlay, Department of the California Highway Patrol, payable from the Motor Vehicle Account, State Transportation Fund ..		~~7,353,000~~ *2,573,000*
Schedule:		
(1) 50.01.001-Minor Projects.....	788,000	
(2) 50.29.209-Sacramento: Equipment for Sacramento Traffic Management Center	1,565,000	
~~(3) 50.68.608-Banning: Purchase of Leased Facility .....~~	~~4,380,000~~	
~~(4) 50.69.609-El Cajon: Alterations—Acquisition, preliminary plans, and working drawings.....~~	~~400,000~~	
(5) 50.90.900-Statewide: Property Options and Appraisals	20,000	
(6) 50.90.901-Studies, Preplanning, and Budget Packages.....	200,000	
2740-001-0001—For support of Department of Motor Vehicles, for payment to Item 2740-001-0044		60,000
Provisions:		
1. The funds appropriated by this item are for the Anatomical Donor Designation program.		

Item		Amount
2740-001-0042—For support of Department of Motor Vehicles, for payment of Item 2740-001-0044, payable from the State Highway Account, State Transportation Fund		~~32,327,000~~ *31,128,310*
2740-001-0044—For support of Department of Motor Vehicles, payable from the Motor Vehicle Account, State Transportation Fund		~~311,443,000~~ *312,599,915*
Schedule:		
(a) 11-Vehicle/Vessel Identification and Compliance	~~312,929,000~~ *302,146,645*	
(b) 22-Driver Licensing and Personal Identification	~~148,907,000~~ *151,197,000*	
(c) 25-Driver Safety	~~68,371,000~~ *69,231,000*	
(d) 32-Occupational Licensing and Investigative Services	~~32,292,000~~ *33,025,000*	
(e) 35-New Motor Vehicle Board	1,510,000	
(f) 41.01-Administration	59,655,000	
(g) 41.02-Distributed Administration	–59,655,000	
(h) Reimbursements	–13,672,000	
(i) Amount payable from the General Fund (Item 2740-001-0001)	–60,000	
(ix) Amount payable from the State Highway Account, State Transportation Fund (Item 2740-001-0042)	~~–32,327,000~~ *–31,128,310*	
(j) Amount payable from the New Motor Vehicle Board Account (Item 2740-001-0054)	–1,510,000	
(k) Amount payable from the Motor Vehicle License Fee Account, Transportation Tax Fund (Item 2740-001-0064)	~~–192,147,000~~ *–185,289,420*	
(*l*) Amount payable from Motor Carrier Permit Fund (Item 2740-001-0292)	–8,118,000	
(m) Amount payable from the Harbors and Watercraft Revolving Fund (Item 2740-001-0516)	–4,636,000	

Item Amount

(n) Amount payable from Federal Trust Fund (Item 2740-001-0890).. –96,000

Provisions:

1. The Department of Motor Vehicles shall submit all requests for proposal for an automation project to the Department of Information Technology and the Department of Finance for review and approval. Any request for proposal for an automation project that is approved by the Department of Information Technology and the Department of Finance shall be submitted in writing to the Chairperson of the Joint Legislative Budget Committee not less than 30 days prior to the effective date of the approval by the Department of Information Technology and the Department of Finance.

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, State Transportation Fund..... 1,510,000

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..... ~~192,147,000~~ *185,289,420*

Provisions:

1. The funds appropriated by this item may be augmented by an amount of up to $5,000,000 no sooner than December 1, 1997, when the following two conditions have been met:

(a) A request is made by the Department of Motor Vehicles to the Department of Finance, and the Department of Finance concurs with the need for the additional funding.

(b) A written notification letter is sent to the Joint Legislative Budget Committee of any approval by the Department of Finance not less than 30 days prior to the effective date of that approval.

2740-001-0292—For support of Department of Motor Vehicles, for payment to Item 2740-001-0044, payable from the Motor Carriers Permit Fund 8,118,000

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..... 4,636,000

Item		Amount
Provisions:		
1. The funds appropriated by this item are for undocumented vessel registration and fee collection.		
2740-001-0890—For support of Department of Motor Vehicles, for payment to Item 2740-001-0044, payable from the Federal Trust Fund.....		96,000
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.		
2740-301-0044—For capital outlay, Department of Motor Vehicles, payable from the Motor Vehicle Account, State Transportation Fund.....		~~7,612,000~~ *7,122,000*
Schedule:		
(1) 71.01.000-Minor Projects.....	250,000	
(2) 71.03.015-Sacramento Headquar~~ters~~ *ters:* 7th Floor Asbestos Removal—Construction.....	1,067,000	
(3) 71.03.016-Sacramento Headquarters: Lower Level Asbestos Removal—Working drawings and construction	681,000	
(4) 71.22.010-Studies, preplanning and budget packages	100,000	
(5) 71.37.010-Oakland-Claremont: Field Office Replacement Project—Construction	~~5,514,000~~ *5,024,000*	
2740-490—Reappropriation, Department of Motor Vehicles. The unencumbered balances of the appropriations provided for in the following citations are reappropriated for the purposes of and subject to the limitations, unless otherwise specified, provided for in those appropriations:		
0044—Motor Vehicle Account		
Item 2740-301-0044, Budget Act of 1996		
(5) 71.37.010-Oakland-Claremont Field Office Replacement Project—Preliminary plans and working drawings.		

Item	Amount
2740-495—Reversion, Department of Motor Vehicles.	
As of June 30, 1997, $4,500,000 of the appropriations provided in the following citations shall revert to the fund balance of the fund from which the appropriation was made:	
0044—Motor Vehicle Account, State Transportation Fund	
(1) Item 2740-001-0044, Budget Act of 1996	
2740-496—Reversion, Department of Motor Vehicles.	
As of June 30, 1997, the amounts specified in this item, from the appropriation provided in the following citations, shall revert to the balance in the fund from which the appropriation was made:	
0044—Motor Vehicle Fund	
Item 2740-301-044, Budget Act of 1992	
(3) 71.17.010-Rancho Cucamonga: Purchase Leased Facility.....	*(64,000)*
Item 2740-301-044, Budget Act of 1993	
(3) 71.18.010-Norco: Purchase of Leased Facility.....	*(6,700)*
(4) 71.19.010-San Diego Office: Remodel—Working drawings and construction	*(163,700)*
(9) 71.25.010-Indio: Purchase of Leased Facility.....	*(17,600)*
(10) 71.32.010-Sacramento Public Counter: Purchase of Leased Facility	*(700)*
(1) 71.01.000-Minor Projects.....	*(180,200)*
2740-301-044, Budget Act of 1994	
(1) 71.01.00-Minor Projects.....	*(393,000)*
(2) 71.22.010-Statewide: Budget Package Preparation.....	*(51,000)*
2740-301-044, Budget Act of 1995	
(2) 71.33.010-Turlock: Purchase of Leased Facility.....	*(5,000)*
(3) 71.34.010-Hanford: Purchase of Leased Facility.....	*(5,000)*
(4) 71.35.010-Napa: Purchase of Leased Facility.....	*(5,300)*
(5) 71.36.010-Temecula: Purchase of Leased Facility.....	*(5,300)*
2740-301-0044, Budget Act of 1996	
(2) 71.03.014-Sacramento Headquarters: Asbestos removal and office space remodel, floor 2—Construction and equipment	*(1,265,000)*

Item Amount

(1) 71.01.000-Minor Projects..... (837,000)

2780-001-0683—For support of Stephen P. Teale Data Center, Business, Transportation and Housing Agency, payable from the Stephen P. Teale Data Center Revolving Fund..... ~~85,537,000~~ *84,320,000*

Schedule:

(a) Support..... 84,632,000

(b) Reimbursements (Human Resources Information System)..... –312,000

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 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. Pursuant to Section 14669 of the Government Code, the Director of General Services, acting on behalf of the Teale Data Center, with the approval of the Business, Transportation, and Housing Agency and the Department of Finance, may enter into a lease-purchase agreement or a lease with option to purchase with an initial option purchase price over $2,000,000 to provide adequate office and parking facilities for the Teale Data Center, provided that the Department of Information Technology finds that the lease is not in conflict with the findings of its study on the future of the state data centers.~~

TRADE AND COMMERCE

2920-001-0001—For support of California Trade and Commerce Agency..... ~~23,712,000~~ *23,682,000*

Schedule:

(a) 10-Economic Development..... ~~10,067,000~~ *10,037,000*

(b) 20-International Trade and Investment..... 4,089,000

Item		Amount
(c) 25-Marketing and Communications	665,000	
(d) 30-Tourism	~~7,256,000~~ *8,756,000*	
(e) 40-Contracts, Grants, and Loans	846,000	
(f) 60-Policy and Planning	1,189,000	
(g) 70.01-Administration	3,668,000	
(h) 70.02-Distributed Administration	–3,668,000	
(i) Reimbursements	~~–400,000~~ *–1,900,000*	

Provisions:

1. In addition to the funds appropriated by this item, the sum of $30,000 is hereby appropriated to the Trade and Commerce Agency from the General Fund that is available for expenditure once the agency notifies the Chairperson of the Joint Legislative Budget Committee and the chairpersons of the fiscal committees of both houses of the Legislature, in writing, that the agency has done all of the following:

(a) Identified all programs funded or administered by the University of California, the California State University, or the California Community Colleges that provide any form of financing or other assistance to start up and establish businesses.

(b) Published a reference book of appropriate information on these programs.

(c) Distributed this book to the public, including, but not limited to, public libraries.

(d) Posted this information in an electronic format on the Internet.

2920-001-0123—For support of California Trade and Commerce Agency, Program 10, payable from the Rural Economic Development Fund		145,000
2920-001-0145—For support of California Trade and Commerce Agency, payable from the Commerce Marketing Fund		106,000
Schedule:		
(a) 10-Economic Development	22,000	
(b) 30-Tourism	84,000	
2920-001-0440—For support of California Trade and Commerce Agency, payable from the Petroleum Underground Storage Tank Financing Account		839,000
Schedule:		
(a) 10-Economic Development	681,000	
(b) 40-Contracts, Grants and Loans	158,000	

Item	Amount
2920-001-0633—For support of California Trade and Commerce Agency, Program 10, payable from the California Economic Development Financing Authority Fund	~~354,000~~
	1,104,000
2920-001-0649—For support of California Trade and Commerce Agency, payable from the California Infrastructure and Economic Development Bank Fund.....	*340,000*
~~2920-001-0651—For support of California Trade and Commerce Agency, Program 10, payable from the California Infrastructure & Economic Development Bank Fund .....~~	~~340,000~~
2920-001-0890—For support, California Trade and Commerce Agency, Program 10—Economic Development, payable from the Federal Trust Fund ..	959,000
2920-009-0001—For support of California Trade and Commerce Agency, for implementation of an Overseas Procurement Opportunities Program	*100,000*
Provisions:	
1. The funds appropriated by this item shall be used to facilitate opportunities for California small and medium-sized companies to participate in major foreign government contracts and overseas construction projects as subcontractors and suppliers. This shall be accomplished by conducting market research, disseminating trade leads, and sponsoring trade delegations, missions, marts, seminars, and other appropriate promotional events. The agency shall consult with the Department of Agriculture on the promotion of agricultural commodities overseas.	
2920-010-0001—For support of California Trade and Commerce Agency, to establish an Economic Development Secondary Market Program	*2,000,000*
Provisions:	
1. The California Economic Development Financing Authority shall contract with a nonprofit corporation to identify and obtain a loan portfolio from California economic and community development lenders that is suitable collateral for a private debt issuance. The contract shall state that, to the extent that the contractor does not fully perform as specified by the contract, the appropriate portion of funds payable under	

Item		Amount
the contract is to be returned to the General Fund.		
2920-011-0001—For support of California Trade and Commerce Agency		~~1,662,000~~ *2,340,000*
Schedule:		
(a) For transfer to the Small Business Expansion Fund	~~1,662,000~~ *2,162,000*	
(b) For transfer to the Small Business Expansion Fund for the Inglewood Office	*178,000*	
2920-012-0001—For support of California Trade and Commerce Agency, Foreign Trade Offices		~~5,419,000~~ *5,380,000*
Schedule:		
(a) Taiwan	341,000	
(b) Africa	383,000	
(c) Germany	651,000	
(d) Hong Kong	~~1,160,000~~ *1,106,000*	
(e) London	321,000	
(f) Mexico City	~~1,270,000~~ *976,000*	
(g) Japan	~~1,293,000~~ *1,302,000*	
(h) Canada	*300,000*	
2920-101-0001—For local assistance, California Trade and Commerce Agency		~~15,587,000~~ *17,587,000*
Schedule:		
(a) 10.30-Economic Development (Strategic Technology Program)	~~11,127,000~~ *13,127,000*	
(b) 10.40-Economic Development (Defense Adjustment Projects)	3,000,000	
(c) 10.50-Economic Development (Small Business Development Centers)	1,460,000	
Provisions:		
1. As a condition of the receipt of funds appropriated for the Manufactured Technology Program, the centers and other fund recipients shall report, to the California Trade and Commerce Agency by January 1, 1998, and by November 1 for each subsequent year for which funds are received in the form specified by the		

Item	Amount
California Trade and Commerce Agency, the following information: the total center or program budget showing revenues by source and expenditures by type; number of firms served by size, number of employees, and type of activity; changes in productivity, product quality, employee training, and adoption of new technology; and data concerning economic impact including, but not limited to, leverage of other fund sources, service area impact, jobs created, jobs retained, increased wages, level of exports, and product substitution. The California Trade and Commerce Agency shall evaluate this information and issue a report thereon, along with any recommendations to the Governor and the Legislature by March 1, 1998, and by December 1 of each subsequent year.	
2920-101-0439—For local assistance, California Trade and Commerce Agency, for transfer to the Petroleum Underground Storage Tank Financing Account	(12,000,000)
2920-101-0890—For local assistance, California Trade and Commerce Agency Program 10—Economic Development, payable from the Federal Trust Fund.....	5,847,000
2920-111-0001—For transfer to the California Infrastructure and Economic Development Bank Fund.....	*25,000,000*
RESOURCES	
3110-001-0001—To the Resources Agency, 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.....	319,000
Provisions:	
1. The funds appropriated by this item are in lieu of any amount that would otherwise be received pursuant to Section 6217 of the Public Resources Code.	

Item		Amount
3110-001-0140—To the Resources Agency, Special Resources Program, Program 30-Sea Grant Program, for a grant to the University of California for support of the Sea Grant Marine Advisory Program, payable from the California Environmental License Plate Fund.....		112,000
3110-101-0001—For local assistance, Special Resources Program, Program 10—Tahoe Regional Planning Agency		~~746,000~~ *1,602,000*
~~3110-101-0140—For local assistance, Special Resources Program, Program 10—Tahoe Regional Planning Agency, payable from the California Environmental License Plate Fund.....~~		~~776,000~~
3125-001-0001—For support of California Tahoe Conservancy		~~1,641,000~~ *1,700,000*
Schedule:		
(a) 10-Tahoe Conservancy.....	~~2,524,000~~ *2,760,000*	
(b) Reimbursements.....	~~–33,000~~ *–210,000*	
(c) Amount payable from Habitat Conservation Fund (Item 3125-001-0262).....	–17,000	
(d) Amount payable from the Lake Tahoe Conservancy Account (Item 3125-001-0286).....	–17,000	
(e) Amount payable from the Tahoe Conservancy Fund (Item 3125-001-0568).....	–172,000	
(f) Amount payable from the Lake Tahoe Acquisitions Fund (Item 3125-001-0720)	–644,000	
3125-001-0262—For support of California Tahoe Conservancy, for payment to Item 3125-001-0001, payable from the Habitat Conservation Fund.....		17,000
Provisions:		
1. Funds appropriated by this item shall be used for purposes consistent with the requirements of the Public Resources Account, Cigarette and Tobacco Products Surtax Fund and the Habitat Conservation Fund.		
3125-001-0286—For support of California Tahoe Conservancy, for payment to Item 3125-001-0001, payable from the Lake Tahoe Conservancy Account.		17,000

Item		Amount
3125-001-0568—For support of California Tahoe Conservancy, for payment to Item 3125-001-0001, payable from the Tahoe Conservancy Fund		172,000
Provisions:		
1. Of this amount, pursuant to Section 66908.3 of the Government Code, the conservancy shall pay $41,297 to the County of Placer, and $1,703 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 projects in the Lake Tahoe region, as defined in Section 66905.5 of the Government Code.		
3125-001-0720—For support of California Tahoe Conservancy, for payment to Item 3125-001-0001, payable from the Lake Tahoe Acquisitions Fund.....		644,000
3125-011-0235—For transfer by the Controller to the Habitat Conservation Fund, payable from the Public Resources Account, Cigarette and Tobacco Products Surtax Fund.....		(17,000)
Provisions:		
1. The funds transferred by this item shall be used for purposes consistent with the requirements of the Public Resources Account, Cigarette and Tobacco Products Surtax Fund and the Habitat Conservation Fund.		
3125-101-0001—For local assistance, California Tahoe Conservancy, Program 10—Tahoe Conservancy, for soil erosion control grants		2,000,000
Provisions:		
1. Notwithstanding any other provision of law, this appropriation shall be available for encumbrance until June 30, 2000.		
3125-301-0001—For capital outlay, California Tahoe Conservancy		2,500,000
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.	500,000	
(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.	1,678,000	

Item		Amount
(3) 50.30.005-Land acquisition pursuant to Section 66907 of the Government Code.....	1,750,000	
(4) Reimbursements.....	–1,428,000	

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 $250,000 or less, and, therefore, is not subject to Public Works Board approval.
2. The amount appropriated by this item is available for expenditure for capital outlay or for local assistance. 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.

3125-301-0262—For capital outlay, California Tahoe Conservancy, payable from the Habitat Conservation Fund..... 483,000

Schedule:

(1) 50.30.003-Acquisition, restoration, and enhancement of habitat	483,000	

Provisions:

1. The funds appropriated by this item shall be used for purposes consistent with the requirements of the California Environmental License Plate Fund and the Habitat Conservation Fund.
2. 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.
3. The amount appropriated by this item is available for expenditure for capital outlay or for local assistance. 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 53,000

Item		Amount
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.	27,000	
(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.	26,000	
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 $250,000 or less, and, therefore, is not subject to Public Works Board approval.		
2. The amount appropriated by this item is available for expenditure for capital outlay or for local assistance. 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.		
3125-301-0443—For capital outlay, California Tahoe Conservancy, payable from the Lake Tahoe Water Quality Subaccount of the 1996 Safe, Clean, Reliable Water Supply Fund		*5,000,000*
Schedule:		
(1) 50.30.007-Lake Tahoe Water Quality Program	*5,000,000*	
Provisions:		
1. The acquisition of real property or an interest in real property with funds appropriated by this item is not subject to the Property Acquisition Law when the value is less than $250,000 and, therefore, the acquisition is not subject to Public Works Board approval.		
2. The funds appropriated by this item are available for expenditure for capital outlay or grants. 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.		

Item		Amount
3125-301-0545—For capital outlay, California Tahoe Conservancy, payable from the River Parkway Subaccount, 1996 Safe, Clean, Reliable Water Supply Fund.....		1,000,000
Schedule:		
(1) 50.30.006-River Parkway Program, Truckee River.....	1,000,000	
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 through the 1999–2000 fiscal year.		
3125-311-0235—For transfer by the Controller to the Habitat Conservation Fund, payable from the Public Resources Account, Cigarette and Tobacco Products Surtax Fund		(483,000)
Provisions:		
1. The funds transferred by this item shall be used for purposes consistent with the requirements of the Public Resources Account, Cigarette and Tobacco Products Surtax Fund and the Habitat Conservation Fund.		
3125-490—Reappropriation, California Tahoe Conservancy. The balances of the appropriation provided in the following citation is reappropriated for the purposes provided for in that appropriation, and shall be available for liquidation until June 30, 1998:		
0001—General Fund		
(1) Item 3125-101-164, Budget Act of 1992, as transferred to the General Fund per Section 16346 of the Government Code.		
3340-001-0001—For support of California Conservation Corps.....		~~30,982,000~~ *31,908,000*
Schedule:		
(a) 10-Training and Work Program...	~~37,935,000~~ *38,861,000*	
(b) 10.55-Administration.....	(6,029,000)	
(c) 10.55-Distributed Administration	(–6,029,000)	
(d) Amount payable from the California Environmental License Plate Fund (Item 3340-001-0140).....	–285,000	
(e) Amount payable from the Public Resources Account, Cigarette and Tobacco Products Surtax Fund (Item 3340-001-0235).....	–245,000	

Item Amount

(f) Amount payable from the Energy Resources Programs Account, General Fund (Item 3340-001-0465) ..... –5,926,000

(g) Amount payable from the Federal Trust Fund (Item 3340-001-0890) –497,000

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 $6,397,000, to meet cash-flow 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. The funds appropriated by this act for the support of the California Conservation Corps are subject to the conditions set forth in this item, the Memorandum of Understanding as adopted by the Legislature as a part of the annual budget process, and the Supplemental Report of the 1997 Budget Act.

~~3. Notwithstanding Section 11032 of the Government Code, the California Conservation Corps may authorize its officers and employees to travel outside the state without approval by any other agency, and the funds appropriated by this item may be used for this purpose.~~

~~4. Notwithstanding subdivisions (b), (c), and (d) of Section 31.00 of this act, the California Con-~~

Item Amount

~~servation Corps may authorize new positions, reclassifications, transfers to blanket authorizations, and the establishment of a blanket authorization, without prior notification to the Department of Finance or the Legislature, and the funds appropriated by this item may be used for this purpose. The California Conservation Corps shall report to the Department of Finance and the Legislature on a quarterly basis regarding actions taken pursuant to this authority.~~

~~5. Notwithstanding Sections 8647, 11005, and 11005.1 of the Government Code, the California Conservation Corps may accept gifts and donations of personal property without approval by the Director of Finance. The California Conservation Corps shall bear any costs associated with the acceptance of those gifts and donations, and the funds appropriated by this item may be used for this purpose.~~

6. Of the funds appropriated by 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.

7. To the extent that funds in excess of the amount identified in Provision 6 are necessary in order for the California Conservation Corps to respond to one or more emergencies declared by the Governor, the Department of Finance shall transfer, from the funds available pursuant to Section 8609.6 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 de-

Item Amount

clared emergencies, those amounts shall be deposited in the General Fund.

~~8. Notwithstanding Section 19080.3 of the Government Code, the California Conservation Corps may make limited-term appointments, not exceeding a period of four years for any appointment, without the review or approval of the State Personnel Board, and the funds appropriated by this item may be used for this purpose.~~

~~9. Notwithstanding Section 2807 of the Penal Code, the California Conservation Corps may procure corpsmember-related goods and services from the private sector, and the funds appropriated by this item may be used for this purpose. Notwithstanding this grant of authority, the California Conservation Corps shall contract with the Prison Industry Authority for this purpose if the latter is able to meet the cost, quality, and time requirements established by the California Conservation Corps for the goods or services.~~

~~10. Notwithstanding Sections 13332.06, 13332.08, and 14669 of, and Chapter 6 (commencing with Section 14825) and Chapter 6.5 (commencing with Section 14835) of Part 5.5 of Division 3 of Title 2 of, the Government Code, and Chapter 1 (commencing with Section 10100), Chapter 2 (commencing with Section 10290), and Chapter 3 (commencing with Section 12100) of Part 2 of Division 2 of the Public Contract Code, the California Conservation Corps may execute contracts, procure all goods and services, including any fleet needs within 60 days or less, and negotiate all lease agreements for office, warehouse, and other appropriate facilities without review or approval by the Department of General Services and pursuant to methods and procedures other than those set forth in the State Administrative Manual, and funds appropriated by this item may be used for this purpose. The authority with regard to lease agreements set forth in this provision does not alter the authority or responsibilities of the Department of General Services concerning the consolidation of offices in the Sacramento metropolitan area for the consolidation plans for other metropolitan areas in the state.~~

Item Amount

~~11. Notwithstanding Sections 14931 and 14931.1 of, or Part 6.5 (commencing with Section 15250) of Division 3 of Title 2 of, the Government Code, the California Conservation Corps may purchase electronic data processing and telecommunications goods and services, not exceeding $1,000,000 for any one procurement, without the requirement of review or approval by the Department of General Services and pursuant to methods and procedures other than those set forth in the State Administrative Manual, and funds appropriated by this item may be used for this purpose. The California Conservation Corps shall continue to use the Department of General Services CALNET, except that if the department is unable to provide the information and maintenance required for the California Conservation Corps' statewide data base network on a cost-competitive and timely basis, the California Conservation Corps shall be exempt from any restrictions relating to CALNET that are imposed by the Office of Telecommunications of the Department of General Services.~~

~~12. Notwithstanding any other provision of law, the Director of the California Conservation Corps may prepay vendors for non-capital outlay expenditures when it is cost-beneficial to the department. In the event the department incurs any losses due to the prepayment of vendors, the department shall report such losses to the Joint Legislative Budget Committee, to the appropriate fiscal committees of the Legislature and to the Department of Finance.~~

~~13. Notwithstanding any other provision of law, the Director of the California Conservation Corps, 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 related to this item.~~

~~14. Notwithstanding subdivision (a) of Section 948 and Section 965 of the Government Code, the Director of the California Conservation Corps or his or her designee, in lieu of the Director of Finance, is authorized to certify funds for payment of all legal settlements, State Board of Control claims, judgments, and tort claims for~~

Item Amount

~~which the CCC already has sufficient expenditure authority and funds without the need for an augmentation.~~

~~15. Notwithstanding any other provision of law, the Director of the California Conservation Corps, or his or her designee, in lieu of the Director of Finance, is authorized to approve Budget Revision, Standard Form 26 for this item.~~

~~16. Notwithstanding Section 12439 of the Government Code, the California Conservation Corps is exempt from the provisions that abolish, effective July 1, any positions that were vacant continuously during the period between October 1 and June 30 of the preceding year.~~

17. Of the funds appropriated by this item, $250,000 shall be for support of the California Conservation Corps and the Association of Bay Area Governments for the San Francisco Bay Trail Project.

3340-001-0140—For support of California Conservation Corps, for payment to Item 3340-001-0001, payable from the California Environmental License Plate Fund..... 285,000

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..... 245,000

3340-001-0465—For support of California Conservation Corps, for payment to Item 3340-001-0001, payable from the Energy Resources Programs Account, General Fund..... 5,926,000

~~3340-001-0853—For support of California Conservation Corps, payable from Petroleum Violation Escrow Account..... 9,751,000~~

3340-001-0890—For support of California Conservation Corps, for payment to Item 3340-001-0001, payable from the Federal Trust Fund..... 497,000

3340-301-0001—For capital outlay, California Conservation Corps..... 120,000

Schedule:

(1) 20.10.120-Elkhorn Slough Facility: Replace kitchen facilities—Study, preliminary plans, working drawings, construction and equipment..... 120,000

Item	Amount
3360-001-0044—For support of State Energy Resources, Conservation and Development Commission, for payment to Item 3360-001-0465, payable from the Motor Vehicle Account, State Transportation Fund .	119,000
3360-001-0314—For support of State Energy Resources, Conservation and Development Commission, for payment to Item 3360-001-0465, payable from the Diesel Emission Reduction Fund.....	306,000
3360-001-0381—For support of State Energy Resources, Conservation and Development Commission, for payment to Item 3360-001-0465, payable from the Public Interest Research, Development and Demonstration Programs Fund	~~21,131,000~~ *25,750,000*
Provisions:	
1. Notwithstanding Section 2.00 of this act, funds appropriated by this item shall be available for expenditure during the 1997–98 and 1998–99 fiscal years.	
2. Notwithstanding Section 16304.1 of the Government Code, funds appropriated by this item shall be available for liquidation of encumbrances until June 30, 2002.	
3. Notwithstanding any other provision of law, funds appropriated by this item may be used by the commission to enter into various agreements, including , but not limited to, grants, loans, contracts and rebates. The commission shall use competitive solicitations and noncompetitive awards to carry out this program. Competitive solicitations may be based upon lowest cost, high point, proposer and project qualifications, a multiple step proposal development process, or any combination of these methods.	
3360-001-0382—For support of State Energy Resources, Conservation and Development Commission, for payment to Item 3360-001-0465, payable from Public Interest Renewable Resource Technologies Fund.....	45,733,000
Provisions:	
1. Notwithstanding Section 2.00 of this act, funds appropriated by this item shall be available for expenditure during the 1997–98 and 1998–99 fiscal years.	
2. Notwithstanding Section 16304.1 of the Government Code, funds appropriated by this item	

Item		Amount
shall be available for liquidation of encumbrances until June 30, 2002.		
3. Notwithstanding any other provision of law, funds appropriated by this item may be used by the commission to enter into various agreements, including but not limited to, grants, loans, contracts and rebates. The commission shall use competitive solicitations and noncompetitive awards to carry out this program. Competitive solicitations may be based upon lowest cost, high point, proposer and project qualifications, a multiple step proposal development process, or any combination of these methods.		
3360-001-0465—For support of State Energy Resources, Conservation and Development Commission, payable from the Energy Resources Programs Account, General Fund		32,948,000
Schedule:		
(a) 10-Regulatory and Planning.....	19,043,000	
(b) 20-Energy Resources Conservation	~~10,960,000~~ *10,265,000*	
(c) 30-Development	~~85,782,000~~ *86,201,000*	
(d) 40.01-Policy, Management and Administration	7,931,000	
(e) 40.02-Distributed Policy, Management and Administration.....	–7,931,000	
(f) Reimbursements.....	–1,236,000	
(g) Amount payable from the Motor Vehicle Account, State Transportation Fund (Item 3360-001-0044).	–119,000	
(h) Amount payable from the Diesel Emission Reduction Fund (Item 3360-001-0314)	–306,000	
(i) Amount payable from the Public Interest Research, Development and Demonstration Programs Fund (Item 3360-001-0381).....	~~–21,131,000~~ *–25,750,000*	
(j) Amount payable from the Public Interest Renewable Resource Technologies Fund (Item 3360-001-0382)	–45,733,000	

Item		Amount
(k) Amount payable from Energy Technologies Development and Demonstration Account (Item 3360-001-0479).....	–400,000	
(*l*) Amount payable from Local Govt. Geothermal Resources Revolving Subaccount (Item 3360-001-0497)..	–293,000	
(m) Amount payable from Petroleum Violation Escrow Account (Item 3360-001-0853)	~~–6,455,000~~ *–1,560,000*	
(n) Amount payable from Katz Schoolbus Fund (Item 3360-001-0854).....	–656,000	
(o) Amount payable from the Federal Trust Fund (Item 3360-001-0890)	–6,483,000	
(p) Amount payable from Energy Resources Programs Account, General Fund (Public Resources Code Section 25402.1)	–25,000	
Provisions:		
1. Notwithstanding any other provision of law, upon approval and order of the Director of Finance, loans may be made to the Public Interest Research, Development and Demonstration Programs Fund (PIRDDPF) from the Energy Resources Programs Account (ERPA) to meet cash-flow needs related to administrative costs due to delays in collecting revenues in PIRDDPF. Any loans made pursuant to this provision shall be repaid to ERPA as soon as possible, but not later than the end of the fiscal year.		
3360-001-0479—For support of State 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.....		400,000
Provisions:		
1. Notwithstanding subdivision (a) of Section 2.00 of this act, funds appropriated by this item shall be available for expenditure during the 1997–98 and 1998–99 fiscal years.		
2. Notwithstanding Section 16304.1 of the Government Code, funds appropriated by this item		

Item	Amount
shall be available for liquidation of encumbrances until June 30, 2001.	
3. Notwithstanding any other provision of law, funds appropriated by this item may be used by the State 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.	
3360-001-0497—For support of State Energy Resources, Conservation and Development Commission, for payment to Item 3360-001-0465, payable from the Local Government Geothermal Resources Subaccount	293,000
3360-001-0853—For support of State Energy Resources, Conservation and Development Commission, for payment to Item 3360-001-0465, payable from Petroleum Violation Escrow Account	~~6,455,000~~ *1,560,000*
~~Provisions:~~	
~~1. Notwithstanding Section 2.00 of this act, funds appropriated by this item shall be available for expenditure during the 1997–98 and 1998–99 fiscal years.~~	
~~2. Notwithstanding Section 16304.1 of the Government Code, funds appropriated by this item shall be available for liquidation of encumbrances until June 30, 2001.~~	
~~3. Notwithstanding any other provision of law, funds appropriated by this item may be used by the 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.~~	
3360-001-0854—For support of State 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.....	656,000
3360-001-0890—For support of State Energy Resources, Conservation and Development Commission, for payment to Item 3360-001-0465, payable from the Federal Trust Fund	6,483,000

Item Amount

3360-101-0497—For local assistance, State Energy Resources, Conservation and Development Commission, pursuant to Section 3822 of the Public Resources Code, payable from the Local Government Geothermal Resources Revolving Subaccount, General Fund 3,200,000

Schedule:

(a) 30-Development 3,200,000

Provisions:

1. Notwithstanding subdivision (a) of Section 2.00 of this act, funds appropriated by this item shall be available for expenditure during the 1997–98 and 1998–99 fiscal years.
2. Notwithstanding Section 16304.1 of the Government Code, funds appropriated by this item shall be available for liquidation of encumbrances until June 30, 2001.

3360-490—Reappropriation, State Energy Resources, Conservation and Development Commission. The balance of the appropriations provided in the following citations are reappropriated for the purposes provided for in those appropriations, and shall be available for encumbrance and expenditure until June 30, 1998:

0479—Energy Technologies Research, Development and Demonstration Account:

(1) Item 3360-001-0479, Budget Act of 1995, (c)30-Development.

0854—Katz Schoolbus Fund:

(1) Item 3360-001-854, Budget Act of 1995, as reappropriated by Item 3360-490, Budget Act of 1996.

3360-491—Extension of liquidation period, State Energy Resources, Conservation and Development Commission. Notwithstanding any other provision of law, funds appropriated in the following citations shall be available for liquidation until June 30, 1998:

0033—Energy Conservation Assistance Account:

(1) Chapter 1212, Statutes of 1994, Grants to Local Government for the Conversion of Street Lights.

0465—Energy Resources Programs Account:

(1) Item 3360-001-0465, Budget Act of 1994, C(5) Export Development Project

Item Amount

(2) Item 3360-001-465, Budget Act of 1990, Siting and Permit Assistance Program, as reappropriated by Item 3360-492, Budget Acts of 1993, 1994, and 1995.

0497—Local Government Geothermal Resources Revolving Subaccount, Local Assistance:

(1) Item 3360-101-0497, Budget Act of 1993, Local Assistance.

Notwithstanding any other provisions of law, the funds appropriated in the following citations shall be available for liquidation until June 30, 2000:

0853—Petroleum Violation Escrow Account:

(1) Item 3360-001-0853, Budget Act of 1992 (3325) PVEA-Stripper Well as reappropriated by Item 3360-492, Budget Act of 1995, Technology Development.

(2) Item 3360-001-0853, Budget Act of 1992, (00193-31) Technology Development, as reappropriated by Items 3360-492, Budget Act of 1995; 3360-491, Budget Act of 1994; 3360-495, Budget Act of 1993.

Notwithstanding any other provisions of law, the funds appropriated in the following citations shall be available for liquidation until June 30, 2001:

0479—Energy Technologies Research , Development , and Demonstration Account:

(1) Item 3360-001-0479, Budget Act of 1995, (c) 30-Development

3460-001-0001—For support of Colorado River Board of California..... 209,000

Schedule:

(a) 10-Protection of California's Colorado River Rights and Interests .. 1,077,000

(b) Reimbursements..... –853,000

(c) 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 by this item are for the Salinity Control Forum.

3480-001-0001—For support of Department of Conservation ..... ~~15,629,000~~ *15,522,000*

Item	Amount
Schedule:	
(a) 10-Geologic Hazards and Mineral Resources Conservation	~~21,048,000~~ *20,858,000*
(b) 20-Oil, Gas, and Geothermal Resources	~~11,711,000~~ *13,711,000*
(c) 30-Land Resource Protection	~~2,305,000~~ *2,388,000*
(d) 40.01-Administration	8,582,000
(e) 40.02-Distributed Administration .	–8,582,000
(f) 50-Beverage Container Recycling and Litter Reduction Program....	22,432,000
(g) Reimbursements.....	~~–8,349,000~~ *–9,769,000*
(h) Amount payable from the Surface Mining and Reclamation Account, General Fund (Item 3480-001-0035).....	–2,401,000
(i) Amount payable from the State Highway Account, State Transportation Fund (Item 3480-001-0042).....	–12,000
(j) Amount payable from the California Beverage Container Recycling Fund (Item 3480-001-0133).	–22,357,000
(k) Amount payable from the California Environmental License Plate Fund (Item 3480-001-0140).....	–55,000
(*l*) Amount payable from the Soil Conservation Fund (Item 3480-001-0141).....	~~–1,157,000~~ *–1,237,000*
(m) Amount payable from Hazardous and Idle-Deserted Well Abatement Fund (Section 3206, Public Resources Code)	–55,000
(n) Amount payable from Mine Reclamation Account (Item 3480-001-0336).....	–1,137,000
(o) Amount payable from Seismic Hazards Identification Fund (Item 3480-001-0338).....	–1,076,000
(p) Amount payable from the Strong Motion Instrumentation Special Fund (Item 3480-001-0398).....	–2,740,000

Item		Amount
(q) Amount payable from the Agricultural Land Stewardship Program Fund (Item 3480-001-0867)..	–105,000	
(r) Amount payable from the Federal Trust Fund (Item 3480-001-0890)..	~~–2,423,000~~ *–2,923,000*	

Provisions:

1. Notwithstanding any other provision of law, upon approval and order of the Director of Finance, the Department of Conservation may borrow sufficient funds, from special funds that otherwise provide support for the department, to meet cash-flow needs due to delays in collecting reimbursements. Any loan made by the Department of Finance pursuant to this provision ~~shall only be made~~ *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 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.

3480-001-0035—For support of Department of Conservation, for payment to Item 3480-001-0001, payable from the Surface Mining and Reclamation Account, General Fund 2,401,000

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 by 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..... 22,357,000

3480-001-0140—For support of Department of Conservation, for payment to Item 3480-001-0001, payable from the California Environmental License Plate Fund..... 55,000

3480-001-0141—For support of Department of Conservation, for payment to Item 3480-001-0001, payable from the Soil Conservation Fund..... ~~1,157,000~~ *1,237,000*

Item	Amount
3480-001-0336—For support of Department of Conservation, for payment to Item 3480-001-0001, payable from the Mine Reclamation Account.....	1,137,000
3480-001-0338—For support of Department of Conservation, for payment to Item 3480-001-0001, payable from the Seismic Hazards Identification Fund	1,076,000
Provisions:	
1. Notwithstanding any other provision of law, the Director of Finance may authorize expenditures from the Seismic Hazard Identification 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 designee, may in each instance determine. When exercising this provision, the department must maintain a minimum ten percent reserve balance in the Seismic Hazards Identification Fund at all times and not exceed a total program expenditures level of $1,100,000. 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.....	2,740,000
Provisions:	
1. Notwithstanding any other provision of law, the Director 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 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 designee, may in each instance determine. When exercising this provision, the department must maintain a minimum ten percent reserve balance in the Strong Motion Instrumentation Special Fund at all times and not exceed a total	

Item	Amount
program expenditures level of $3,300,000. 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.	
3480-001-0867—For support of Department of Conservation, for payment to Item 3480-001-0001, payable from the Agricultural Land Stewardship Program Fund.....	105,000
Provisions:	
1. Funds appropriated by this item shall be used for purposes consistent with the requirements of the Agricultural Land Stewardship Program Fund and the Habitat Conservation Fund.	
2. Notwithstanding any other provision of law, this appropriation shall be available for encumbrance until June 30, 1999.	
3480-001-0890—For support of Department of Conservation, for payment to Item 3480-001-0001, payable from the Federal Trust Fund	~~2,423,000~~ *2,923,000*
~~3480-101-0001—For local assistance, Department of Conservation.....~~	~~680,000~~
~~Provisions:~~	
~~1. The funds appropriated in this item are for grants for projects, as identified and deemed eligible for funding by the Resources Agency Watershed Initiative Interagency Watershed Management Teams, and that address the mandates of the Forest Practices Act and the California Environmental Quality Act and/or the requirements for water quality protection under the Federal Clean Water Act and protection of threatened and endangered species under the State and Federal Endangered Species Acts.~~	
3480-101-0867—For local assistance, Department of Conservation, payable from the Agricultural Land Stewardship Program Fund.....	1,870,000
Provisions:	
1. Funds appropriated by this item shall be used for purposes consistent with the requirements of the Agricultural Land Stewardship Program Fund and the Habitat Conservation Fund.	
2. Notwithstanding any other provision of law, this appropriation shall be available for encumbrance until June 30, 2000.	

Item		Amount
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 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, 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 is specifically identified by the Legislature for suspension during the 1997–98 fiscal year: (a) Mineral resources policies (Ch. 1131, Stats. 1975)		
3540-001-0001—For support of Department of Forestry and Fire Protection		~~259,287,000~~ *261,940,000*
Schedule:		
(a) 100000-Personal services	~~300,840,000~~ *303,348,000*	
(b) 300000-Operating expenses and equipment	~~125,151,000~~ *162,037,000*	
(c) Reimbursements	–113,971,000	
(d) Amount payable from the General Fund (Item 3540-006-0001)	~~–20,000,000~~ *–56,741,000*	
(e) Less funding provided by Capital Outlay	–1,698,000	
(f) Amount payable from the Unified Program Account (Item 3540-001-0028)	–409,000	
(g) Amount payable from the State Fire Marshal Licensing and Certification Fund (Item 3540-001-0102)	–1,722,000	
(h) Amount payable from the California Environmental License Plate Fund (Item 3540-001-0140)	–794,000	

Item	Amount
(i) Amount payable from the California Fire and Arson Training Fund (Item 3540-001-0198)	–1,406,000
(j) Amount payable from the Hazardous Liquid Pipeline Safety Fund (Item 3540-001-0209)	–1,905,000
(k) Amount payable from the Insur~~ance Fund (Chapter 420, Statutes of 1994)~~	~~–649,000~~
ance Fund (Ch. 420, Stats. 1994)	*–649,000*
(*l*) Amount payable from the Public Resources Account, Cigarette and Tobacco Products Surtax Fund (Item 3540-001-0235)	–325,000
(m) Amount payable from the Professional Forester Registration Fund (Item 3540-001-0300)	–170,000
(n) Amount payable from the California Wildlife, Coastal, and Park Land Conservation Fund of 1988 (Item 3540-001-0786)	–26,000
(o) Amount payable from the Federal Trust Fund (Item 3540-001-0890)	–9,124,000
(p) Amount payable from the Forest Resources Improvement Fund (Item 3540-001-0928)	–14,478,000
(q) Amount payable from the Timber Tax Fund (Item 3540-001-0965)	–27,000

Provisions:

1. Notwithstanding any other provision of law, the Director 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.
2. Notwithstanding any other provision of law, the Department of Forestry and Fire Protection is authorized to collect up to $300,000 in reimbursements from nursery sale receipts for State Nursery operations.
3. Notwithstanding any other provision of law, the Department of Forestry and Fire Protection shall remit as General Fund revenue any nursery sale receipts collected during the period July 1, 1997, through June 30, 1998, in excess of the amount needed to reimburse the costs of operating the State Nursery.

Item Amount

4. Of the funds appropriated by this item, $32,000 shall be used for operating Red Mountain Lookout.

5. Of the funds appropriated by this item, $100,000 shall be used to address the spread of the pine pitch canker as follows:

(a) $35,000 shall be used to contract for research on the potential economic effects of the canker.

(b) $65,000 shall be used for the safe disposal of green waste of infected trees.

6. In addition to the funds appropriated by this item, a sum of $500,000 from the General Fund is hereby appropriated for support of the Department of Forestry and Fire Protection for expenditure once the department certifies in writing to the chairpersons of the budget committees of both houses and the Chairperson of the Joint Legislative Budget Committee that the department has hired a sufficient number of qualified bilingual staff to comply with Chapter 17.5 (commencing with Section 7290) of Division 7 of the Government Code.

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 .. 409,000

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 1,722,000

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..... 794,000

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 1,406,000

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 1,905,000

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 325,000

Item	Amount
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.....	170,000
3540-001-0786—For support of Department of Forestry and Fire Protection, for payment to Item 3540-001-0001, payable from the California Wildlife, Coastal, and Park Land Conservation Fund of 1988 for the California Wildlife, Coastal, and Park Land Conservation Program	26,000
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.....	9,124,000
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	14,478,000
Provisions:	
1. Notwithstanding any other provision of law, $1,192,000 of the amount appropriated in this item shall be available for forest wildlife habitat assessment, biodiversity, forest and rangeland and 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.....	27,000
3540-006-0001—For support of Department of Forestry and Fire Protection, for payment to Item 3540-001-0001, payable from the General Fund	~~20,000,000~~
	56,741,000
Provisions:	
1. The funds appropriated by 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 Director 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, as well as to the chairperson of the committee of each house that considers appropriations and to the Chairperson of the Joint Legislative Budget Committee.	

Item		Amount
3540-011-0928—For transfer to the General Fund, no more than the amount of nursery sale receipts collected during the period July 1, 1997, through June 30, 1998, for the actual costs of State Nursery operations, payable from the Forest Resources Improvement Fund		(300,000)
3540-101-0786—For local assistance, Department of Forestry and Fire Protection, Program 12.10-Resources Protection and Improvement, payable from the California Wildlife, Coastal, and Park Land Conservation Fund of 1988 for the California Wildlife, Coastal, and Park Land Conservation Program.....		400,000
3540-101-0890—For local assistance, Department of Forestry and Fire Protection, Program 12.10-Resources Protection and Improvement, payable from the Federal Trust Fund		479,000
3540-301-0001—For capital outlay, Department of Forestry and Fire Protection.....		~~19,493,000~~ *19,604,000*
Schedule:		
(1) 30.10.005-Alma Helitack Base: Replace Facility—Preliminary plans and working drawings.....	~~208,000~~ *214,000*	
(2) 30.10.010-Sonoma Air Attack Base: Replace Facility—Construction and equipment.....	1,897,000	
(3) 30.10.015-Ukiah Forest Fire Station: Relocate Facility—Study and acquisition.....	407,000	
(4) 30.10.030-Bridgeville Forest Fire Station: Relocate Facility—Study and acquisition.....	149,000	
(5) 30.10.035-Stevens Creek Forest Fire Station: Replace Facility—Preliminary plans and working drawings	~~117,000~~ *120,000*	
(6) 30.10.050-Rohnerville Air Attack Base: Replace Facility—Construction and equipment	1,482,000	
(7) 30.20.025-Ogo Forest Fire Station: Relocate Facility—Preliminary plans and working drawings	~~101,000~~ *104,000*	

Item	Amount
(8) 30.20.040-Manton Forest Fire Station: Relocate Facility—Study and acquisition	147,000
(9) 30.20.070-Truckee Forest Fire Station: Relocate Facility—Study and acquisition	300,000
(10) 30.30.015-Independence Forest Fire Station: Relocate Facility—Preliminary plans and working drawings	~~100,000~~ *103,000*
(11) 30.30.030-Riverside Ranger Unit Headquarters: Replace Emergency Command Center—Construction and equipment	1,732,000
(12) 30.30.035-San Bernardino Ranger Unit Headquarters: Replace Emergency Command Center—Construction and equipment	1,554,000
(13) 30.30.045-Hesperia Forest Fire Station: Relocate Facility—Preliminary plans and working drawings	~~109,000~~ *114,000*
(14) 30.30.050-Ramona Air Attack Base: Replace Facility—Construction and equipment	2,273,000
(15) 30.30.060-Hemet-Ryan Air Attack Base: Replace Facility—Preliminary plans and working drawings	317,000
(16) 30.40.020-Batterson Forest Fire Station: Relocate Facility—Preliminary plans and working drawings	~~99,000~~ *102,000*
(17) 30.40.040-Hammond Forest Fire Station: Relocate Facility—Preliminary plans and working drawings	~~109,000~~ *114,000*
(18) 30.40.055-Coalinga Forest Fire Station: Relocate Facility—Construction and equipment	~~1,560,000~~ *1,593,000*
(19) 30.80.000-Minor Capital Outlay	~~6,832,000~~ *6,882,000*

Item | Amount

Provisions:

1. The funds appropriated by this item include funding for construction and preconstruction activities, including, but not limited to, study, site search, acquisition, 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, State Public Works Board, payable from the Public Buildings Construction Fund, from proceeds from the sale of bonds, negotiable notes or negotiable bond anticipation notes for the construction of California Department of Forestry and Fire Protection facilities pursuant to Part 10b (commencing with Section 15800) of Division 3 of Title 2 of the Government Code..... ~~12,360,000~~
11,851,000

Schedule:

~~(1) 30.60.030-Statewide: Construct Telecommunication Towers and Vaults, Stage 2—Preliminary plans, working drawings, and construction..... 12,360,000~~

(2) 30.60.015-Statewide: Construct Telecommunications Tower and Vaults, Phase I-Preliminary plans, working drawings, and construction..... 11,851,000

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 and preconstruction activities (including, but not limited to, site search, acquisition, environmental documents, preliminary plans, working drawings, equipment, and other costs relating to the design and construction of the facilities) or the exercise of any purchase option for the project authorized by this item.
2. The State Public Works Board and the Department of Forestry and Fire Protection may ob-

Item Amount

tain interim financing for the project costs authorized in this item from (including, but not limited to) the Pooled Money Investment Account pursuant to Sections 16312 and 16313 of the Government Code.

3. The maximum amount of bonds, notes, or bond anticipation notes to be sold shall not exceed the cost of construction and preconstruction activities and any additional amounts necessary to pay interim and permanent financing costs.

4. In the event the bonds authorized for the project are not sold, the Department of Forestry and Fire Protection shall commit a sufficient portion of its support appropriation provided for in this act to repay any loans. It is the intent of the Legislature that this commitment be included in future Budget Acts until outstanding loans are repaid either through the sale of bonds or from an appropriation.

3540-401—Of the amount appropriated to the Special Fund for Economic Uncertainties, the Director of Finance may allocate a sufficient amount, not to exceed ten million dollars ($10,000,000), to the Department of Forestry and Fire Protection for emergency fire suppression for the 1997–98 fiscal year.

3540-402—In the event the bonds authorized for the project scheduled in Item 3540-301-660, Budget Act of 1995, as reappropriated by Item 3540-490, Budget Act of 1996, are not sold, the Department of Forestry and Fire Protection shall commit a sufficient portion of its support appropriation provided for in this Budget Act to repay any loans from the Pooled Money Investment Account. 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.

3540-490—Reappropriation, California Department of Forestry and Fire Protection. 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:

0001—General Fund

(1) Item 3540-301-001(7), Budget Act of 1995, as reappropriated by Item 3540-490, Budget Act

Item Amount

of 1996, 30.10.075-Castle Rock Forest Fire Station: Relocation—Study, acquisition, preliminary plans, working drawings, construction, and equipment.

(2) Item 3540-301-001(8), Budget Act of 1995, as reappropriated by Item 3540-490, Budget Act of 1996, 30.30.055-Sage Forest Fire Station: Relocation—Study, acquisition, preliminary plans, working drawings, construction, and equipment.

(3) Item 3540-301-001(9), Budget Act of 1995, as reappropriated by Item 3540-490, Budget Act of 1996, 30.20.080-Cohasset Forest Fire Station: Relocation—Study, acquisition, preliminary plans, working drawings, construction, and equipment.

(4) Item 3540-301-001(16), Budget Act of 1995, as reappropriated by Item 3540-490, Budget Act of 1996, 30.40.070-Murphys Forest Fire Station: Relocation—Study, acquisition, preliminary plans, working drawings, construction, and equipment.

(5) Item 3540-301-0001(18), Budget Act of 1996, 30.40.055-Coalinga Forest Fire Station: Relocate facility—preliminary plans and working drawings.

(6) Item 3540-301-0001(21), Budget Act of 1996, 30.80.000-Minor capital outlay.

3540-491—Reappropriation, Department of Forestry and Fire Protection. $3,100,000 of the amount appropriated in Item 3540-001-0001, Budget Act of 1996, for support of the California Department of Forestry and Fire Protection is reappropriated for the purpose of Air Program Modernization/Airtanker Refurbishment.

3540-493—Extension of liquidation period, Department of Forestry and Fire Protection. Notwithstanding any other provision of law, up to $10,000,000 of funds appropriated in the following citation for the purpose of converting S-2 aircraft to turbine shall be available for liquidation until June 30, 1999:

(1) Item 3540-001-001, Budget Act of 1995 (Ch. 303, Stats. 1995).

3560-001-0001—For support of State Lands Commission 9,419,000

Item		Amount
Schedule:		
(a) 10-Mineral Resources Management	6,522,000	
(b) 20-Land Management	6,372,000	
(c) 30.01-Executive and Administration	2,695,000	
(d) 30.02-Distributed Administration	–2,695,000	
(e) 40-Marine Facilities Management	4,287,000	
(f) Reimbursements	–2,885,000	
(g) Amount payable from the Oil Spill Prevention and Administration Fund (Item 3560-001-0320)	–4,877,000	
Provisions:		
1. Notwithstanding subdivision (d) of Section 4 of Chapter 138 of the Statutes of 1964, 1st Extraordinary Session, all commission costs for administering Long Beach Tidelands, exclusive of any Attorney General charges, shall be included in revenues deposited into the General Fund pursuant to paragraph (2) 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 those lands and deposited into the General Fund pursuant to Section 24412 of the Education Code.		
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		4,877,000
Provisions:		
1. Funds appropriated by this item shall not be expended to monitor or inspect marine bunkering operations from barges or any marine lightering operations.		
3580-001-0001—For support of Seismic Safety Commission		783,000
Schedule:		
(a) 10-Seismic Safety Commission	1,211,000	
(b) Reimbursements	–75,000	
(c) Amount payable from the Earthquake Safety and Public Buildings Rehabilitation Fund of 1990 (Item 3580-011-0768)	–353,000	

Item		Amount
3580-011-0768—For support of Seismic Safety Commission, for payment to Item 3580-001-0001, payable from the Earthquake Safety and Public Buildings Rehabilitation Fund of 1990		353,000
3600-001-0001—For support of Department of Fish and Game, for payment to Item 3600-001-0200		~~5,080,000~~ *7,275,000*
3600-001-0140—For support of Department of Fish and Game, for payment to Item 3600-001-0200, payable from the California Environmental License Plate Fund		~~10,660,000~~ *10,460,000*
Provisions:		
1. Of the funds appropriated by this item, $500,000 is for reimbursement to ~~U.C.~~ *the University of California at* Santa Barbara for a Natural Center for Ecological Analysis and Synthesis.		
3600-001-0200—For support of Department of Fish and Game payable from the Fish and Game Preservation Fund		~~82,794,000~~ *83,026,000*
Schedule:		
(a) 10-Enforcement of Laws and Regulations	~~34,937,000~~ *35,533,000*	
(b) 15-Legal Services	602,000	
(c) 35-Wildlife and Natural Heritage Management	~~42,565,000~~ *45,014,000*	
(d) 55-Fisheries Management	~~61,190,000~~ *71,590,000*	
(e) 60-Environmental Services	18,892,000	
(f) 65-Oil Spill Prevention and Response Program	~~19,428,000~~ *18,993,000*	
(g) 70.01-Administration	28,017,000	
(h) 70.02-Distributed Administration	–28,017,000	
(i) Reimbursements	~~–23,170,000~~ *–23,302,000*	
(j) Amount payable from the General Fund (Item 3600-001-0001)	~~–5,080,000~~ *–7,275,000*	
(k) Amount payable from the California Environmental License Plate Fund (Item 3600-001-0140)	~~–10,660,000~~ *–10,460,000*	

Item	Amount
(*l*) Amount payable from the Fish and Wildlife Pollution Cleanup and Abatement Account, Fish and Game Preservation Fund (Item 3600-001-0207)	–1,459,000
(lx) Amount payable from the Waterfowl Habitat Preservation Account, Fish and Game Preservation Fund (Item 3600-001-0211)	*–200,000*
(m) Amount payable from the Public Resources Account, Cigarette and Tobacco Products Surtax Fund (Item 3600-001-0235)	–6,153,000
(n) Amount payable from the Oil Spill Prevention and Administration Fund (Item 3600-001-0320)	–15,266,000
(o) Amount payable from the Oil Spill Response Trust Fund (Item 3600-001-0321)	~~–3,793,000~~ *–4,181,000*
(p) Amount payable from the Environmental Enhancement Fund (Item 3600-001-0322)	–100,000
(px) Amount payable from the Central Valley Improvement Project Subaccount of the 1996 Safe, Clean, Reliable Water Supply Fund (Item 3600-001-0404)	*–10,603,000*
(q) Amount payable from the Federal Trust Fund (Item 3600-001-0890)	~~–29,139,000~~ *26,539,000*
(r) Amount payable from Harbors and Watercraft Revolving Fund (Item 3600-001-0516)	*–2,000,000*

Provisions:

1. The funds appropriated by 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 (i) and (q). 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

Item	Amount
be used to expand services or create new obligations.	
Reimbursements received under Schedules (i) and (q) shall be used in repayment of any funds used to meet current obligations pursuant to this provision.	
2. Notwithstanding Section 6 of Chapter 732 of the Statutes of 1991, or Provision 2 of Item 3600-001-200 of Section 2.00 of the Budget Act of 1994, the remaining loan balance of $1,500,000, plus interest, shall be repaid from the Fish and Game Preservation Fund to the Off-Highway Vehicle Fund on or before June 30, 1998.	
3. Of the funds appropriated in this item, $203,000 is for reimbursement to the State Department of Health Services for shellfish monitoring activities.	
4. Of the funds appropriated in this item, $1,468,000 is for support of the Natural Communities Conservation Planning (NCCP) Act Program, with $77,000 payable from the General Fund, $319,000 payable from the Federal Trust Fund and in reimbursements, $511,000 from the Wildlife Conservation Board. Of the $511,000 in reimbursements, $210,000 from the Wildlife Conservation Board shall be used for purposes consistent with the requirements of the Public Resources Account, Cigarette and Tobacco Products Surtax Fund, and the Habitat Conservation Fund.	
5. Of the funds appropriated by this item, $1,000,000 shall be used for salmon habitat restoration. It shall be used for upslope and riparian area protection and restoration activities. Of this amount, $200,000 shall be used for three AB biologists and one fish habitat supervisor 1. The first positions (one AB biologist and one fish habitat supervisor 1) shall be used to implement the Eel River Basin Salmon and Steelhead Action Plan and the Russian River Action Plan. This third position shall be used to implement the California Conservation Corps Salmon Restoration Project. The fourth position shall assist the California Advisory Committee on Salmon and Steelhead Trout as an independent consultant reporting directly to the committee.	

Item	Amount
6. Of the funds appropriated by this item, $1,113,000 shall be limited to the following uses:	
(a) Baseline ocean floor feature mapping and feature identification (such as kelp forests, rocky bottoms and reefs).	
(b) Bathymeiry mapping of the coastline.	
(c) Develop database of fisheries catch data, keyed to the maps developed in subdivisions (a) and (b).	
(d) Estimate species information, keyed to information collected in subdivisions (a), (b) and (c).	
7. Of the amount appropriated by this item, $1,000,000 shall be used for hiring additional wardens.	
8. Of the funds appropriated by this item, $2,000,000 is available for implementation of the Upper Newport Bay Ecological Reserve Sedimentation Control Project.	
9. Of the funds appropriated by this item, $428,000 is available to provide matching funds for Federal Emergency Management Agency reimbursements pursuant to the January 1997 storms and floods.	
3600-001-0207—For support of the Department of Fish and Game, for payment to Item 3600-001-0200, payable from the Fish and Wildlife Pollution Account, Fish and Game Preservation Fund	1,459,000
3600-001-0211—For support of Department of Fish and Game, for payment to Item 3600-001-0200, payable from the Waterfowl Habitat Preservation Account, Fish and Preservation Fund.....	*200,000*
3600-001-0235—For support of Department of Fish and Game, for payment to Item 3600-001-0200, payable from the Public Resources Account, Cigarette and Tobacco Products Surtax Fund	6,153,000
3600-001-0320—For support of Department of Fish and Game, for payment to Item 3600-001-0200, payable from the Oil Spill Prevention and Administration Fund.....	15,266,000
3600-001-0321—For support of Department of Fish and Game, for payment to Item 3600-001-0200, payable from the Oil Spill Response Trust Fund	~~3,793,000~~
	4,181,000
Provisions:	
1. Notwithstanding Chapter 7.4 (commencing with Section 8670.1) of Division 1 of Title 2 of	

Item	Amount
the Government Code, the appropriation made by this item shall not result in the imposition of uniform oil spill response fees.	
3600-001-0322—For support of Department of Fish and Game, for payment to Item 3600-001-0200, payable from the Environmental Enhancement Fund	100,000
3600-001-0404—For support of Department of Fish and Game, for payment to Item 3600-001-0200, payable from the Central Valley Improvement Project Subaccount of the Safe, Clean, Reliable Water Supply Fund.....	*10,603,000*
3600-001-0516—For support of Department of Fish and Game, for payment to Item 3600-001-0200, payable from the Harbors and Watercraft Revolving Fund	*2,000,000*
3600-001-0890—For support of Department of Fish and Game, for payment to Item 3600-001-0200, payable from the Federal Trust Fund	~~29,139,000~~ *26,539,000*
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, to remove and dispose of abandoned and derelict vessels	*500,000*
3600-101-0200—For local assistance, Department of Fish and Game, payable from the Fish and Game Preservation Fund and to be reimbursed by the Wildlife Conservation Board from the Habitat Conservation Fund	0
Schedule:	
(a) 35-Wildlife and Natural Heritage Management..... 1,600,000	
(b) Reimbursements..... –1,600,000	
Provisions:	
1. Funds appropriated in this item shall be used consistent with the requirements of the California Environmental License Plate Fund ($600,000), the Renewable Resources Investment Fund ($1,000,000), and the Habitat Conservation Fund.	
3600-101-0235—For local assistance, Department of Fish and Game, Program 55—Fisheries Management, payable from the Public Resources Account, Cigarette and Tobacco Products Surtax Fund, for the maintenance and enhancement of the New Hogan Fishery	*5,000*

Item		Amount
3600-101-0320—For local assistance, Department of Fish and Game, Program 65—Oil Spill Prevention and Response, payable from the Oil Spill Prevention and Administration Fund		~~452,000~~ *1,052,000*
3600-101-0786—For local assistance, Department of Fish and Game, payable from California Wildlife, Coastal and Park Land Conservation Fund, to the City of Santa Paula for the Harvey Dam Fish Ladder.....		500,000
3600-301-0200—For capital outlay, Department of Fish and Game, payable from the Fish and Game Preservation Fund.....		~~1,033,000~~ *997,000*
Schedule:		
(1) 90.07.100-Minor Projects.....	1,176,000	
(2) 90.88.020-Project Planning.....	40,000	
(3) 90.92.002-Fish Springs Hatchery Water Well—Construction	~~358,000~~ *322,000*	
~~(4) 90.97.001-Volcano Creek Golden Trout Restoration—Construction.~~	~~499,000~~	
(5) Reimbursements-Minor Projects ..	–541,000	
~~(6) Reimbursements-Volcano Creek Golden Trout Restoration—Construction.....~~	~~–499,000~~	
Provisions:		
1. Of the amount appropriated in Schedule (1) of this item, $541,000 shall be used for purposes consistent with the requirements of the Public Resources Account, Cigarette and Tobacco Products Surtax Fund and the Habitat Conservation Fund.		
2. The funds appropriated in Schedule (1) for the following minor projects include funding for construction activities including but not limited to costs related to work performed by Department of Fish and Game personnel for the following projects: Reconstruct Bird Exclosure, Fish Springs Hatchery and Dutch John Fish Barrier, South Fork Kern River.		
3600-301-0207—For capital outlay, Department of Fish and Game, payable from the Fish and Wildlife Pollution Account.....		25,000
Schedule:		
(1) 90.07.100-Minor Projects.....	25,000	

Item		Amount
3600-301-0320—For capital outlay, Department of Fish and Game, payable from the Oil Spill Prevention and Administration Fund.....		35,000
Schedule:		
(1) 90.07.100-Minor Projects.....	35,000	
3600-301-0786—For capital outlay, Department of Fish and Game, payable from the Wildlife, Coastal and Park Land Conservation Fund of 1988		200,000
Schedule:		
(1) 90.07.100-Minor Projects.....	200,000	
3600-302-0200—For capital outlay, Department of Fish and Game, payable from the Fish and Game Preservation Fund-Commercial Augmented Salmon Stamp Dedicated Account.....		185,000
Schedule:		
(1) 90.07.100-Minor Projects.....	185,000	
3600-490—Reappropriation, Department of Fish and Game. 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:		
0200—Fish and Game Preservation Fund		
(1) Item 3600-301-200(7), Budget Act of 1992, as reappropriated by Item 3600-490, Budget Acts of 1993, 1994, and 1996, for liquidation. 90.92.02-Fish Springs Hatchery, Water Well.		
0320—Oil Spill Prevention and Administration Fund		
(1) Item 3600-301-0320(1), Budget Act of 1996. 90.07.100—Minor Projects.		
0890—Federal Trust Fund		
(1) Item 3600-301-890(1), Budget Act of 1995, as reappropriated by Item 3600-490, Budget Act of 1996. 90.07.100—Minor Projects.		
3640-001-0262—For support of Wildlife Conservation Board, for payment to Item 3640-001-0447, payable from the Habitat Conservation Fund		~~6,903,000~~ *6,473,000*
Provisions:		
1. Of the amount appropriated by this item, $850,000 shall be available to the Department of Water Resources to fund the Trinity River Fish and Wildlife Restoration Program ($350,000), the San Joaquin River Management Program ($200,000), and the Upper Sacramento River Habitat and Riparian Plan ($300,000), consistent		

Item Amount

with the requirements of the ~~California Environmental License Plate Fund and the Habitat Conservation Fund.~~ *Public Resources Account (Cigarette and Tobacco Products Surtax Fund).*

2. Of the amount appropriated by this item, $591,000 shall be available to the Wildlife Conservation Board for administrative costs associated with the California Wildlife Protection Act of 1990 ($315,000) and the Riparian Habitat Conservation Program ($276,000), consistent with the requirements of the California Environmental License Plate Fund, *the Public Resources Account (Cigarette and Tobacco Products Surtax Fund)*, the Unallocated Account, Cigarette and Tobacco Products Surtax Fund, and the Habitat Conservation Fund.

3. Of the amount appropriated by this item, ~~$5,462,000~~ *$5,032,000* shall be available to the Department of Fish and Game to fund:

(a) $1,242,000 for the Yolo Bypass Wildlife Area ($725,000), the Upper Butte Sink ($111,000), the Natural Community Conservation Planning Program as defined in Chapter 10 of Division 3 of the Fish and Game Code ($210,000), and the Napa Wetlands ($196,000), consistent with the requirements of the Public Resources Account, (Cigarette and Tobacco Products Surtax Fund), the Unallocated Account (Cigarette and Tobacco Products Surtax Fund) and the Habitat Conservation Fund.

(b) $200,000 for the ~~Waterfowl Lease Program~~ *ongoing maintenance of wildlife areas* , consistent with the ~~Waterfowl Habitat Preservation Account and the Habitat Conservation Fund.~~ *California Environmental License Plate Fund.*

(c) ~~$1,730,000~~ *$1,300,000* for habitat restoration, consistent with the requirements of the California Wildlife, Coastal and Park Land Conserva~~tion Fund of 1988 [Section 5907(e)(1) of the Public Resources Code] and the Habitat Conservation Fund. (Of this amount $430,000 is Habitat Conservation funds appropriated in the 1994–95 fiscal year.)~~ *tion Fund of 1988 (para. (1), subd.*

Item | Amount

(e), Sec. 5907, Public Resources Code) and the Habitat Conservation Fund.

(d) $1,300,000 for the Comprehensive Wetlands Habitat Program ($650,000 Unallocated Account; $650,000 Public Resources Account), consistent with the requirements of the Unallocated Account, Cigarette and Tobacco Products Surtax Fund, the Public Resources Account, Cigarette and Tobacco Products Surtax Fund, and the Habitat Conservation Fund.

(e) $990,000 for the salmon and steelhead habitat restoration activity performed by the California Conservation Corps under contract with the Department of Fish and Game ($98,000 Public Resources Account; $892,000 Unallocated Account), consistent with the Public Resources Account, Cigarette and Tobacco Products Surtax Fund, and the Unallocated Account, Cigarette and Tobacco Products Surtax Fund, and the Habitat Conservation Fund.

3640-001-0447—For support of Wildlife Conservation Board, payable from the Wildlife Restoration Fund..... 734,000

Schedule:

(a) 10-Wildlife Conservation Board ... ~~7,637,000~~ *7,207,000*

(b) Amount payable from the Habitat Conservation Fund (Item 3640-001-0262)..... ~~–6,903,000~~ *–6,473,000*

3640-011-0140—For transfer by the State Controller to the Habitat Conservation Fund, payable from the California Environmental License Plate Fund..... ~~(1,222,000)~~ *(486,000)*

Provisions:

1. The funds transferred by this item shall be used for purposes consistent with the requirements of the California Environmental License Plate Fund and the Habitat Conservation Fund.

~~3640-011-0211—For transfer by the State Controller to the Habitat Conservation Fund, payable from the Waterfowl Habitat Preservation Account, Fish and Game Preservation Fund..... (200,000)~~

~~Provisions:~~

~~1. The funds transferred by this item shall be used~~

Item	Amount
~~for purposes consistent with the requirements of the Waterfowl Habitat Preservation Account, Fish and Game Preservation Fund, and the Habitat Conservation Fund.~~	
3640-011-0235—For transfer by the State Controller to the Habitat Conservation Fund, payable from the Public Resources Account, Cigarette and Tobacco Products Surtax Fund	~~(1,879,000)~~ *(2,815,000)*
Provisions:	
1. The funds transferred by this item shall be used for purposes consistent with the requirements of the Public Resources Account, Cigarette and Tobacco Products Surtax Fund, and the Habitat Conservation Fund.	
3640-011-0786—For transfer by the State Controller to the Habitat Conservation Fund, payable from the California Wildlife, Coastal, and Park Land Conservation Fund of 1988	1,300,000
Provisions:	
1. The funds transferred by this item shall be used for purposes consistent with the requirements of the California Wildlife, Coastal, and Park Land Conservation Fund of 1988 and the Habitat Conservation Fund.	
2. For purposes of Section 2796 of the Fish and Game Code, money shall be deemed ''transferred to the Habitat Conservation Fund'' from the California Wildlife, Coastal, and Park Land Conservation Fund of 1988 pursuant to this item on the effective date of this act.	
3640-012-0262—For transfer by the Controller to the Agricultural Land Stewardship Program Fund, payable from the Habitat Conservation Fund	105,000
Provisions:	
1. The funds transferred by this item shall be available to the Department of Conservation to fund the Agricultural Land Stewardship Program pursuant to Chapter 931 of the Statutes of 1995, and shall be used for purposes consistent with the requirements of the Habitat Conservation Fund.	
2. The Habitat Conservation Funds appropriated in this item were originally appropriated in the 1995–96 fiscal year. Per Item 3640-495, these funds will revert June 30, 1997.	

Item	Amount
3640-101-0140—For transfer by the State Controller to the Habitat Conservation Fund, payable from the California Environmental License Plate Fund.....	(600,000)
Provisions:	
1. The funds transferred by this item shall be used for purposes consistent with the requirements of the California Environmental License Plate Fund and the Habitat Conservation Fund.	
3640-101-0176—For transfer by the State Controller to the Habitat Conservation Fund, payable from the Delta Flood Protection Fund.....	(800,000)
Provisions:	
1. The funds transferred by this item shall be used for purposes consistent with the requirements of the Delta Flood Protection Fund and the Habitat Conservation Fund.	
3640-101-0262—For local assistance, Wildlife Conservation Board, payable from Habitat Conservation Fund.....	2,400,000
Provisions:	
1. Of the amount appropriated by this item, $800,000 shall be available to the Department of Water Resources to fund the Delta Protection Program, consistent with the requirements of the Delta Flood Protection Fund and the Habitat Conservation Fund.	
2. Of the amount appropriated by this item, $1,600,000 shall be available to the Department of Fish and Game for the Natural Community Conservation Planning program, as defined in Chapter 10 (commencing with Section 2800) of Division 3 of the Fish and Game Code and consistent with the requirements of the California Environmental License Plate Fund, the Renewable Resources Investment Fund, and the Habitat Conservation Fund.	
3640-111-0940—For transfer by the State Controller to the Habitat Conservation Fund, payable from the Renewable Resources Investment Fund.....	(1,000,000)
Provisions:	
1. The funds transferred by this item shall be used for purposes consistent with the requirements of the Renewable Resources Investment Fund and the Habitat Conservation Fund.	

Item	Amount
3640-112-0262—For transfer by the Controller to the Agricultural Land Stewardship Program Fund, payable from the Habitat Conservation Fund	~~(1,870,000)~~ *1,870,000*
Provisions:	
1. The funds transferred by this item shall be available to the Department of Conservation to fund the Agricultural Land Stewardship Program pursuant to Chapter 931 of the Statutes of 1995, and shall be used for purposes consistent with the requirements of the Habitat Conservation Fund.	
2. The Habitat Conservation Funds which are appropriated in this item were originally appropriated in the 1995–96 and 1996–97 fiscal year. Per Item 3640-495, the funds will revert June 30, 1997.	
3640-301-0001—For capital outlay, Wildlife Conservation Board	*250,000*
Provisions:	
1. Of the funds appropriated by this item, $100,000 shall be available for the Kern County Habitat Conservation Plan.	
2. Of the funds appropriated by this item, $150,000 shall be available for the San Joaquin River Parkway.	
3640-301-0140—For capital outlay, Wildlife Conservation Board, payable from the California Environmental License Plate Fund.....	~~760,000~~ *341,000*
Provisions:	
1. The funds appropriated in this item are provided in accordance with the Wildlife Conservation Law of 1947 (Chapter 4 (commencing with Section 1300) of Division 2 of the Fish and Game Code) 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.	
~~3640-301-0235—For capital outlay,Wildlife Conservation Board, payable from the Public Resources Account, Cigarette and Tobacco Products Surtax Fund.....~~	~~936,000~~

Item	Amount
3640-301-0262—For capital outlay, Wildlife Conservation Board, payable from the Habitat Conservation Fund.....	~~12,127,000~~ *12,777,000*

Provisions:

1. Of the amount appropriated by this item, $541,000 shall be available to the Department of Fish and Game for wetlands minor capital outlay projects, consistent with the requirements of the Public Resources Account (Cigarette and Tobacco Products Surtax Fund) and the Habitat Conservation Fund.
2. Of the amount appropriated by this item, $11,586,000 shall be available to the Wildlife Conservation Board to fund:
   (a) $6,400,000 for land acquisition for the Natural Community Conservation Planning Program as defined in Chapter 10 of Division 3 of the Fish and Game Code ($733,000 Public Resources Account, Cigarette and Tobacco Products Surtax Fund; $3,667,000 California Environmental License Plate Fund; and $2,000,000 Habitat Conservation Fund), and consistent with the Public Resources Account (Cigarette and Tobacco Products Surtax Fund), the California Environmental License Plate Fund, and the Habitat Conservation Fund.
   (b) $1,000,000 for the Inland Wetlands Conservation Program pursuant to Section 1411 of the Fish and Game Code, and consistent with the Unallocated Account (Cigarette and Tobacco Products Surtax Fund) and the Habitat Conservation Fund.
   (c) $1,000,000 for land acquisition in the San Francisco Bay, consistent with the requirements of the California Wildlife Coastal and Park Land Conservation Fund of 1988 (Section 5907(c)(10) of the Public Resources Code) and the Habitat Conservation Fund.
   (d) $500,000 for land acquisition of inland, San Pablo Bay and Coastal wetlands in Sonoma County including the Laguna de Santa Rosa, consistent with the requirements of the California Wildlife Coastal and Park Land Conservation Fund of 1988 (Section

Item Amount

5907(c)(10) of the Public Resources Code) and the Habitat Conservation Fund.

(e) $1,111,000 for Heenan Lake Water Storage, consistent with the California Wildlife Coastal and Park Land Conservation Fund of 1988 (Section 5907(e)(10) of the Public Resources Code) and the Habitat Conservation Fund.

(f) $350,000 for Rincon Creek Culvert, consistent with the California Wildlife Coastal and Park Land Conservation Fund of 1988 (Section 5907(e)(10) of the Public Resources Code) and the Habitat Conservation Fund.

(g) $225,000 for wildlife habitat acquisition projects consistent with the Wildlife Restoration Fund and the Habitat Conservation Fund.

(h) $1,000,000 for a Habitat Conservation Plan for Kern County, consistent with the Renewable Resources Investment Fund and the Habitat Conservation Fund.

3. Of the funds appropriated by this item, $500,000 shall be expended for the Shaw Property Acquisition Project.

4. Of the funds appropriated by this item, $150,000 shall be expended for the Kern River Parkway Project.

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 1,175,000

Schedule:

(1) 80.10.010-Minor Projects..... 900,000

(2) 80.10.030-Land Acquisitions..... 275,000

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.

3640-301-0545—For capital outlay, Wildlife Conservation Board, payable from the River Parkway Subaccount, Safe, Clean, Reliable Water Supply Fund 9,300,000

Item	Amount
Provision:	
1. Of the amount appropriated $5,000,000 shall be used for the San Joaquin River Parkway in furtherance of the mission of the San Joaquin River Conservancy.	
3640-311-0140—For transfer by the State Controller from the California Environmental License Plate Fund to the Habitat Conservation Fund, as of June 30, 1997, and June 30, 1998, the sum of $1,000 or other amount as is necessary to preclude a transfer for the 1996–97 and 1997–98 fiscal years from the General Fund to the Habitat Conservation Fund pursuant to Section 2796 of the Fish and Game Code.....	(3,667,000)
Provisions:	
1. The funds transferred by this item shall be used for purposes consistent with the requirements of the California Environmental License Plate Fund and the Habitat Conservation Fund.	
3640-311-0235—For transfer by the State Controller to the Habitat Conservation Fund, payable from the Public Resources Account, Cigarette and Tobacco Products Surtax Fund.....	(1,274,000)
Provisions:	
1. The funds transferred by this item shall be used for purposes consistent with the requirements of the Public Resources Account, Cigarette and Tobacco Products Surtax Fund, and the Habitat Conservation Fund.	
3640-311-0447—For transfer by the State Controller to the Habitat Conservation Fund, payable from the Wildlife Restoration Fund.....	(225,000)
3640-311-0786—For transfer by the State Controller to the Habitat Conservation Fund, payable from the California Wildlife, Coastal, and Park Land Conservation Fund of 1988	2,961,000
Provisions:	
1. The funds transferred by this item shall be used for purposes consistent with the California Wildlife, Coastal and Park Land Conservation Fund of 1988 and the Habitat Conservation Fund.	
2. For purposes of Section 2796 of the Fish and Game Code, money shall deemed ''transferred to the Habitat Conservation Fund'' from the California Wildlife, Coastal, and Park Land Conservation Fund of 1988 pursuant to this item on the effective date of this act.	

Item		Amount
3640-311-0940—For transfer by the State Controller to the Habitat Conservation Fund, payable from the Renewable Resources Investment Fund		(1,000,000)
Provisions:		
1. The funds transferred by this item shall be used for purposes consistent with the requirements of the Renewable Resources Investment Fund and the Habitat Conservation Fund.		
3640-495—Reversion, Wildlife Conservation Board. As of June 30, 1997, the specified balances of the appropriations provided in the following citations shall revert to the balance in the fund *from* which the appropriation was made:		
0262—Habitat Conservation Fund		
(1) Item 3640-301-0262, Budget Act of 1996, $1,000,000		
(2) Item ~~3640-301-0262,~~ *3640-001-0262,* Budget Act of 1995, $975,000		
3680-001-0516—For support of Department of Boating and Waterways, payable from the Harbors and Watercraft Revolving Fund		10,612,000
Schedule:		
(a) 10-Boating Facilities	7,190,000	
(b) 20-Boating Operations	4,347,000	
(c) 30-Beach Erosion Control	190,000	
(d) 40.01-Administration	1,903,000	
(e) 40.02-Distributed Administration	–1,903,000	
(f) Reimbursements	–15,000	
(g) Amount payable from the Federal Trust Fund (Item 3680-001-0890)	–1,100,000	
Provisions:		
1. Notwithstanding Section 85.2 of the Harbors and Navigation Code, $190,000 of the funds appropriated by 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		1,100,000
3680-101-0001—For local assistance, Department of Boating and Waterways for payment to Item 3680-101-0516		*1,550,000*
3680-101-0516—For local assistance, Department of Boating and Waterways, payable from the Harbors and Watercraft Revolving Fund		43,462,000

Item		Amount
Schedule:		
(a) 10-Boating Facilities.....		~~34,006,000~~ *33,781,000*
Launching Facility Grants.....		(14,068,000)
1) Lake Amador	(510,000)	
2) Anderson Lake.....	(860,000)	
3) Berkeley Marina...	(325,000)	
4) Broderick	(330,000)	
5) Bullards Bar Reservoir	(77,000)	
6) Lake Cachuma	(274,000)	
7) Lake Clementine..	(575,000)	
8) Coleman's Drive...	(620,000)	
9) Eureka.....	(600,000)	
10) Evans Lake.....	(419,000)	
11) Fee Reservoir	(179,000)	
12) Floating Restrooms	(200,000)	
13) Ice House Resv., Union Valley Resv., Loon Lake..	(531,000)	
14) Mendota Delta	(295,000)	
15) Lake Nacimiento..	(2,153,000)	
16) New Spicer Meadow Resv.	(398,000)	
17) Pier 54.....	(198,000)	
18) Ramp Repairs, Extensions	(200,000)	
19) Rollins Lake/Long Ravine.....	(382,000)	
20) Rollins Lake/Orchard Spgs.....	(463,000)	
21) Lake San Antonio.	(913,000)	
22) Signs.....	(74,000)	
23) Sly Creek.....	(379,000)	
24) South Shore.....	(1,250,000)	
25) Stumpy Meadows.	(431,000)	
26) Tooms, Little Grass Valley	(359,000)	
27) Tulloch Resv.	(543,000)	
28) Vessel Pumpout....	(100,000)	
29) Whiskey Creek.....	(430,000)	
Small Craft Harbors Loans.....		(12,327,000)
1) Emergency Loans	(200,000)	
2) Marina del Rey.....	(9,673,000)	
3) Planning Loans ...	(200,000)	
4) Sacramento.....	(500,000)	

Item	Amount
5) Santa Cruz ..... (1,754,000)	
Private Marina Loans	(6,000,000)
Clean Vessel Act Grant Program	~~(1,267,000)~~
	(1,042,000)
(1) Construction..... (902,000)	
(2) Education..... (140,000)	
Aquatic Weed Control Project	(44,000)
Boating Trails	(300,000)
(b) 20-Boating Operations	8,475,000
(c) 30-Beach Erosion Control	~~3,423,000~~
	4,973,000
(cx) Amount payable from the General Fund (Item 3680-101-0001)...	*–1,550,000*
(d) Amount payable from the Federal Trust Fund (Item 3680-101-0890)	~~–2,442,000~~
	–2,217,000

Provisions:

1. Notwithstanding Section 16304.1 of the Government Code, funds identified in Schedule (a) for Private Marina Loans shall be available for liquidation for three years following the last day the appropriation is available for encumbrance upon certification to the Department of Finance by the Department of Boating and Waterways that exigent circumstances exist resulting in projects delays.
2. Of the funds appropriated in Schedule (b), $7,600,000 is for boating safety and enforcement programs pursuant to Section 663.7 of the Harbors and Navigation Code.
3. Of the funds appropriated in Schedule (c), $1,650,000 is available for a grant to the San Diego Association of Governments to pay for costs associated with the United States Navy Aircraft Carrier Homeporting Project in the San Diego Harbor.
4. *Of the funds appropriated in Schedule (cx), $1,500,000 shall be subvened for SANDAG/San Diego beach nourishment programs.*
5. *Of the funds appropriated for the Clean Vessel Act Grant Program in Schedule (a), the Department of Boating and Waterways may transfer funds between the construction and education programs.*

Item		Amount
3680-101-0890—For local assistance, Department of Boating and Waterways, for payment to Item 3680-101-0516, payable from the Federal Trust Fund....		~~2,442,000~~ *2,217,000*
Provisions:		
1. Of the amount appropriated by this item, $875,000 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 local 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.		
2. Of the amount appropriated by this item, $1,267,000 shall be available to fund construction and educational programs consistent with the Clean Vessel Act Grant Program.		
3680-301-0516—For capital outlay, Department of Boating and Waterways, payable from the Harbors and Watercraft Revolving Fund		8,692,000
Schedule:		
(1) 50.01.020-Lake Del Valle, Boat Launching Facility—Construction	1,358,000	
(2) 50.04.020-Oroville Lake SRA, Spillway—Preliminary plans and working drawings.....	215,000	

Item		Amount
(3) 50.19.030-Pyramid Lake-Emigrant Landing, Boat Launching Facility—Preliminary plans and working drawings	125,000	
(4) 50.24.020-San Luis SRA, O'Neill Forebay, Boat Launching Facility—Construction	960,000	
(5) 50.31.010-Folsom Lake SRA, Granite Bay, Boat Launching Facility—Construction	1,006,000	
(6) 50.33.020-Lake Perris SRA, Boat Launching Facility—Construction	1,610,000	
(7) 50.33.030-Lake Perris, Areas 6 & 7—Preliminary plans and working drawings	114,000	
(8) 50.37.010-Silver Strand State Beach, Crown Cove—Working drawings	106,000	
(9) 50.99.010-Project Planning	75,000	
(10) 50.99.020-Minor Projects	3,123,000	
Provisions:		
1. Funds appropriated in Schedule (9) 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 1998–99 or 1999–2000 fiscal year.		
3720-001-0001—For support of California Coastal Commission		~~5,750,000~~ *7,558,000*
Schedule:		
(a) 10-Coastal Management Program	~~9,472,000~~ *10,038,000*	
(b) 20-Coastal Energy Program	528,000	
(c) 30.01-Administration	2,209,000	
(d) 30.02-Distributed Administration	–1,244,000	
(e) Reimbursements	–965,000	
~~(f) Amount payable from the California Environmental License Plate Fund (Item 3720-001-0140)~~	~~–1,242,000~~	
(g) Amount payable from the Federal Trust Fund (Item 3720-001-0890)	–3,008,000	

Item Amount

~~3720-001-0140—For support of California Coastal Commission, for payment to Item 3720-001-0001, payable from the California Environmental License Plate Fund..... 1,242,000~~

3720-001-0890—For support of California Coastal Commission, for payment to Item 3720-001-0001, payable from the Federal Trust Fund..... 3,008,000

3720-101-0001—For local assistance, California Coastal Commission ..... ~~500,000~~ *340,000*

Schedule:

(1) 10-Coastal Management Program .. ~~500,000~~ *340,000*

Provisions:

1. Of the funds appropriated in this item, up to $~~500,000~~ *340,000* shall be available for grants to local jurisdictions for the completion of Local Coastal Program Plan elements, as defined in Section 30108.6 of the Public Resources Code. If local government agencies do not accept these grant funds to prepare the Local Coastal Program Plans, then with the approval of the Department of Finance, the California Coastal Commission may retain a portion of these funds to prepare the Local Coastal Program Plans for such local entities.
2. Notwithstanding any other provision of law, the funds appropriated by this item are available for encumbrance for either local assistance or support.

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 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, 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 provi-

Item		Amount
sion is specifically identified by the Legislature for suspension during the 1997–98 fiscal year:		
(a) Local coastal plans (Ch. 1330, Stats. 1976)		
~~3760-001-0001—For support, State Coastal Conservancy, for payment to Item 3760-001-0565~~		~~170,000~~
3760-001-0565—For support of State Coastal Conservancy, payable from the State Coastal Conservancy Fund of 1976.....		2,955,000
Schedule:		
(a) 15—Coastal Resource Development	~~2,593,000~~ *2,684,000*	
(b) 25—Coastal Resource Enhancement	~~1,580,000~~ *1,410,000*	
(c) 90.01—Administration and Support.....	1,336,000	
(d) 90.02—Distributed Administration	–1,336,000	
(e) Reimbursements.....	~~–6,000~~ *–97,000*	
~~(f) Amount payable from the General Fund (Item 3760-001-0001).....~~	~~–170,000~~	
(g) Amount payable from the Parklands Fund of 1980 (Item 3760-001-0721).....	–123,000	
(h) Amount payable from the State Coastal Conservancy Fund of 1984 (Item 3760-001-0730)	–832,000	
(i) Amount payable from the Federal Trust Fund (Item 3760-001-0890)	–87,000	
3760-001-0721—For support of the State Coastal Conservancy, for payment to Item 3760-001-0565, payable from the Parklands Fund of 1980.....		123,000
3760-001-0730—For support of the State Coastal Conservancy, for payment to Item 3760-001-0565, payable from the State Coastal Conservancy Fund of 1984		832,000
3760-001-0890—For support of the State Coastal Conservancy, for payment to Item 3760-001-0565, payable from the Federal Trust Fund.....		87,000
3760-301-0001—For capital outlay, State Coastal Conservancy		~~12,589,000~~ *8,500,000*
Schedule:		
(1) 80.97.060-Natural Community Conservation Planning Program .	5,000,000	

Item Amount

(2) 80.97.070-Coastal Initiative ..... ~~7,589,000~~
1,500,000

(3) 80.93.015-Coastal Resource Development..... 2,000,000

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 through the 1999–2000 fiscal year.

3760-301-0262—For capital outlay, State Coastal Conservancy, payable from the Habitat Conservation Fund..... ~~4,000,000~~
4,500,000

Schedule:

(1) 80.93.025—Coastal Resource Enhancement..... 4,651,000

(1.1) 80.97.094-River Parkway Program, Guadalupe River..... 500,000

(2) Reimbursements..... –651,000

Provisions:

1. The State Coastal Conservancy shall not enter into a grant contract with a nonprofit organization or local government for property acquisition that provides for either of the following:
   a. A reversionary interest to the State, unless the grant contract specifies that the property shall not revert to the State without review and approval by the conservancy and the State Public Works Board.
   b. A state leasehold interest in property acquired by a nonstate public agency with conservancy grant funds, unless the lease terms are approved by the Director of General Services. Except to the extent above, the expenditures of funds for grants to public agencies and nonprofit organizations shall be exempt from State Public Works Board review.
2. The funds appropriated by this item are available for encumbrance for either capital outlay or local assistance without regard to fiscal year.
3. The funds appropriated by this item shall be used for purposes consistent with the Unallocated Account, Cigarette and Tobacco Products Surtax Fund and the Habitat Conservation Fund.

Item Amount

4. Of the ~~amount appropriated in~~ *funds appropriated by* this item, ~~$1 million~~ *$1,000,000* shall be utilized for projects on the Napa River.

3760-301-0545—For capital outlay, River Parkway Subaccount, 1996 Safe, Clean, Reliable Water Supply Fund..... 7,000,000

Schedule:

(1) 80.97.090—River Parkway Program, Los Angeles River and Tributaries 2,000,000

(2) 80.97.091—River Parkway Program, Napa River..... 1,000,000

(3) 80.97.092—River Parkway Program, Otay River 3,000,000

(4) 80.97.093—River Parkway Program, Russian River 1,000,000

Provisions:

1. The State Coastal Conservancy shall not enter into a grant contract with a nonprofit organization or local government for property acquisition that provides for either of the following:

(a) A reversionary interest to the State, unless the grant contract specifies that the property shall not revert to the State without review and approval by the State Coastal Conservancy and the Public Works Board.

(b) A state leasehold interest in property acquired by a nonstate public agency with conservancy grant funds, unless the lease terms are approved by the Director of General Services. Except to the extent specified above, the expenditures of funds for grants to public agencies and nonprofit organizations shall be exempt from review by the Public Works Board.

2. Notwithstanding any other provision of law, the funds appropriated by this item are available for encumbrance for either capital outlay or local assistance through the 1999–2000 fiscal year.

3760-301-0565—For capital outlay, State Coastal Conservancy, payable from the State Coastal Conservancy Fund of 1976..... 500,000

Schedule:

(1) 80.93.015—Coastal Resource Development..... 500,000

Item Amount

Provisions:

1. The conservancy shall not enter into a grant contract with a nonprofit organization or local government for property acquisition which provides for either of the following:

(a) A reversionary interest to the State, unless the grant contract specifies that the property shall not revert to the State without review and approval by the conservancy and the State Public Works Board.

(b) A state leasehold interest in property acquired by a nonstate public agency with conservancy grant funds, unless the lease terms are approved by the Director of General Services. Except to the extent above, the expenditures of funds for grants to public agencies and nonprofit organizations shall be exempt from State Public Works Board review.

2. The amount appropriated by this item is available for encumbrance for either capital outlay or local assistance through fiscal year 1999–2000.

3760-301-0890—For capital outlay, State Coastal Conservancy, payable from the Federal Trust Fund… 1,500,000

Schedule:

(1) 80.93.025-Coastal Resource Enhancement…… 1,500,000

Provisions:

1. The State Coastal Conservancy shall not enter into a grant contract with a nonprofit organization or local government for property acquisition that provides for either of the following:

(a) A reversionary interest to the State, unless the grant contract specified that the property shall not revert to the State without review and approval by the State Coastal Conservancy and the Public Works Board.

(b) A state leasehold acquired by a nonstate public agency with grant funds of the State Coastal Conservancy, unless the lease terms are approved by the Director of General Services. Except as specified in paragraph (a), the expenditure of funds for grants to public agencies and nonprofit organizations is exempt from the review of the Public Works Board.

Item		Amount
2. The funds appropriated by this item are available for encumbrance for either capital outlay or local assistance through the 1999–2000 fiscal year.		
3790-001-0001—For support of Department of Parks and Recreation, for payment to Item 3790-001-0392		~~65,164,000~~ *65,364,000*
3790-001-0140—For support of Department of Parks and Recreation, for payment to Item 3790-001-0392, payable from the California Environmental License Plate Fund.....		108,000
3790-001-0235—For support of Department of Parks and Recreation, for payment to Item 3790-001-0392, payable from the Public Resources Account, Cigarette and Tobacco Products Surtax Fund		11,630,000
3790-001-0263—For support of Department of Parks and Recreation, for payment to Item 3790-001-0392, payable from the Off-Highway Vehicle Trust Fund.....		13,481,000
3790-001-0392—For support of Department of Parks and Recreation		81,387,000
Schedule:		
(a) For support of the Department of Parks and Recreation.....	~~186,018,000~~ *187,773,000*	
(b) Reimbursements.....	~~–8,125,000~~ *–9,680,000*	
(c) Amount payable from the General Fund (Item 3790-001-0001) ..	~~–65,164,000~~ *–65,364,000*	
(d) Amount payable from the California Environmental License Plate Fund (Item 3790-001-0140).....	–108,000	
(e) Amount payable from the Public Resources Account, Cigarette and Tobacco Products Surtax Fund (Item 3790-001-0235).....	–11,630,000	
(f) Amount payable from the Public Resources Account, Cigarette and Tobacco Products Surtax Fund (carryover transfer from Item 3790-101-0235 per Provision 1, Budget Act of 1996).....	–16,000	

Item	Amount
(g) Amount payable from the Habitat Conservation Fund (carryover transfer from Item 3790-101-0262 per Provision 1, Budget Act of 1996)	–30,000
(h) Amount payable from the Off-Highway Vehicle Trust Fund (Item 3790-001-0263)	–13,481,000
(i) Amount payable from the Winter Recreation Fund (Item 3790-001-0449)	–150,000
(j) Amount payable from the Harbors and Watercraft Revolving Fund (Item 3790-001-0516)	–615,000
(k) Amount payable from the Parklands Fund of 1984 (Item 3790-001-0722)	–2,417,000
(*l*) Amount payable from the Recreational Trails Fund (Item 3790-001-0858)	–150,000
(m) Amount payable from the Federal Trust Fund (Item 3790-001-0890)	–2,745,000

Provisions:

1. Of the funds appropriated by this act from state 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.
2. The funds appropriated by this act for the support of the Department of Parks and Recreation shall be expended as authorized by this item and as set forth in the Memorandum of Understanding as adopted by the Legislature as a part of the annual budget process, and as reflected in the Supplemental Report of the 1997 Budget Act.
3. ~~Notwithstanding any other provision of law, the Department of Parks and Recreation is hereby granted the authority, for which it may expend funds appropriated by this item, to do either of the following: (a) exercise the same authority granted to the Division of the State Architect and the Office of Real Estate and Design Ser-~~

Item Amount

~~vices in the Department of General Services to acquire, plan, design, construct, and administer contracts and professional services, and (b) permit the Prison Industry Authority (PIA) to participate as a competitive bidder rather than as the sole source with regard to contracts and services.~~

~~4. Notwithstanding any other provision of law, the Director of the Department of Parks and Recreation, or his or her designee, in lieu of the Director of Finance, is authorized to carry out the provisions of subdivisions (b), (c), and (d) of Section 31.00 of this act.~~

~~5. Notwithstanding subdivision (a) of Section 948 and Section 965 of the Government Code, the Director of the Department of Parks and Recreation or his or her designee, in lieu of the Director of Finance, is authorized to certify funds for the payment of all legal settlements, State Board of Control claims, judgments, and tort claims, for which the department has sufficient expenditure authority and funds without the need for an augmentation.~~

~~6. Notwithstanding Section 11032 of the Government Code, the Director of the Department of Parks and Recreation, or his or her designee, may authorize its officers and employees to travel outside the state or country without approval by any other agency, and the funds appropriated by this item may be used for this purpose.~~

~~7. Notwithstanding Sections 8647, 11005, and 11005.1 of the Government Code, the Department of Parks and Recreation may accept gifts and donations of personal and real property without approval by the Director of Finance. The Department of Parks and Recreation shall bear any costs associated with the acceptance of those gifts and donations, and the funds appropriated by this item may be used for this purpose. The Department of Parks and Recreation shall not certify the fair market value of any gift or donation of real property without performing its own appraisal. Upon receipt of any gift or donation of real property, the Department of Parks and Recreation shall certify to the Department of Finance in writing that:~~

Item Amount

~~(a) The gift or donated property will have minimal impact on the operation and maintenance costs and the Department of Parks and Recreation will absorb the costs within its existing budget.~~

~~(b) The gift or donated property is adjacent to an existing park.~~

~~(c) The gift or donated property promotes park purposes.~~

~~(d) The gift or donated property has no evidence or history of environmental hazards or contamination.~~

~~(e) There are no lawsuits pending concerning the property, and clear title is a condition of the acceptance of the gift or donation.~~

~~(f) The gift or donated property has an estimated fair market value of less than five hundred thousand dollars ($500,000).~~

~~(g) There are no provisions that will restrict the Department of Parks and Recreation from divesting title to the gift or donated property.~~

~~(h) There are no structures on the property, or any structures on the property will be razed.~~

~~If one or more of the criteria listed in this provision are not met, the department shall obtain approval from the Department of Finance to accept the gift or donation of real property.~~

~~Any gifts and donations that will require future budget change proposals shall be submitted to the Department of Finance for approval.~~

~~8. Notwithstanding Section 12439 of the Government Code, the Department of Parks and Recreation is exempt from the provisions that abolish, effective July 1, any positions that were vacant continuously during the period between October 1 and June 30 of the preceding year.~~

~~9. Notwithstanding any other provision of law, the Director of the Department of Parks and Recreation, or his or her designee, in lieu of the Director of Finance, is authorized to approve Budget Revision, Standard Form 26.~~

Item Amount

~~10. Notwithstanding Section 16304.1 of the Government Code, the Director of the Department of Parks and Recreation, or his or her designee, in lieu of the Director of Finance, is authorized to carry out this section as it relates to the reversion of undisturbed balances and the payment of unpaid encumbrances.~~

~~11. Notwithstanding any other provision of law, the Director of Parks and Recreation or his or her designee, in lieu of the Director of Finance, is authorized to approve Department of General Services' Form 22's, Form 220's and the Return of Funds Document, provided the department has the following approved project forms for the related phase (Capital Outlay) or activity—DF14D or DPR18 (Capital Outlay) or DPR11 (Support).~~

~~12. Notwithstanding any other provision of law, the Director of Parks and Recreation may prepay vendors for non-Capital Outlay expenditures when it is cost-beneficial to the department. In the event the department incurs any losses due to the prepayment of vendors, the department shall report such losses to the Joint Legislative Budget Committee, to the appropriate fiscal committees of the Legislature and to the Department of Finance.~~

3790-001-0449—For support of Department of Parks and Recreation, for payment to Item 3790-001-0392, payable from the Winter Recreation Fund.. 150,000

3790-001-0516—For support of Department of Parks and Recreation, for payment to Item 3790-001-0392, payable from the Harbors and Watercraft Revolving Fund 615,000

3790-001-0722—For support of Department of Parks and Recreation, for payment to Item 3790-001-0392, payable from the Parklands Fund of 1984.... 2,417,000

3790-001-0858—For support of Department of Parks and Recreation, for payment to Item 3790-001-0392, payable from the Recreational Trails Fund.. 150,000

3790-001-0890—For support of Department of Parks and Recreation, for payment to Item 3790-001-0392, payable from the Federal Trust Fund..... 2,745,000

3790-011-0062—For support of Department of Parks and Recreation, for transfer by the State Controller to the State Parks and Recreation Fund, as prescribed by subdivision (a) of Section 2107.7 of the

Item			Amount
Streets and Highways Code, for expenditure by the department 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)
3790-012-0061—For transfer by the State Controller from the Motor Vehicle Fuel Account, Transportation Tax Fund, to the State Parks and Recreation Fund.....			(11,649,000)
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.			
3790-101-0001—For local assistance, Department of Parks and Recreation, payable from the General Fund, to be available for expenditure during the 1997–98, 1998–99, and 1999–2000 fiscal years.....			*4,470,000*
Schedule:			
(1) 80.25-Local Grants.....	*4,470,000*		
(a) 80.25.026-East Bay Regional Park: Rehabilitate Marin Avenue Bridge.....		*100,000*	
(b) 80.25.027-San Bernardino: Nunez Park Improvements.....		*150,000*	
(c) 80.25.028-City of San Diego: Critical Hours Program.....		*250,000*	
(d) 80.25.029-City of Lakeport: Senior Center		*150,000*	
(e) 80.25.030-City of San Diego: Cadman Community Park Tot Lot		*105,000*	

Item	Amount
(f) 80.25.031-City of San Diego: Gershwin Neighborhood Park Tot Lot.....	*125,000*
(g) 80.25.032-Mission Hills Cultural Enrichment Council.	*150,000*
(h) 80.25.033-City of San Diego: Park de la Cruz/38th Street Canyon Park.....	*250,000*
(i) 80.25.034-City of West Hollywood: William S. Hart House Renovation	*125,000*
(j) 80.25.035-City of Calabasas: Agoura Hills/Calabasas Community Center.....	*500,000*
(k) 80.25.036-Linden Unified School District: Renovation of Linden Community Swimming Pool....	*25,000*
(l) 80.25.037-Pittsburg Historical Society: Purchase New Museum Building	*75,000*
(m) 80.25.038-City of Monterey: Property Acquisition Related to Windows on the Bay..	*350,000*
(n) 80.25.039-City of Glendale: Develop a Mini-park	*300,000*
(o) 80.25.040-City of San Jose: Vietnamese Cultural Heritage Garden.....	*250,000*

Item	Amount
(p) 80.25.041-City of San Diego: Coastal Crest Trail within San Pasqual Subarea.....	*150,000*
(q) 80.25.042-City of Lake Elsinore: Lake Elsinore Improvements	*150,000*
(r) 80.25.043-City of Coachella: Boys and Girls Club Lease	*50,000*
(s) 80.25.044-City of Pomona: Ralph Welch Park Renovations.	*50,000*
(t) 80.25.045-City of Pomona: Develop Recreation Area on the former General Dynamics site.....	*50,000*
(u) 80.25.046-City of Chino: Improvements to the Youth Museum.....	*50,000*
(v) 80.25.047-City of Buenaventura: Repair Ventura Pier.....	*150,000*
(w) 80.25.048-Batiquitos Lagoon Wetland Restoration..	*50,000*
(x) 80.25.049-City of Garden Grove: Faylane Park Playground Equipment Replacement.....	*40,000*
(y) 80.25.050-City of Garden Grove: Hare School Park Playground Equipment.....	*50,000*

Item		Amount
(z) 80.25.051-City of Placentia: Replace Pedestrian Bridge at Vasqueros Park	*10,000*	
(aa) 85.25.052-City of Huntington Beach: Restore Restrooms at Huntington Beach	*150,000*	
(bb) 80.25.053-City of Pomona: Construction of a Restroom/Storage Project at Harrison Park	*100,000*	
(cc) 80.25.054-City of Anaheim: Construction of a Community Center.....	*150,000*	
(dd) 80.25.055-City of Concord: Concord Trail Project.....	*100,000*	
(ee) 80.25.056-City of La Canada: Cherry Canyon Acquisition	*250,000*	
(ff) 80.25.057-City of Sylmar: Wilson Canyon Facilities Expansion.....	*15,000*	
3790-101-0235—For local assistance, Department of Parks and Recreation, payable from the Public Resources Account, Cigarette and Tobacco Products Surtax Fund, to be available for expenditure during the 1997–98, 1998–99, and 1999–2000 fiscal years		*625,000*
Schedule:		
(1) 80.25.019-City of San Diego: Regional Teen Center.....	*250,000*	
(2) 80.25.020-West County: Teen Center	*100,000*	
(3) 80.25.021-City of San Diego: Mission Bay Regional Park-Crown Point Playground.....	*25,000*	
(4) 80.25.022-City of El Monte: Teen Center	*250,000*	

Item		Amount
3790-101-0262—For local assistance, Department of Parks and Recreation, payable from the Habitat Conservation Fund, to be available for expenditure during the 1997–98, 1998–99 and 1999–2000 fiscal years		~~2,000,000~~ *3,000,000*
Schedule:		
(1) 80.25-Local Grants-Habitat Conservation Fund Program	2,000,000	
(2) 80.25.013-City of San Francisco: Esprit Park Acquisition.....	*500,000*	
(3) 80.25.023-City of Sacramento: Sacramento River Parkway	*500,000*	
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.		
2. The funds appropriated ~~by~~ *in Schedule (1) of* this item shall be used for purposes consistent with the requirements of the Habitat Conservation Fund, and the Unallocated Account, Cigarette and Tobacco Products Surtax Fund.		
3790-101-0263—For grants to cities, counties, or special districts, as specified in Division 5 (commencing with Section 5001) of the Public Resources Code, Department of Parks and Recreation, payable from the Off-Highway Vehicle Trust Fund, to be available for expenditure during the 1997–98, 1998–99 and 1999–2000 fiscal years		15,613,000
Schedule:		
(1) 80.12-Off-Highway Motor Vehicle Recreation Fund-Grants.....	15,613,000	
3790-101-0414—For local assistance, Department of Parks and Recreation, payable from the Delta Recreation Subaccount of the 1996 Safe, Clean, Reliable Water Supply Fund, to be available for expenditure during the 1997–98, 1998–99, and the 1999–2000 fiscal years		*2,000,000*
Schedule:		
(1) 80.25-Local Grants.....	*2,000,000*	
Provisions:		
1. The funds appropriated by this item shall be available for expenditure for local assistance or capital outlay.		

Item		Amount
3790-101-0786—For local assistance, Department of Parks and Recreation, payable from the California Wildlife, Coastal, and Park Land Fund of 1988…		*550,000*
Schedule:		
(1) 80.25.060-Fresno Parks……	*350,000*	
(2) 80.25.061-City of Hayward: Meek Estate Restoration ……	*200,000*	
3790-101-0858—For local assistance, Department of Parks and Recreation, payable from the Recreational Trails Fund, to be available for expenditure during the 1997–98, 1998–99 and 1999–2000 fiscal years ……		3,575,000
Schedule:		
(1) 80.12-Off-Highway Motor Vehicle Recreation-Grants……	1,072,500	
(2) 80.25-Local Grants ……	2,502,500	
Provisions:		
1. The funds appropriated in Schedules (1) and (2) shall be available for expenditure for local assistance or capital outlay.		
3790-101-0890—For local assistance, Department of Parks and Recreation, payable from the Federal Trust Fund, to be available for expenditure during the 1997–98, 1998–99 and 1999–2000 fiscal years ….		2,375,000
Schedule:		
(1) 80.25-Local Grants ……	2,000,000	
(2) 80.30-Historic Preservation Grants	375,000	
3790-301-0001—For capital outlay, Department of Parks and Recreation ……		~~6,804,000~~ *7,004,000*
Schedule:		
(1) 90.H6.605-Cuyamaca Rancho SP: Rehabilitation of Paso Picacho Campground—Preliminary plans and working drawings……	177,000	
(2) 90.I6.605-San Elijo SB: Public Use Facilities—Working drawings and construction ……	3,517,000	
(3) 90.RS.205-Statewide: State Park System—Minor Projects ……	2,178,000	
(4) 90.RS.220-Statewide: Disasters Program—Minor Projects……	687,000	
(5) 90.RS.810-Capital Outlay Projects.	10,000,000	
(6) Reimbursements—Capital Outlay Projects ……	–10,000,000	

Item		Amount
(7) 90.3F.605-Benbow Lake SRA: Benbow Dam Repair—Preliminary plans and working drawings	86,000	
(8) 90.8J.600-Columbia SHP: Knapp Block Rehabilitation—Study and preliminary plans	159,000	
(18.1) 90.CO.205-Wilder State Park—Minor Capital Outlay Project	*200,000*	
Provisions:		
1. Notwithstanding any other provision of law, the Department of Parks and Recreation may borrow funds from the State Parks and Recreation Fund in order to provide advance cash for fully authorized reimbursement-funded projects. The loan shall be requested in writing by the Department of Parks and Recreation to the ~~State~~ Controller's Office as needed for cash flow and will not be subject to any interest.		
3790-301-0140—For capital outlay, Department of Parks and Recreation, payable from the California Environmental License Plate Fund		685,000
Schedule:		
(1) 90.HA.500-Anza Borrego Desert SP: Resource Inventory, Phase VI—Study	335,000	
(2) 90.90.110-Bodie SHP: Stabilize & Repair Building, Phase III—Construction.....	350,000	
3790-301-0235—For capital outlay, Department of Parks and Recreation, payable from the Public Resources Account, Cigarette and Tobacco Products Surtax Fund.....		400,000
Schedule:		
(1) 90.CO.400-Wilder Ranch SP: Gray Whale Ranch—Acquisition	400,000	
3790-301-0262—For capital outlay, Department of Parks and Recreation, payable from the Habitat Conservation Fund		~~2,500,000~~ *2,850,000*
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	
(3) 90.6L.400—Tomales Bay State Park: Scenic Lands, Millerton Point—Acquisition	*350,000*	

Item		Amount
Provisions:		
1. The funds appropriated in Schedule (1) of this item shall be expended for state park acquisitions located in the Klamath-Siskiyou, Sierra Foothills and Low Coastal Mountain, Southwest Mountain and Valley, and Sierra Nevada Landscape Provinces.		
2. The funds appropriated by this item shall be used for purposes consistent with the Unallocated Account, Cigarette and Tobacco Products Surtax Fund and the Habitat Conservation Fund.		
3790-301-0263—For capital outlay, Department of Parks and Recreation, payable from the Off-Highway Vehicle Trust Fund		6,772,000
Schedule:		
(1) 90.C7.400-Ocotillo Wells SVRA: Eastern Acquisition—Acquisition	3,400,000	
(2) 90.RS.206-Statewide:—OHV Minors-Minor Projects.....	572,000	
(3) 90.RS.403-Statewide: Opportunity Purchase—Acquisition.....	200,000	
(4) 90.RS.404-Statewide: Prebudget Appraisals—Planning.....	50,000	
(5) 90.RS.605-Statewide: Budget Package/Schematic Planning—Planning.....	50,000	
(6) 90.7K.400-Carnegie SVRA: Tesla Acquisition—Acquisition	2,500,000	
Provisions:		
1. 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 1998–99 or 1999–2000 fiscal year.		
2. Funds appropriated in Schedule (4) shall be used to develop cost information for new acquisition projects for which funds have not been appropriated previously, but which are anticipated to be included in the Governor's Budget for the 1998–99 or 1999–2000 fiscal year. In addition, these funds also may be used for other acquisition-related administrative costs.		

Item		Amount
3790-301-0545—For capital outlay, Department of Parks and Recreation, payable from the River Parkway Subaccount, 1996 Safe, Clean, Reliable Water Supply Fund		4,000,000
Schedule:		
(1) 90.RS.811-River Parkway Program	4,000,000	
3790-301-0786—For capital outlay, Department of Parks and Recreation, payable from the California Wildlife, Coastal, and Park Land Fund of 1988.....		729,000
Schedule:		
(1) 90.RS.260-Statewide: Recreational Trails—Minor Projects.....	250,000	
(2) 90.RS.230-Statewide: Stewardship Program—Minor Projects.....	479,000	
Provisions:		
1. Funds appropriated in Schedule (2) of this item shall be available for expenditure until June 30, 2000.		
3790-301-0890—For capital outlay, Department of Parks and Recreation, payable from the Federal Trust Fund		600,000
Schedule:		
(1) 90.RS.801-Federal Trust Matching Program: Acquisition and construction.....	600,000	

3790-401—For the 1997–98 fiscal year, the balance as of July 1, 1997, 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, Statutes of 1987 which are authorized for expenditure within Items 3790-001-0263, 3790-101-0263, and 3790-301-0263. The State Controller shall make the transfers quarterly or at such intervals as determined necessary to meet the cash-flow needs of the Off-Highway Vehicle Trust Fund.

~~3790-404—Notwithstanding any other provision of law, Provisions 5, 7, 9 and 10 in Item 3790-001-0392 shall also apply to the Department of Parks and Recreation local assistance appropriations and programs.~~

Item Amount

~~3790-405—Notwithstanding any other provision of law, Provisions 3, 5, 7, 9 and 11 in Item 3790-001-0392 shall also apply to the Department of Parks and Recreation capital outlay appropriatons and programs.~~

3790-490—Reappropriation, Department of Parks and Recreation. 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:

0001—General Fund

(1) Item 3790-301-164(1), Budget Act of 1993, as transferred to the General Fund (Item 3790-801-001) per Section 16346 of the Government Code, and reappropriated by Item 3790-490, Budget Acts of 1994, 1995 and 1996. 90.RS.130 Statewide: Dispatch Centers Program—Preliminary plans, working drawings, construction, and equipment, provided that the funds may be used for NORCOM Dispatch Center as reflected in the revised estimate of February 28, 1995.

(2) Item 3790-301-0001(4), Budget Act of 1996. 90.RS.205 Statewide: State Park System—Minor Projects.

(3) Item 3790-301-0001(5), Budget Act of 1996. 90.RS.220 Statewide: Disasters Program—Minor Projects.

0140—Environmental License Plate Fund

(1) Item 3790-301-0140(1), Budget Act of 1996. 90.HA.500 Anza Borrego Desert SP: Resource Inventory, Phase V—Study.

0235—Public Resources Account, Cigarette and Tobacco Products Surtax Fund

(1) Item 3790-301-235(1), Budget Act of 1992, as reappropriated by Item 3790-490, Budget Acts of 1993, 1994, 1995, and 1996. 90.41.207 Navarro River Project: Improvements—Minor Project, provided funds may be used to acquire essential improvements or inholdings to the Navarro property in order that the property may best and most appropriately be operated for state park purposes.

(2) Item 3790-301-235(2), Budget Act of 1992, as reappropriated by Item 3790-490, Budget Acts of 1993, 1994, 1995, and 1996. Reimbursements

Item Amount

for Navarro River Project, provided funds may be used to acquire essential improvements or inholdings to the Navarro property in order that the property may best and most appropriately be operated for state park purposes.

0263—Off-Highway Vehicle Trust Fund

(1) Item 3790-301-263(1), Budget Act of 1991, as reappropriated by Item 3790-490, Budget Act of 1994. 90.EH.110 Hungry Valley SVRA: Initial Development—Construction.

(2) Item 3790-301-263(4), Budget Act of 1993, as reappropriated by Item 3790-490, Budget Act of 1996. 90.RS.403 Statewide OHV: Opportunity Purchases—Acquisition

(3) Item 3790-301-263(3), Budget Act of 1994. 90.RS.403 Statewide: Opportunity Purchases —Acquisition

(4) Item 3790-301-263(8), Budget Act of 1995, as reappropriated by Item 3790-490, Budget Act of 1996. 90.RS.606 San Diego, OHV Area: Site Planning

0392—State Parks and Recreation Fund

(1) Item 3790-301-392(2), Budget Act of 1987, as reappropriated by Item 3790-490, Budget Acts of 1990, 1993 and 1996. 90.AC.400 Old Sacramento SHP: Engineering Building Site—Acquisition, provided funds may only be expended for land interests associated with an economically viable proposal for the Museum of Railroad Technology as approved by the Department of Finance.

(2) Chapter 1371, Statutes of 1990, as reappropriated by Item 3790-490, Budget Acts of 1993 and 1996. 90.E9.400 La Purisima Mission SHP

(3) Item 3790-301-392(1), Budget Act of 1995, as reappropriated by Item 3790-490, Budget Act of 1996. 90.GI.110 Crystal Cove SP: Historic District Rehabilitation—Study, preliminary plans, working drawings

(4) Item 3790-301-392(2), Budget Act of 1995, as reappropriated by Item 3790-490, Budget Act of 1996. 90.RS.810 Capital Outlay Projects

(5) Item 3790-301-392(3), Budget Act of 1995, as reappropriated by Item 3790-490, Budget Act of 1996. Reimbursements—Capital Outlay Projects

Item Amount

0516—Harbors and Watercraft Revolving Fund

(1) Item 3790-301-516(1), Budget Act of 1994, as reappropriated by Item 3790-490, Budget Acts of 1995 and 1996. 90.RS.130 Statewide: Dispatch Centers Program—Preliminary plans, working drawings, construction, and equipment, provided that the funds may be used for the NORCOM Dispatch Center and the SURCOM Dispatch Center as reflected in the revised estimate of February 28, 1995.

0722—Parklands Fund of 1984

(1) Item 3790-301-722(6), Budget Act of 1987, as reappropriated by Item 3790-490, Budget Acts of 1990, 1993 and 1996. 90.BA.400 Big Basin Redwoods SP, Butano SP, Castle Rock SP, Sempervirens—Acquisition; provided that the funds may be used on a matching basis with nonstate funding sources for the acquisition of parcels at Big Basin Redwoods SP, Butano SP and/or Castle Rock SP.

0786—California Wildlife, Coastal and Park Land Conservation Fund of 1988

(1) Item 3790-301-786(1), Budget Act of 1994, as reappropriated by Item 3790-490, Budget Acts of 1995 and 1996. 90.EU.110 Bolsa Chica SB: Camping Facilities—Construction

(1x) Item 3790-301-786(2), Budget Act of 1993, as reappropriated by Item 3790-490, Budget Acts of 1994, 1995, and 1996. 90.EA.110 Carpinteria State Beach: Recreational Trails—Construction

(2) Item 3790-301-786(5), Budget Act of 1994, as reappropriated by Item 3790-490, Budget Acts of 1995 and 1996. 90.C1.110 Santa Cruz Mission SHP: Public Use Facilities—Construction

(3) Item 3790-301-786(7), Budget Act of 1994, as reappropriated by Item 3790-490, Budget Acts of 1995 and 1996. 90.RS.615 Statewide: CEQA Filing Fees—Planning

(4) Item 3790-301-786(1), Budget Act of 1995, as reappropriated by Item 3790-490, Budget Act of 1996. 90.RS.260 Statewide: Recreational Trails—Minor Projects

(5) Item 3790-301-786(2), Budget Act of 1995, as reappropriated by Item 3790-490, Budget Act of 1996. 90.RS.240 Statewide: Sno-Park Program—Minor Projects

Item Amount

(6) Item 3790-301-786(4), Budget Act of 1995, as reappropriated by Item 3790-490, Budget Act of 1996. 90.RS.405 Statewide: Relocation

(7) Item 3790-301-0786(2), Budget Act of 1996. 90.RS.260 Statewide: Recreational Trails-Minor Projects

(8) Item 3790-301-0786(5), Budget Act of 1996. 90.RS.608 Statewide: Budget Packages/Schematic Planning and Topographic Surveys

0890—Federal Trust Fund

(1) Item 3790-301-890(1), Budget Act of 1994. 90.RS.408 Fedral Trust Matching Program: Proposed Additions—Acquisition.

3810-001-0140—For support of the Santa Monica Mountains Conservancy, for payment to Item 3810-011-0941, payable from the California Environmental License Plate Fund..... 96,000

3810-011-0941—For support of Santa Monica Mountains Conservancy, payable from the Santa Monica Mountains Conservancy Fund 446,000

Schedule:

(a) 10-Santa Monica Mountains Conservancy..... 582,000

(b) Reimbursements..... –40,000

(d) Amount payable from the California Environmental License Plate Fund (Item 3810-001-0140)..... –96,000

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 identi-

Item | Amount

fied 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.

3810-301-0545—For capital outlay, Santa Monica Mountains Conservancy, payable from the River Parkway Subaccount, 1996 Safe, Clean, Reliable Water Supply Fund 5,000,000

Schedule:

(1) 50.10.001-River Parkway Program, Los Angeles River and Tributaries 5,000,000

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 through the 1999–2000 fiscal year.

3820-001-0001—For support of San Francisco Bay Conservation and Development Commission..... ~~1,632,000~~ *1,732,000*

Schedule:

(a) 10-Bay Conservation and Development ..... ~~2,547,000~~ *2,647,000*

(b) For transfer to the Long Term Management Strategy Completion Fund (0273)..... 26,000

(c) Reimbursements ..... –574,000

(d) Amount payable from the Long Term Management Strategy Completion Fund (Item 3820-001-0273) ..... –176,000

Item		Amount
(e) Amount payable from the Federal Trust Fund (Item 3820-001-0890)	–106,000	
(f) Amount payable from the Bay Fill Clean-up and Abatement Fund (Item 3820-001-0914).....	–85,000	
3820-001-0273—For support of San Francisco Bay Conservation and Development Commission, for payment to Item 3820-001-0001, payable from the Long Term Management Strategy Completion Fund.....		176,000
3820-001-0890—For support of San Francisco Bay Conservation and Development Commission, for payment to Item 3820-001-0001, payable from the Federal Trust Fund		106,000
3820-001-0914—For support of San Francisco Bay Conservation and Development Commission, for payment to Item 3820-001-0001, payable from the Bay Fill Clean-up and Abatement Fund.....		85,000
3830-001-0140—For support of the San Joaquin River Conservancy, payable from the California Environmental License Plate Fund		~~164,000~~ *179,000*
Schedule:		
(a) 10-San Joaquin River Conservancy	~~174,000~~ *234,000*	
(b) Reimbursements.....	~~–10,000~~ *–55,000*	
3830-301-0104—For capital outlay, San Joaquin River Conservancy, payable from the San Joaquin River Conservancy Fund.....		0
Schedule:		
(1) 20—Capital Outlay Acquisition and Enhancement Projects	5,000,000	
(2) Reimbursements.....	–5,000,000	

Provisions:

1. Acquisitions and enhancements pursuant to this item shall not be undertaken if they would require increased state funds for management purposes.
2. Notwithstanding any other provision of law, the funds appropriated by this item are available for encumbrance for either capital outlay or local assistance through the 1999–2000 fiscal year.
3. Notwithstanding any other provision of law, upon approval and order of the Director of Finance, loans may be made to the San Joaquin River Conservancy Fund from the California

Item Amount

Environmental License Plate Fund to meet cash-flow needs due to delays in collecting reimbursements. Any loan authorized by the Department of Finance pursuant to this provision shall only be made if the Conservancy has a valid contract or certification which demonstrates that sufficient funds 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 the end of the fiscal year.

3840-001-0140—For support of the Delta Protection Commission, payable from the California Environmental License Plate Fund..... 80,000

3840-001-0176—For support of the Delta Protection Commission, payable from the Delta Flood Protection Fund..... 104,000

3840-001-0516—For support of the Delta Protection Commission, payable from the Harbors and Watercraft Revolving Fund 103,000

3850-001-0140—For support of the Coachella Valley Mountains Conservancy, payable from the California Environmental License Plate Fund 99,000

Schedule:

(a) 10-Coachella Valley Mountains Conservancy 229,000

(b) Reimbursements..... –100,000

(c) Amount payable from the Coachella Valley Mountains Conservancy Fund (Item 3850-001-0296) –30,000

3850-001-0296—For support of the Coachella Valley Mountains Conservancy, for payment to Item 3850-001-0140, payable from the Coachella Valley Mountains Conservancy Fund 30,000

3850-301-0296—For capital outlay, Coachella Valley Mountains Conservancy, payable from the Coachella Valley Mountains Conservancy Fund..... 40,000

Schedule:

(a) 20-Coachella Valley Mountains, Acquisition and Enhancement Projects and Costs..... 540,000

(b) Reimbursements..... –500,000

Provisions:

1. Acquisitions and enhancements pursuant to this item shall not be undertaken if they would require increased state funds for management purposes.

Item		Amount
2. Notwithstanding any other provision of law, the funds appropriated by this item are available for encumbrance for either capital outlay or local assistance through the 1999–2000 fiscal year.		
3. Notwithstanding any other provision of law, upon approval and order of the Director of Finance, loans may be made to the Coachella Valley Mountains Conservancy Fund from the California Environmental License Plate Fund to meet cash-flow needs due to delays in collecting reimbursements. Any loan authorized by the Department of Finance pursuant to this provision shall only be made if the Conservancy has a valid contract or certification which demonstrates that sufficient funds 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 the end of the fiscal year.		
3860-001-0001—For support of Department of Water Resources		~~17,136,000~~ *19,229,000*
Schedule:		
(a) 10-Continuing Formulation of the California Water Plan	~~17,187,000~~ *51,911,000*	
(b) 20-Implementation of the State Water Resources Development System	~~1,550,000~~ *3,300,000*	
(c) 30-Public Safety and Prevention of Damage	~~22,940,000~~ *25,033,000*	
(d) 40-Services	4,861,000	
(e) 50.01-Management and Administration	48,686,000	
(f) 50.02-Distributed Management and Administration	–48,686,000	
(g) Reimbursements	–9,749,000	
(h) Amount payable from the California Environmental License Plate Fund (Item 3860-001-0140)	–201,000	
(i) Amount payable from the California Water Fund (Item 3860-001-0144)	–10,444,000	
(j) Amount payable from the Delta Flood Protection Fund (Item 3860-001-0176)	–1,714,000	

Item Amount

(jj) Amount payable from Central Valley Project Improvement Subaccount (Item 3860-001-0404) ..... *–24,000,000*

(jk) Amount payable from CalFED Subaccount (Item 3860-001-0415) *–1,750,000*

(jl) Amount payable from Feasibility Projects Subaccount (Item 3860-001-0445) ..... *–5,000,000*

(jm) Amount payable from Water Conservation and Groundwater Recharge Subaccount (Item 3860-001-0446) ..... *–224,000*

(k) Amount payable from the Energy Resources Program Account (Item 3860-001-0465) ..... –1,661,000

(kk) Amount payable from Local Projects Subaccount (Item 3860-001-0543) ..... *–500,000*

(kl) Amount payable from Sacramento Valley Water Management and Habitat Protection Subaccount (Item 3860-001-0544) ..... *–5,000,000*

(*l*) Amount payable from the 1984 State Clean Water Bond Fund (Item 3860-001-0740) ..... –41,000

(m) Amount payable from the 1986 Water Conservation and Water Quality Bond Fund (Item 3860-001-0744) ..... –394,000

(n) Amount payable from the 1988 Water Conservation Fund (Item 3860-001-0790)..... –365,000

(o) Amount payable from the Federal Trust Fund (Item 3860-001-0890). –4,483,000

(p) Amount payable from the Renewable Resources Investment Fund (Item 3860-001-0940) ..... –350,000

Provisions:

1. The amounts appropriated in Items 3860-001-0001 to 3860-001-0940, inclusive, shall be transferred to the Water Resources Revolving Fund (691) for direct expenditure in such amounts as the Department of Finance may authorize, including cooperative work with other agencies.
2. Of the funds appropriated in Schedule (g), an amount not less than $850,000 shall be expended

Item	Amount
for purposes consistent with the California Environmental License Plate Fund and Habitat Conservation Fund.	
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.....	201,000
3860-001-0144—For support of Department of Water Resources, for payment to Item 3860-001-0001, payable from the California Water Fund	10,444,000
3860-001-0176—For support of Department of Water Resources, for payment to Item 3860-001-0001, payable from the Delta Flood Protection Fund	1,714,000
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 of the Clean, Safe, Reliable Water Supply Fund.....	*24,000,000*
3860-001-0415—For support of Department of Water Resources, for payment to Item 3860-001-0001, payable from the CALFED Subaccount of the Clean, Safe, Reliable Water Supply Fund.....	*1,750,000*
3860-001-0445—For support of Department of Water Resources, for payment to Item 3860-001-0001, payable from the Feasibility Projects Subaccount of the Safe, Clean, Reliable Water Supply Fund	*5,000,000*
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 of the Safe, Clean, Reliable Water Supply Fund	*224,000*
3860-001-0465—For support of Department of Water Resources, for payment to Item 3860-001-0001, payable from the Energy Resources Program Account	1,661,000
3860-001-0543—For support of Department of Water Resources, for payment to Item 3860-001-0001, payable from the Local Projects Subaccount of the Clean, Safe, Reliable Water Supply Fund	*500,000*
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 of the Clean, Safe, Reliable Water Supply Fund	*5,000,000*
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	41,000

Item	Amount
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.....	394,000
3860-001-0790—For support of the Department of Water Resources, for payment to Item 3860-001-0001, payable from the 1988 Water Conservation Bond Fund.....	365,000
3860-001-0890—For support of Department of Water Resources, for payment to Item 3860-001-0001, payable from the Federal Trust Fund.....	4,483,000
3860-001-0940—For support of Department of Water Resources, for payment to Item 3860-001-0001, payable from the Renewable Resources Investment Fund.....	350,000
3860-005-0144—For support of Department of Water Resources, payable from the California Water Fund, for transfer to the Delta Flood Protection Fund.....	(13,200,000)
3860-011-0144—For support of Department of Water Resources, payable from the California Water Fund, for transfer to the Environmental Water Fund.....	(3,600,000)
Provisions:	
1. Notwithstanding subdivision (b) of Section 12929.12 of the Water Code, funds transferred by this item shall be made available for purposes consistent with the Environmental Water Program.	
3860-101-0001—For local assistance, Department of Water Resources.....	*5,150,000*
Schedule:	
(a) 30.10-Beardsley Wash Flood Control Project, Ventura County..... 150,000	
(b) 30.20-Flood Control Subventions . 5,000,000	
3860-101-0176—For local assistance, Department of Water Resources, payable from the Delta Flood Protection Fund	13,649,000
Schedule:	
(a) 30.20-Flood Control Subventions.. 14,449,000	
(b) Reimbursements..... –800,000	
Provisions:	
1. The amount appropriated in Schedule (b) shall be expended for purposes consistent with the Delta Flood Protection Fund and the Habitat Conservation Fund.	

Item	Amount
3860-101-0244—For local assistance, Department of Water Resources, Program 10.20, New Sources of Water, payable from the Environmental Water Fund	9,000,000
Schedule:	
(a) City of Los Angeles—Reclaimed Waste Water Distribution Project 9,000,000	
Provisions:	
1. Consistent with subdivision (b) of Section 12929.12 of the Water Code, the Department of Water Resources may allocate the funds appropriated by this item to the City of Los Angeles for the Reclaimed Water Distribution Project for replacement of Mono Lake water as scheduled in this item.	
3860-101-0409—For local assistance, Department of Water Resources, payable from the Delta Levee Rehabilitation Subaccount of the Clean, Safe, Reliable Water Supply Fund	*6,000,000*
3860-101-0446—For local assistance, Department of Water Resources, payable from the Water Conservation and Groundwater Recharge Subaccount of the Clean, Safe, Reliable Water Supply Fund	*7,276,000*
3860-101-0516—For local assistance, Department of Water Resources, payable from the Harbors and Watercraft Fund	3,000,000
3860-101-0543—For local assistance, Department of Water Resources, payable from the Local Projects Subaccount of the Clean, Safe, Reliable Water Supply Fund	*16,170,000*
3860-101-0544—For local assistance, Department of Water Resources, payable from the Sacramento Valley Water Management and Habitat Protection Subaccount of the Clean, Safe, Reliable Water Supply Fund	*10,670,000*
3860-101-0545—For local assistance, Department of Water Resources, payable from the River Parkway Subaccount, Safe, Clean, Reliable Water Supply Fund	700,000
3860-101-0547—For local assistance, Department of Water Resources, payable from the Flood Control and Prevention Account of the Clean, Safe, Reliable Water Supply Fund	*18,000,000*
3860-101-0740—For local assistance, Department of Water Resources, Program 10.29—Conservation Loans, payable from the 1984 State Clean Water Bond Fund	20,000

Item	Amount
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	10,000,000
3860-101-0790—For local assistance, Department of Water Resources, Program 10.29—Conservation Loans, payable from the Water Conservation Bond Fund of 1988	5,000,000
3860-111-0193—For transfer by the Controller from the Waste Discharge Permit Fund to the Environmental Water Fund	(3,000,000)
Provisions:	
1. Notwithstanding subdivision (b) of Section 12929.12 of the Water Code, funds transferred by this item shall be made available for purposes consistent with the Environmental Water Program.	
3860-111-0679—For transfer by the Controller from the State Water Pollution Cleanup and Abatement Account to the Environmental Water Fund	(1,500,000)
Provisions:	
1. Notwithstanding subdivision (b) of Section 12929.12 of the Water Code, funds transferred by this item shall be made available for purposes consistent with the Environmental Water Program.	
3860-301-0001—For capital outlay, Department of Water Resources	~~8,750,000~~ *9,013,000*
Schedule:	
(1) 30.95.010-Sacramento Riverbank Protection Project 2,000,000	
(2) 30.95.115-American River Flood Control Project Phase 1: Common Elements 3,200,000	
(3) 30.95.150-West Sacramento Levee Reconstruction 500,000	
(4) 30.95.215-Lower Sacramento Area Levee Reconstruction Project 3,000,000	
(5) 30.95.220-Upper Sacramento Area Levee Reconstruction Project 3,000,000	
(5.1) 30.90.100-Palisades Demonstration Project Modification—Study *163,000*	
(5.2) 30.95.200-Magpie Creek Flood Control Project *100,000*	
(6) Reimbursements-West Sacramento Levee Reconstruction ..... –150,000	

Item	Amount
(7) Reimbursements-American River Flood Control Project Phase 1: Common Elements	–1,000,000
(8) Reimbursements-Lower Sacramento Area Levee Reconstruction Project	–900,000
(9) Reimbursements-Upper Sacramento Area Levee Reconstruction Project	–900,000

Provisions:

~~1. The amounts appropriated in this item involve~~

1. The funds appropriated by this item may be expended for the 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.

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, construction 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

Item Amount

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, ~~30 days~~ *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 of the 1996 Safe, Clean, Reliable Water Supply Fund 600,000

Schedule:

(1) 10.95.015 South Delta Barriers Program 600,000

3860-490—Reappropriation, Department of Water Resources. 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:

0001—General Fund

(1) Item 3860-301-001(4), Budget Act of 1994, 30.95.105—Marysville/Yuba Levee Reconstruction.

3860-495—Reversion, Department of Water Resources. As of June 30, 1997, the unencumbered balance of the appropriation provided in the following citations shall revert to the Habitat Conservation Fund.

0001—General Fund

(1) Item 3860-301-001(1), Budget Act of 1996, 10.95.010—San Joaquin Valley Drainage Relief Program.

(2) Item 3860-301-001(7), Budget Act of 1995, 10.95.010—San Joaquin Valley Drainage Relief Program.

CALIFORNIA ENVIRONMENTAL PROTECTION AGENCY

3900-001-0001—For support of State Air Resources Board, for payment to Item 3900-001-0044 20,045,000

Item		Amount
3900-001-0044—For support of State Air Resources Board, payable from the Motor Vehicle Account, State Transportation Fund.....		~~66,818,000~~ *47,623,000*
Schedule:		
(a) 15-Mobile Source	67,733,000	
(b) 25-Stationary Source	~~34,256,000~~ *38,106,000*	
(c) 30.01-Program Direction and Support.....	9,503,000	
(d) 30.02-Distributed Program Direction and Support.....	–9,503,000	
(e) Reimbursements.....	–4,925,000	
(ex) Amount payable from the General Fund (Item 3900-001-0001)...	*–20,045,000*	
(f) Amount payable from the Air Pollution Control Fund (Item 3900-001-0115).....	~~–7,336,000~~ *–10,336,000*	
(g) Amount payable from the Vehicle Inspection and Repair Fund (Item 3900-001-0421).....	–8,946,000	
(h) Amount payable from the Air Toxics Inventory and Assessment Account, General Fund (Item 3900-001-0434)	–2,257,000	
(i) Amount payable from the High Polluter Repair or Removal Account, Vehicle Inspection and Repair Fund (Item 3900-001-0859) ..	–1,688,000	
(j) Amount payable from the Federal Trust Fund (Item 3900-001-0890)	–10,019,000	
Provisions:		
1. Of the funds appropriated by Schedule (b), $400,000 shall be used for Particulate Matter 2.5 monitoring equipment, $400,000 shall be used to monitor air pollution at selected schools and day care centers in nonattainment air districts to evaluate children's exposure to air pollutants, and $50,000 shall be used for comparison of the three methylbromide sampling technologies to determine the conditions under which each technology is most effective.		
3900-001-0115—For support of State Air Resources Board, for payment to Item 3900-001-0044, payable from the Air Pollution Control Fund.....		~~7,336,000~~ *10,336,000*

Item	Amount
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	8,946,000
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, General Fund	2,257,000
3900-001-0859—For support of State Air Resources Board, for payment to Item 3900-001-0044, payable from the High Polluter Repair or Removal Account, Vehicle Inspection and Repair Fund	1,688,000
3900-001-0890—For support of State Air Resources Board, for payment to Item 3900-001-0044, payable from the Federal Trust Fund	10,019,000
3900-101-0115—For local assistance, State Air Resources Board, for local assistance to counties in the operation of local air pollution control districts, payable from Air Pollution Control Fund..... Schedule: (a) 35-Subvention 7,511,000	*7,511,000*
~~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..... Schedule: (a) 35-Subvention ..... 7,511,000~~	~~7,511,000~~
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 ..... Provisions: 1. Notwithstanding subdivision (c) 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 1997–98 fiscal year.	3,456,000
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 ..... Provisions: 1. The amount appropriated in this item includes revenues derived from the assessment of fines and penalties imposed as specified in Chapter 654 of the Statutes of 1995.	8,447,000

Item		Amount
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.....		728,000
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.....		300,000
3910-001-0387—For support of California Integrated Waste Management Board, payable from the Integrated Waste Management Account, Integrated Waste Management Fund.....		28,374,000
Schedule:		
(a) 10-Planning and Enforcement	17,290,000	
(b) 15-Disposal Site Cleanup and Maintenance	300,000	
(c) 20-Waste Reduction and Resource Recovery.....	31,831,000	
(d) 25-Tire Recycling	8,447,000	
(e) ~~30~~*30.01*-Administration.....	8,133,000	
(f) ~~Distributed~~ *30.02-Distributed* Administration.....	–8,133,000	
(g) Reimbursements.....	–480,000	
(h) Amount payable from California Used Oil Recycling Fund (Item 3910-001-0100)	–3,456,000	
(i) Amount payable from California Used Oil Recycling Fund (paragraph (4) of subdivision (a) of Section 48653 of the Public Resources Code)	–3,000,000	
(j) Amount payable from California Used Oil Recycling Fund (paragraph (1) of subdivision (a) of Section 48653 of the Public Resources Code)	–4,000,000	
(k) Amount payable from California Tire Recycling Management Fund (Item 3910-001-0226).....	–8,447,000	
(*l*) Amount payable from Recycling Market Development Revolving Loan Account (Item 3910-001-0281).....	–728,000	
(m) Amount payable from Recycling Market Development Revolving Loan Account (Section 42010 of the Public Resources Code).....	–8,574,000	

Item Amount

(n) Amount payable from Solid Waste Disposal Site Cleanup Trust Fund (Item 3910-001-0386) ..... –300,000

(o) Amount payable from Federal Trust Fund (Item 3910-001-0890) ..... –509,000

Provisions:

1. Notwithstanding Section 42010 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 by this item.
2. The amount appropriated in this item includes revenues derived from the assessment of fines and penalties imposed as specified in Chapter 654 of the Statutes of 1995.
3. Notwithstanding any other provision of law, any reductions reflected in the appropriation in this item due to insufficient revenues generated by the fee established pursuant to Section 48000 of the Public Resources Code may vary from the distribution set forth in Section 48004(c) of the Public Resources Code.
4. *The California Integrated Waste Management Board, in the allocation of funds appropriated by this item, shall give higher priority for permitting, enforcement, site closure, and remediation. If the board makes mid-year reductions in the amount of funds to be allocated, reductions shall be made in programs other than programs for permitting, enforcement, site closure, and remediation.*

3910-001-0890—For support of California Integrated Waste Management Board, for payment to Item 3910-001-0387, payable from the Federal Trust Fund..... 509,000

3910-003-0387—For transfer by the State Controller to the Recycling Market Development Revolving Loan Account as a loan pursuant to subdivision (e) of Section 42010 of the Public Resources Code, payable from the Integrated Waste Management Account ..... (5,000,000)

Item		Amount
3910-004-0387—For transfer by the State Controller to the Solid Waste Disposal Site Cleanup Trust Fund pursuant to paragraph (1) of subdivision (b) of Section 48027 of the Public Resources Code, payable from the Integrated Waste Management Account		(2,200,000)
3910-101-0226—For local assistance, California Integrated Waste Management Board, payable from the California Tire Recycling Management Fund.		500,000
Provisions:		
1. The amount appropriated in this item includes revenues derived from the assessment of fines and penalties imposed as specified in Chapter 654, Statutes of 1995.		
3910-101-0387—For local assistance, California Integrated Waste Management Board, payable from the Integrated Waste Management Account, Integrated Waste Management Fund		3,000,000
3930-001-0001—For support of Department of Pesticide Regulation		~~8,433,000~~ *7,549,000*
Schedule:		
(a) 12-Registration and Health Evaluation.....	~~12,336,000~~ *15,336,000*	
(b) 17-Enforcement, Environmental Monitoring and Data Management	~~23,424,000~~ *24,474,000*	
(c) 20.10-Executive and Administrative Services.....	4,588,000	
(d) 20.20-Distributed Executive and Administrative Services.....	–4,588,000	
(e) Reimbursements.....	–564,000	
(f) Amount payable from the Department of Pesticide Regulation Fund (Item 3930-001-0106).....	~~–21,700,000~~ *–26,709,000*	
(g) Amount payable from the California Environmental License Plate Fund (Item 3930-001-0140).....	~~–564,000~~ *–489,000*	
(h) Amount payable from the Food Safety Account (Item 3930-001-0224).....	–2,007,000	
(i) Amount payable from the Federal Trust Fund (Item 3930-001-0890)	–2,492,000	

Item Amount

Provisions:

1. Notwithstanding any other provision of law, $500,000 appropriated by this item shall be used to compile data statewide on all enforcement actions taken, which shall include: (1) Compliance Actions-Letters of Warning, Notices of Violation, Cease and Desist Orders, and Compliance Interviews; (2) Administrative Actions-Restricted Material Permits, Private Applicator Certificates, County Registrations, and Civil Penalties; and (3) Judicial Actions-Notices to Appear, Cases Sent to District Attorney, Civil Complaint Filed, and Criminal Complaints Filed. These enforcement actions shall be compiled for every aircraft pilot, agricultural pest control advisor, pesticide dealer, and private applicator, as defined in Sections to 11701 to 11896, inclusive, and 14090, of the Food and Agricultural Code, for purposes of ensuring that the department reviews all violations statewide before renewing, issuing, or canceling a license. The department shall submit a preliminary report to the chairpersons of the fiscal committees of both houses of the Legislature on or before January 15, 1998, on the status of the statewide database, and a final report on or before May 1, 1998.

2. Of the funds appropriated by this item, $150,000 shall be used for pesticide use reporting.

3. Of the funds appropriated by this item, $500,000 shall be used to complete risk assessments on active ingredients listed in the high priority category in the department's Prioritization Status of Active Ingredients for Risk Characterization Report, Number 35 (January 17, 1997). The apportionment described by this provision may not be used to complete risk characterizations for atrazine, benomyl, chlorothalonil, cyanazine, DEF (AB-1807), DEF (occupational), deltamethrin, MITC (AB 1807), MITC (occupational), methyl parathion, naled, paraquat, propetamphos, or thiabendazole. Prior to expending this appropriation, and no later than August 1, 1997, the department shall submit to the chairs of the fiscal committees of each house of the Legislature an expenditure plan for completing risk assessments.

Item | Amount

4. Of the funds appropriated by this item, $200,000 shall be subvened to county agriculture commissioners for the purpose of reducing or eliminating the charge to the public for pesticide use reports.

5. Of the funds appropriated by this item, $1,500,000 shall be used for alternative pesticide research and shall be in addition to the $1,000,000 detailed in the department's Budget Change Proposal Number 3. The department may contract with the University of California to perform this research.

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..... ~~21,700,000~~ *26,709,000*

Provisions:

1. The amount appropriated in this item includes revenues derived from the assessment of fines and penalties imposed as specified in ~~Chapter 654 of the Statutes of 1995.~~ *Section 13332.18 of the Government Code.*

2. Notwithstanding any other provision of law, the funds appropriated by this item shall be available for expenditure for all departmental activities.

3. Of the funds appropriated by this item, $500,000 shall be used to complete risk assessments on active ingredients listed in the high priority category in the department's Prioritization Status of Active Ingredients for Risk Characterization Report, Number 35 (January 17, 1997). The expenditure specified by this provision may not be used to complete risk characterizations on atrazine benomyl, chlorothalonil, cyanazine, DEF (AB 1807), DEF (occupational), deltamethrin, MITC (AB 1807), MITC (occupational), methyl parathion, naled, paraquat, propetamphos, or thiabendazole. Prior to expending funds pursuant to this provision, and no later than August 1, 1997, the department shall submit to the chairpersons of the fiscal committees in each house of the Legislature an expenditure plan for completing risk assessments.

Item		Amount
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		~~564,000~~ *489,000*
3930-001-0224—For support of Department of Pesticide Regulation, for payment to Item 3930-001-0001, payable from the Food Safety Account		2,007,000
Provisions:		
1. The amount appropriated in this item includes revenues derived from the assessment of fines and penalties imposed as specified in Chapter 654, Statutes of 1995.		
3930-001-0890—For support of Department of Pesticide Regulation, for payment to Item 3930-001-0001, payable from the Federal Trust Fund		2,492,000
3930-101-0001—For local assistance, Department of Pesticide Regulation		~~2,449,000~~ *624,000*
Schedule:		
(a) 17-Enforcement, Environmental Monitoring and Data Management	~~11,349,000~~ *11,549,000*	
(b) Amount payable from the Department of Pesticide Regulation Fund (Item 3930-101-0106)	~~–816,000~~ *–2,841,000*	
(c) Amount payable from the Department of Pesticide Regulation Fund (Section 12844 of the Food and Agricultural Code)	–8,084,000	
Provisions:		
1. Of the funds appropriated by this item, $200,000 shall be subvened to county agriculture commissioners for the purpose of reducing or eliminating the charge to the public for pesticide use reports.		
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		~~816,000~~ *2,841,000*
Provisions:		
1. The amount appropriated in this item includes revenues derived from the assessment of fines		

Item		Amount
and penalties imposed as specified in Chapter 654 *of the* Statutes of 1995.		
2. Notwithstanding any other provision of law, funds appropriated by this item are available for expenditure by the Department of Pesticide Regulation for all of its authorized activities.		
3940-001-0001—For support of State Water Resources Control Board.....		~~36,664,000~~ *28,364,000*
Schedule:		
(a) 10-Water Quality.....	~~338,681,000~~ *331,723,000*	
(b) 20-Water Rights.....	8,767,000	
(c) 30.01-Administration	13,338,000	
(d) 30.02-Distributed Administration.....	–13,338,000	
(e) Reimbursements.....	–7,375,000	
(f) Amount payable from the Leaking Underground Storage Tank Cost Recovery Fund (Item 3940-001-0025).....	–8,100,000	
(g) Amount payable from the Unified Program Account (Item 3940-001-0028).....	–462,000	
(h) Amount payable from the Waste Discharge Permit Fund (Item 3940-001-0193)	–12,129,000	
(i) Amount payable from the Environmental Protection Trust Fund (Item 3940-001-0225).....	–2,112,000	
(j) Amount payable from the Public Resources Account, Cigarette and Tobacco Products Surtax Fund (Item 3940-001-0235).....	–726,000	
(k) Amount payable from the Bay Protection and Toxic Cleanup Fund (Item 3940-001-0282).....	–2,458,000	
(*l*) Amount payable from the Integrated Waste Management Account, Integrated Waste Management Fund (Item 3940-001-0387).	–4,626,000	
(ll) Amount payable from the State Revolving Fund Loan Account (Item 3940-001-0417).....	*–443,000*	
(lm) Amount payable from the Small Communities Grant Account (Item 3940-001-0418).....	*–435,000*	

Item	Amount
(ln) Amount payable from the Water Recycling Account (Item 3940-001-0419)	*–140,000*
(lo) Amount payable from the Drainage Management Account (Item 3940-001-0422)	*–66,000*
(lp) Amount payable from the Delta Tributary Watershed Account (Item 3940-001-0423)	*–224,000*
(lq) Amount payable from the Seawater Intrusion Control Account (Item 3940-001-0424)	*–34,000*
(m) Amount payable from the Underground Storage Tank Tester Account (Item 3940-001-0436)	–51,000
(n) Amount payable from the Underground Storage Tank Cleanup Fund (Item 3940-001-0439)	–243,991,000
(o) Amount payable from the Underground Storage Tank Fund (Item 3940-001-0475)	–434,000
(p) Amount payable from the 1984 State Clean Water Bond Fund (Item 3940-001-0740)	–1,591,000
(q) Amount payable from the 1986 Water Conservation and Water Quality Bond Fund (Item 3940-001-0744)	–311,000
(r) Amount payable from the 1988 Clean Water and Water Reclamation Fund (Item 3940-001-0764)	–148,000
(s) Amount payable from the Federal Trust Fund (Item 3940-001-0890)	–25,315,000
(t) Amount payable from the Renewable Resources Investment Fund (Item 3940-001-0940)	–350,000
(u) Amount payable from the Special Deposit Fund (Item 3940-001-0942)	–605,000

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 re-

Item	Amount
paid with interest at the rate earned in the Pooled Money Investment Account.	
2. Of the funds appropriated in subdivision (a), $150,000 shall be used for research grants to: (a) determine environmental contaminant levels in selected marine organisms, and in other components of the coastal ecosystem, (b) determine the source of environmental contaminants affecting selected marine organisms, (c) analyze tissues of selected marine organisms for evidence of stress or disease, and (d) evaluate the impact of human nearshore recreation on the distribution and behavior of marine birds and mammals.	
3. Of the funds appropriated in subdivision (a), $350,000 shall be used to inventory existing water quality efforts and develop uniform standards for water quality.	
3940-001-0025—For support of State Water Resources Control Board, for payment to Item 3940-001-0001, payable from the Leaking Underground Storage Tank Cost Recovery Fund.....	8,100,000
3940-001-0028—For support of State Water Resources Control Board, for payment to Item 3940-001-0001, payable from the Unified Program Account.....	462,000
Provisions:	
1. It is intended that the total funding provided by this item and Item 3940-001-0475 be maintained in 1997–98 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.	
Any funding adjustments to this item or to Item 3940-001-0475 which 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..	12,129,000

Item	Amount
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.....	2,112,000
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.....	726,000
3940-001-0282—For support of State Water Resources Control Board, for payment to Item 3940-001-0001, payable from the Bay Protection and Toxic Cleanup Fund.....	2,458,000
Provisions:	
1. Subject to Provision 2, all funds appropriated by this item shall be allocated to the regional water quality boards.	
2. Of the funds appropriated by this item, $450,000 shall be made available for the Bay Estuary Plan after a 30-day notice and review by the Joint Legislative Budget Committee of a report by the State Water Board that details overlap and duplication of current monitoring and water quality planning activities. The report shall also include a plan and timetable for meeting the current statutory requirements for toxic cleanup of bay estuaries.	
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	4,626,000
Provisions:	
1. Notwithstanding any other provision of law, any reductions reflected in the appropriation in this item due to insufficient revenues generated by the fee established pursuant to Section 48000 of the Public Resources Code may vary from the distribution set forth in Section 48004(c) of the Public Resources Code.	
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, Clean, Safe, Reliable Water Supply Fund	*443,000*
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, Clean, Safe, Reliable Water Supply Fund	*435,000*

Item	Amount
3940-001-0419—For support of State Water Resources Control Board, for payment to Item 3940-001-0001, payable from the Water Recycling Subaccount, Clean, Safe, Reliable Water Supply Fund	*140,000*
3940-001-0422—For support of State Water Resources Control Board, for payment to Item 3940-001-0001, payable from the Drainage Management Subaccount, Clean, Safe, Reliable Water Supply Fund .	*66,000*
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, Clean, Safe, Reliable Water Supply Fund	*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, Safe, Clean, Reliable Water Supply Fund	*34,000*
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	51,000
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.....	243,991,000
Provisions:	
1. The amount appropriated in this item includes revenues derived from the assessment of fines and penalties imposed as specified in Chapter 654 of the Statutes of 1995.	
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.....	434,000
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 1997–98 fiscal year. This surcharge shall be transmitted to the State Water Resources Control Board and deposited in the Underground Storage Tank Fund.	

Item	Amount
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	1,591,000
3940-001-0744—For support of State Water Resources Control Board, for payment to Item 3940-001-0001, payable from the 1986 Water Conservation and Water Quality Bond Fund	311,000
3940-001-0764—For support of State Water Resources Control Board, for payment to Item 3940-001-0001, payable from the 1988 Clean Water and Water Reclamation Fund	148,000
3940-001-0890—For support of State Water Resources Control Board, for payment to Item 3940-001-0001, payable from the Federal Trust Fund	25,315,000
3940-001-0940—For support of State Water Resources Control Board, for payment to Item 3940-001-0001, payable from the Renewable Resources Investment Fund	350,000
3940-001-0942—For support of State Water Resources Control Board, for payment to Item 3940-001-0001, payable from the Special Deposit Fund	605,000
3940-011-0740—For transfer by the State Controller from the 1984 State Clean Water Bond Fund to the State Water Pollution Control Revolving Fund	1,214,000
3940-101-0001—For local assistance, State Water Resources Control Board	*3,399,000*

Provisions:

1. *Of the funds appropriated by this item, $395,000 shall be used for testing storm drain discharges during wet weather season. The tests shall be associated with storm drains in San Francisco, San Diego, Santa Monica and Humboldt Bays.*
2. *Of the funds appropriated by this item, $2,354,000 shall be used for abating nonpoint source pollution.*
3. *Of the funds appropriated by this item, $500,000 shall be used for monitoring and notifying the public regarding public beach water quality.*
4. *Of the funds appropriated by this item, $150,000 shall be used for a Seawater Intrusion Control Project within the Salinas Groundwater Basin to provide funding for all of the following:*
   (a) Ambient monitoring of seawater intrusion water quality characteristics.
   (b) Collecting water quality data.

Item	Amount
(c) Conducting special investigations regarding wellhead protection and seawater intrusion.	
3940-101-0417—For local assistance, State Water Resources Control Board, payable from the State Revolving Fund Loan Subaccount, Safe, Clean, Reliable Water Supply Fund	*15,000,000*
3940-101-0418—For local assistance, State Water Resources Control Board, payable from the Small Communities Grant Subaccount, Safe, Clean, Reliable Water Supply Fund	*6,000,000*
3940-101-0419—For local assistance, State Water Resources Control Board, payable from the Water Recycling Subaccount, Safe, Clean, Reliable Water Supply Fund	*15,000,000*
3940-101-0422—For local assistance, State Water Resources Control Board, payable from Drainage Management Subaccount, Safe, Clean, Reliable Water Supply Fund	*6,000,000*
3940-101-0423—For local assistance, State Water Resources Control Board, payable from the Delta Tributary Watershed Subaccount, Safe, Clean, Reliable Water Supply Fund	*9,000,000*
3940-101-0424—For local assistance, State Water Resources Control Board, payable from the Seawater Intrusion Control Subaccount, Safe, Clean, Reliable Water Supply Fund	*3,000,000*
3940-101-0744—For local assistance, State Water Resources Control Board, payable from the 1986 Water Conservation and Water Quality Bond Fund	13,000,000
3940-495—Reversion, State Water Resources Control Board. As of June 30, 1997, notwithstanding any other provision of law, the unencumbered balance of funds provided in the following citation shall revert to the fund balance of the fund from which the appropriation was made.	
387-Integrated Waste Management Account	
(1) Chapter 1218, Statutes of 1992—$405,152 for reviewing solid waste assessment test reports.	
3960-001-0001—For support of Department of Toxic Substances Control, for payment to Item 3960-001-0014	~~17,416,000~~ *18,613,000*
Provisions:	
1. The Director of the Department of Toxic Substances Control may expend $11,072,000 from this item for the following activities at the	

Item | Amount

Stringfellow Federal Superfund site: (1) operation and maintenance of pretreatment plants to treat contaminated groundwater extracted from the site, (2) site maintenance and groundwater monitoring, and (3) implementation of work to stabilize the site.

2. The Director of the Department of Toxic Substances Control may expend $5,955,000 from this item to fund: (1) The mandatory state match for final remedial actions and long-term operation and maintenance at federal National Priority List (NPL) ''orphan'' sites, and (2) the investigation, cleanup and long-term operation and maintenance at state-only ''orphan'' sites.

3. Of the funds appropriated by this item, $1,000,000 shall be expended for the Railroad Accident Prevention and Immediate Deployment (RAPID) program. In the event legislation becomes operative during the 1997–98 fiscal year that levies a fee for support of the RAPID program, the Director of Finance shall direct the Controller to transfer all revenues derived from the levy of this new fee to the General Fund, in an amount not to exceed $1,000,000.

3960-001-0013—For support of Department of Toxic Substances Control, for payment to Item 3960-001-0014, payable from the Federal Receipts Account, Hazardous Waste Control Account..... 2,060,000

Provisions:

1. Upon request by the Department of Toxic Substances Control, and approval of the Department of Finance, the Controller shall augment this item in an amount not to exceed the proceeds of federal hazardous waste control fees deposited in the Federal Receipts Account in the 1997–98 fiscal year, pursuant to Article 7, Section 25174.8 of Chapter 6.5 of Division 20 of the Health and Safety Code.

3960-001-0014—For support of Department of Toxic Substances Control, payable from the Hazardous Waste Control Account..... ~~51,147,000~~ *44,950,000*

Schedule:

(a) 12-Site Mitigation..... ~~84,203,000~~ *87,343,000*

(b) 13-Hazardous Waste Management ~~36,576,000~~ *30,576,000*

Item	Amount
(c) 15-Statewide Support	4,547,000
(d) 18-Science, Engineering and Technology	9,703,000
(e) 19.01-Administration	22,826,000
(f) 19.02-Distributed Administration	–22,826,000
(g) Reimbursements	–10,856,000
(h) Amount payable from General Fund (Item 3960-001-0001)	~~–17,416,000~~ *–18,613,000*
(i) Amount payable from Federal Receipts Account, HWCA (Item 3960-001-0013)	–2,060,000
(j) Amount payable from Unified Program Account (Item 3960-001-0028)	–1,228,000
(k) Amount payable from *Hazardous Spill Prevention Account,* Railroad Accident Prevention and Response Fund (Item 3960-001-0059)	–535,000
(*l*) Amount payable from Illegal Drug Lab Cleanup Account (Item 3960-001-0065)	~~–5,819,000~~ *–7,959,000*
(m) Amount payable from California Used Oil Recycling Fund (Item 3960-001-0100)	–222,000
(n) Amount payable from Federal Trust Fund (Item 3960-001-0890)	–27,694,000
(o) Amount payable from General Fund (Item 3960-001-0001, Budget Act of 1996)	–18,052,000

Provisions:

1. Of the funds appropriated by this item, $477,000 shall be used for the purposes of emergency response activity pursuant to Section 25354 of the Health and Safety Code, in lieu of any appropriation made pursuant to that section.
2. The Director of Finance is authorized to make a loan, not to exceed $12,000,000, from the General Fund to the Hazardous Waste Control Account to meet cash needs. The loan is subject to the repayment provisions of Section 16351 of the Government Code and the interest provisions of Section 16314 of the Government Code.
3. Upon request by the Department of Toxic Substances Control, and approval of the Depart-

Item Amount

ment of Finance, the Controller shall augment this item in an amount not to exceed the proceeds of fines and penalties deposited in the Hazardous Waste Control Account in the 1997–98 fiscal year, pursuant to Article 8 (commencing with Section ~~25180,~~ *25180)* of Chapter 6.5 of Division 20 of the Health and Safety Code, exclusive of 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. The expenditure of any augmentation pursuant to this provision shall be limited to the purpose of cleaning up hazardous substance sites that are not part of the Expedited Site Remediation Pilot Program.

4. The amount appropriated in this item includes revenues derived from the assessment of fines and penalties imposed as specified in Chapter 654 *; of the* Statutes of 1995.

5. The fines and penalties deposited in the Hazardous Waste Control Account in the 1997–98 fiscal year pursuant to Article 8 (commencing with Section 25180) of Chapter 6.5 of Division 20 of the Health and Safety Code, exclusive of 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, shall be expended by the Department of Toxic Substances Control for hazardous substance release site projects, including National Priority List sites, state orphan sites, and orphan share sites selected for the Expedited Site Remediation Pilot Program. The department shall assign priority to these projects on the basis of economic benefit and relative threat to the public health and the environment.

6. The Department of Toxic Substances Control may not charge a fee to review a United States Department of Defense hazardous waste management project under the California Environmental Quality Act if the United States Department of Defense has provided to the department an environmental impact analysis adopted in compliance with the National Environmental Policy Act and in compliance with Sections

Item	Amount
1503.1 to 1503.4, inclusive, and Section 1506.2, of Title 40 of the Code of Federal Regulations. This provision does not preclude the Department of Toxic Substances Control from contracting with an entity within the United States Department of Defense to provide assistance in the preparation of environmental documents.	
3960-001-0028—For support of Department of Toxic Substances Control, for payment to Item 3960-001-0014, payable from the Unified Program Account	1,228,000
3960-001-0059—For support of Department of Toxic Substances Control, for payment to Item 3960-001-0014, payable from the Hazardous Spill Prevention Account, Railroad Accident Prevention and Response Fund	535,000
3960-001-0065—For support of Department of Toxic Substances Control, for payment to Item 3960-001-0014, payable from the Illegal Drug Lab Cleanup Account	~~5,819,000~~ *7,959,000*
3960-001-0100—For support of Department of Toxic Substances Control, for payment to Item 3960-001-0014, payable from the California Used Oil Recycling Fund	222,000
3960-001-0456—For support of Department of Toxic Substances Control, payable from the Expedited Site Remediation Trust Fund	1,260,000
Provisions:	
1. Upon request by the Department of Toxic Substances Control, and approval of the Department of Finance, the Controller shall augment this item in an amount which, when combined with the appropriation in this item, shall not exceed the amount transferred to the Expedited Site Remediation Trust Fund pursuant to Item 3960-011-0014.	
2. The amount appropriated in this item includes revenues derived from the assessment of fines and penalties imposed as specified in Chapter 654 of the Statutes of 1995.	
3960-001-0890—For support of Department of Toxic Substances Control, for payment to Item 3960-001-0014, payable from the Federal Trust Fund.....	27,694,000
3960-011-0001—For transfer by the State Controller to the Illegal Drug Lab Cleanup Account.....	~~5,819,000~~ *7,959,000*

Item	Amount
3960-011-0014—For transfer by the State Controller from the Hazardous Waste Control Account to the Expedited Site Remediation Trust Fund	(1,260,000)

Provisions:

1. Notwithstanding any other provision of law, upon request by the Department of Toxic Substances Control, and approval of the Department of Finance, the Controller shall transfer funds from the Hazardous Waste 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 Hazardous Waste Control Account in the 1997–98 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. The Department of Toxic Substances Control shall assign priority to hazardous substance release site projects as described in Provision 5 of Item 3960-001-0014, and shall not cause to be transferred an ~~amount, which~~ *amount that*, when added to the funds available as of July 1, 1997, is in excess of the potential liability of the ~~state~~ *State* for cleanup costs associated with orphan share sites selected for the Expedited Site Remediation Pilot Program as of March 31, 1998.
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 funds which may be transferred.
3. The amount appropriated in this item includes revenues derived from the assessment of fines and penalties imposed as specified in Chapter 654 ~~,~~ *of the* Statutes of 1995.

3960-011-0058-For transfer by the State Controller from the Rail Accident Prevention and Response Fund to the Hazardous Spill Prevention Account, Rail Accident Prevention and Response Fund.....	(164,000)

Item | Amount

3960-490—Reappropriation, Department of Toxic Substances Control. Notwithstanding any other provision of law, ~~any unencumbered balance in the Expedited Site Remediation Trust Fund as of June 30, 1997, is~~ *the unencumbered balances in the following citations are* hereby reappropriated for the purposes of Chapter 6.85 (commencing with Section 25396) of Division 20 of the Health and Safety Code ~~:~~ *, and shall be available for encumbrance and expenditure until June 30, 1998:*

0456—Expedited Site Remediation Trust Fund

(1) Item 3960-001-0456, Budget ~~Act of 1995~~ ..... ~~3,100,000~~

Acts of 1995 and 1996

3960-491—Reappropriation, Department of Toxic Substances Control. Notwithstanding any other provision of law, up to $18,052,000 of the appropriation provided in Item 3960-001-0001 of the Budget Act of 1996, is hereby reappropriated for the payment of the State of California's responsible party liability for the Casmalia hazardous waste site cleanup.

Provisions:

1. The Director of the Department of Toxic Substances Control may expend $18,052,000 from this item for payment of the State of California's responsible party liability for the Casmalia site cleanup and for providing technical review and oversight related to this cleanup.

3960-495—Reversion, Department of Toxic Substances Control. Notwithstanding any other provision of law, as of June 30, 1997, 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) Chapter 1428, Statutes of 1985—$2,613,999 for remedial and emergency actions at the Stringfellow Acid Pits.~~

(1) Paragraph (3) of subdivision (a) of Section 3 of Chapter 1428 of the Statutes of 1985—Special Stringfellow Reserve Account.

3980-001-0001—For support of Office of Environmental Health Hazard Assessment ..... ~~4,952,000~~ *5,004,000*

Schedule:

(a) 10-Health Risk Assessment..... ~~12,191,000~~ *12,122,000*

Item		Amount
(b) Reimbursements.....	–6,326,000	
(c) Amount payable from the California Environmental License Plate Fund (Item 3980-001-0140).....	~~–913,000~~ *–792,000*	
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		~~913,000~~ *792,000*
3985-001-0001—To the Secretary for Environmental Protection, Special Environmental Programs, Program 10-Permit Assistance Centers.....		664,000

Provisions:

1. The funds appropriated by this item may be transferred to the Secretary for Environmental Protection for administration of the Permit Assistance Centers.

HEALTH AND WELFARE

4100-001-0890—For support of the State Council on Developmental Disabilities, payable from the Federal Trust Fund		6,074,000
Schedule:		
(a) 10-State Council Planning and Operations	1,254,000	
(b) 20-Community Program Development	~~1,826,000~~ *1,426,000*	
(c) 30-Allocation to Area Boards.....	~~2,994,000~~ *3,394,000*	

Provisions:

1. In the event federal funds from the Basic State Grant to the State Council on Developmental Disabilities are available to the council in an amount exceeding the amounts appropriated in this item, the additional funds shall be used only for the following purposes, unless the funds are specifically designated by federal law for other purposes:
   (a) To augment the allocation to the Program Development Fund.
   (b) To fund the costs of salary and benefit increases approved by the Legislature that exceed the Budget Act appropriation.

Item Amount

(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:

(a) 10-Area Board Services ..... ~~2,994,000~~ *6,194,000*

(b) Reimbursements..... ~~–2,994,000~~ *–6,194,000*

Provisions:

1. Of the funds appropriated by this item, $2,800,000 shall be used to conduct life quality assessments of individuals with developmental disabilities served through regional centers who live in out-of-home placements, supported living, or independent living arrangements. It is the intent of the Legislature that these life quality assessments be used to protect the legal, civil, and services rights of persons with developmental disabilities pursuant to Section 4590 of the Welfare and Institutions Code. No assessment under this provision may be conducted without the consent of the consumer and a family member.

4120-001-0001—For support of Emergency Medical Services Authority 1,237,000

Schedule:

(a) 10-Emergency Medical Services Authority 3,027,000

(b) Amount payable from the Emergency Medical Services Training Program Approval Fund (Item 4120-001-0194) ..... –8,000

(c) Amount payable from the Emergency Medical Services Personnel Fund (Item 4120-001-0312)..... –766,000

(d) Amount payable from the Federal Trust Fund (Item 4120-001-0890). –1,016,000

Provisions:

1. The Emergency Medical Services (EMS) 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 EMS system by nonresidents, (b) local agencies shall provide matching funds of at least $1 for each dollar of state funds re-

Item	Amount
ceived, (c) state funding shall be used to provide only essential 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 authority shall use a competitive process to award the funds and shall monitor the use of the funds by recipients to assure that these funds are used in an appropriate manner.	
2. 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 authority. However, the authority may reallocate unclaimed funds among regions.	
3. Notwithstanding Provision 1 (b), each region with a population of 300,000 or less as of June 30, 1997, 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.	
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	8,000
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	766,000
4120-001-0890—For support of Emergency Medical Services Authority, for payment to Item 4120-001-0001, payable from the Federal Trust Fund.....	1,016,000
4120-101-0001—For local assistance, Emergency Medical Services Authority, Program 10, grants to local agencies.....	2,435,000
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.	

Item		Amount
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.		
4120-101-0890—For local assistance, Emergency Medical Services Authority, Program 10, payable from the Federal Trust Fund.....		2,013,000
4130-001-0632—For support of the Health and Welfare Agency Data Center, payable from the Health and Welfare Agency Data Center Revolving Fund.....		~~207,580,000~~ *220,018,000*
Schedule:		
(a) 10-Facilities Operations.....	~~68,532,000~~ *69,141,000*	
(b) 20-Administration	16,603,000	
(c) 30-Systems Management Services .	~~122,445,000~~ *134,274,000*	
Provisions:		
1. Notwithstanding any other provision of law, the Director of Finance may authorize the creation of deficiencies pursuant to Section 11006 of the Government Code, for the purposes of this item, 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. 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. The Health and Welfare Agency Data Center shall provide an annual report to the Legislature on the progress of the Statewide Automated Welfare System (SAWS) as required by Section 10822 of the Welfare and Institutions Code. Between annual reports, the Health and Welfare Agency Data Center shall provide interim re-		

Item Amount

ports as necessary to raise significant and time-critical issues.

4. Notwithstanding any other provision of law, the Health and Welfare 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 with the exception of the Los Angeles Eligibility Automated Determination, Evaluation, and Reporting System (LEADER) and ISAWS, for which the Health and Welfare Agency Data Center shall continue to submit Special Project Reports or the equivalent federal planning document.

5. Notwithstanding any other provision of law, in augmentation of the funds appropriated by this item in Program 30, an additional sum of $4,884,000, or so much thereof as necessary, is hereby appropriated from the Health and Welfare Agency Data Center Revolving Fund to the Health and Welfare Agency Data Center for the continued development and implementation of the Statewide Fingerprint Imaging System (SFIS), subject to the review and approval of the Department of Finance and the Department of Information Technology of a feasibility study report prepared in accordance with the State Administrative Manual, and the award of a contract for implementation of the SFIS. In the event that a contract award is not made prior to July 1, 1997, the funds appropriated by this provision shall be allocated in the amount approved by the Department of Finance based on its review of the feasibility study report. In the event that a feasibility study report is not approved prior to July 1, 1997, the funds appropriated in this provision shall be made available by the Department of Finance in an amount sufficient to ensure completion of a feasibility study report, and in an amount consistent with a subsequent contract award.

6. Of the funds appropriated by this item, the amount of $4,550,000 for the In-Home Supportive Services/Case Management, Information and Payrolling System, may not be encumbered

Item Amount

or expended until the Department of Information Technology reviews and approves this project's special project report prepared in accordance with the State Administrative Manual. The funds shall be allocated in the amount approved by the Department of Finance based upon the approved special project report. The allocation may 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.

7. Of the funds appropriated by this item, the amount of $2,505,000 in Program 30, for system changes, technical consultants and the development of the fingerprint subsystem for the Child Welfare Services/Case Management System (CWS/CMS), may not be encumbered or expended until the Department of Information Technology reviews and approves this project's special project report prepared in accordance with the State Administrative Manual. The funds shall be allocated in the amount approved by the Department of Finance based upon the approved special project report. The allocation may 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.

8. Of the funds appropriated by this item, the amount of $1,909,000 in Program 30, for county preproduction activities and software distribution costs for the Child Welfare Services/Case Management System (CWS/CMS), may not be encumbered or expended until the Department of Information Technology reviews and approves this project's special project report prepared in accordance with the State Administrative Manual. The funds shall be allocated in the amount approved by the Department of Fi-

Item Amount

nance based upon the approved special project report. The allocation may 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.

9. Of the funds appropriated by this item, the amount of $2,910,000 in Program 30, to modify the Statewide Automated Child Support System (SACSS), as needed to accommodate the child support enforcement program changes mandated in federal welfare reform, including the new requirements of the Statewide Registry and State Disbursement Unit, may not be encumbered or expended until the Department of Information Technology reviews and approves the feasibility study reports or equivalent federal planning documents prepared in accordance with the State Administrative Manual. The funds shall be allocated in the amount approved by the Department of Finance based upon the approved feasibility study reports or equivalent federal planning documents. The funds may not be approved sooner than 30 days after notification in writing of the necessity therefor to 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.

10. Of the funds appropriated by this item, the amount of $2,744,000 in Program 30, for costs to make application modifications to the Interim Statewide Automated Welfare System (ISAWS) and for oversight activities for policy issue assessment, may not be encumbered or expended until the Department of Information Technology reviews and approves the SAWS special project reports or equivalent federal planning documents prepared in accordance with the State Administrative Manual. The funds shall be allocated in the amount approved by the Department of Finance based upon the approved special project reports or

Item		Amount
	equivalent federal planning documents. The allocation may 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.	
11.	*In augmentation of the funds appropriated by this item, $41,200,000 is hereby appropriated from the Health and Welfare Agency Data Center Revolving Fund, to the Health and Welfare Agency Data Center (HWDC) for support of the Statewide Automated Child Support System (SACSS) project, subject to the conditions that the HWDC (1) negotiate immediately with the primary SACSS contractor to amend the contract in order to better protect the state's interests and ensure successful completion of the project, and (2) within 30 days of the release of the audit report by the Bureau of State Audits on the SACSS project, the HWDC shall provide, to the chairpersons of the fiscal committees in each house and the Chairperson of the Joint Legislative Budget Committee, its response to the recommendations made by the Bureau of State Audits. The response of the HWDC shall include its plan for implementing those recommendations or taking other actions that will improve (1) the performance of services under the HWDC contract with Lockheed IMS Corporation in order to better protect the state's interest and ensure success of the SACSS project and (2) the HWDC's management of the contract. In the event that the audit report of the Bureau of State Audits is delayed, the Department of Finance may allocate the funds appropriated by this provision in an amount sufficient to allow the HWDC to meet its monthly cash flow requirements for the SACSS project; within 30 days of the allocation of funds on that basis, the Department of Finance shall provide notification thereof to the chairpersons of the fiscal committees in each house of the Legislature.*	

Item		Amount
4140-001-0001—For support of Office of Statewide Health Planning and Development		847,000
Schedule:		
(a) 10-Health Policy and Analysis	3,163,000	
(b) 25-Demonstration Projects.....	10,000	
(c) 30-Health Professions Development	2,592,000	
(d) 42-Facilities Development	18,257,000	
(e) 45-Cal Mortgage Loan Insurance.	3,754,000	
(f) 60-Health Facilities Data	8,342,000	
(g) 80.01-Administration	6,699,000	
(h) 80.02-Distributed Administration.	–6,537,000	
(i) Reimbursements.....	–737,000	
(j) Amount payable from the Hospital Building Fund (Item 4140-001-0121)	–18,257,000	
(k) Amount payable from the California Health Data and Planning Fund (Item 4140-001-0143).....	–11,130,000	
(*l*) Amount payable from the Registered Nurse Education Fund (Item 4140-001-0181)	–636,000	
(m) Amount payable from the Health Facilities Construction Loan Insurance Fund (Section 436.26, Health and Safety Code)	–4,159,000	
(n) Amount payable from the Minority Health Professions Education Fund (Section 69800, Education Code).....	–442,000	
(o) Amount payable from the Federal Trust Fund (Federal Funds)	–72,000	
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		18,257,000
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.....		11,130,000
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		636,000
4140-101-0001—For local assistance, Office of Statewide Health Planning and Development		~~5,535,000~~
		5,235,000

Item		Amount
Schedule:		
(a) 30-Health Professions Development (Family Physician Training).....	~~6,685,000~~ *6,385,000*	
(b) Reimbursements.....	–400,000	
(c) Amount payable from the Federal Trust Fund (Item 4140-101-0890)	–750,000	
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, 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 Chapter 1 (commencing with Section 69270) of Part 42 of Division 5 of Title 3 of the Education Code, shall continue to be available for the 1998–99, 1999–2000, and 2000–2001 fiscal years. The amount appropriated by this item shall be used only for such contracts that commence on or after July 1, 1998.		
~~2. Of the funds appropriated in this item, $300,000 is for the Nurse Practioner and Nurse Midwifery Program.~~		
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		750,000
4170-001-0001—For support of Department of Aging ..		~~3,206,000~~ *3,079,000*
Schedule:		
(a) 10-Nutrition	3,030,000	
(b) 20-Senior Community Employment Service.....	409,000	
(c) 30-Supportive Services and Centers.....	2,371,000	
(d) 40-Special Projects.....	~~3,160,000~~ *3,126,000*	
(e) 50.01-Administration	5,591,000	
(f) 50.02-Distributed Administration ..	–5,591,000	
(g) Reimbursements.....	~~–1,431,000~~ *–1,516,000*	

Item	Amount
(h) Amount payable from the State HICAP Fund (Item 4170-001-0289) ..... ~~–136,000~~ *–144,000*	
(i) Amount payable from the Federal Trust Fund (Item 4170-001-0890) –4,197,000	
Provisions:	
1. The Director of Finance may authorize the transfer of funds between this item and Item 4170-101-0001 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: (a) the amount of the proposed transfer; (b) an identification of the purposes for which the funds will be used; (c) documentation that the proposed activities must be carried out in the current year and that no other funds are available for their support; and (d) the impact of any transfer on the level of services.	
4170-001-0289—For support of ~~California~~ Department of Aging, for payment to Item 4170-001-0001, payable from the State HICAP Fund.....	~~136,000~~ *144,000*
4170-001-0890—For support of Department of Aging, for payment to Item 4170-001-0001, payable from the Federal Trust Fund.....	4,197,000
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.	

Item		Amount
4170-101-0001—For local assistance, Department of Aging		~~29,226,000~~ *31,159,000*
Schedule:		
(a) 10-Nutrition	~~63,503,000~~ *63,559,000*	
(b) 20-Senior Community Employment Service	6,491,000	
(c) 30-Supportive Services and Centers	~~34,167,000~~ *34,667,000*	
(d) 40-Special Projects	~~30,394,000~~ *31,644,000*	
(e) Reimbursements	~~–12,530,000~~ *–12,445,000*	
(f) Amount payable from the State HICAP Fund (Item 4170-101-0289)	~~–896,000~~ *–854,000*	
(g) Amount payable from the Federal Trust Fund (Item 4170-101-0890).	–91,903,000	
Provisions:		
1. Provision 1 of Item 4170-001-0001 ~~is also applicable~~ *also applies* to this item.		
2. 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.		
4170-101-0289—For support of California Department of Aging, for payment to Item 4170-101-0001, payable from the State HICAP Fund		~~896,000~~ *854,000*
4170-101-0890—For local assistance, Department of Aging, for payment to Item 4170-101-0001, payable from the Federal Trust Fund		91,903,000
Provisions:		
1. Provision 1 of Item 4170-001-0890 is also applicable to this item.		
2. Notwithstanding subdivision (c) of Section 28.00 of this act, the Department of Finance upon notification by the 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		

Item Amount

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 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 187,000

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 unencumbered balance of this item as well as the unencumbered balance of prior year appropriations from the California Fund for Senior Citizens may be carried over and expended in any following fiscal year.

4180-002-0886—For support of Commission on Aging, payable from the California Seniors Special Fund 74,000

Provisions:

1. Pursuant to Section 18773 of the Revenue and Taxation Code, the unencumbered balance of this item as well as the unencumbered balance of prior year appropriations from the California Seniors Special Fund may be carried over and expended in any following fiscal year.

4180-002-0890—For support of Commission on Aging, payable from the Federal Trust Fund 283,000

4200-001-0001—For support of the Department of Alcohol and Drug Programs..... 4,290,000

Schedule:

(a) 15-Alcohol and Other Drug Services Program ..... ~~27,172,000~~ *27,002,000*

(b) 30.01-State Administration 8,274,000

(c) 30.02-State Administration—distributed..... –8,274,000

Item		Amount
(d) Reimbursements.....	–3,466,000	
(e) Amount payable from Driving-Under-the-Influence Program Licensing Trust Fund (Item 4200-001-0139).....	–1,677,000	
(f) Amount payable from Narcotic Treatment Program Licensing Trust Fund (Item 4200-001-0243)	–966,000	
(g) Amount payable from Audit Repayment Trust Fund (Item 4200-001-0816).....	–67,000	
(h) Amount payable from the Federal Trust Fund (Item 4200-001-0890)	~~–16,706,000~~ *–16,536,000*	

Provisions:

1. Upon order of the Department of Finance, the Controller shall transfer such funds as are necessary between this item and Item 4200-101-0001.
2. The Director of the Department of Finance may authorize the transfer of the support General Fund appropriation among the Alcohol and Other Drug Services Program ~~,~~ and the Administration Program in response to shifts in workload among the two programs.

4200-001-0139—For support of the Department of Alcohol and Drug Programs, for payment to Item 4200-001-0001, payable from the Driving-Under-the-Influence Program Licensing Trust Fund..... 1,677,000

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 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.

4200-001-0243—For support of the Department of Alcohol and Drug Programs, for payment to Item 4200-001-0001, payable from the Narcotic Treatment Program Licensing Trust Fund 966,000

Item		Amount
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 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.		
4200-001-0816—For support of the 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 the Department of Alcohol and Drug Programs, for payment to Item 4200-001-0001, payable from the Federal Trust Fund.....		~~16,706,000~~ *16,536,000*
Provisions:		
1. Upon order of the Department of Finance, the ~~State~~ Controller shall transfer such funds as are necessary between this item and Item 4200-101-0890.		
4200-101-0001—For local assistance, Department of Alcohol and Drug Programs.....		56,477,000
Schedule:		
(a) 15-Alcohol and Other Drug Services Program	~~298,131,000~~ *318,994,000*	
(b) Reimbursements.....	–47,095,000	
(c) Amount payable from the Federal Trust Fund (Item 4200-101-0890).	~~–194,415,000~~ *–215,278,000*	
(d) Amount payable from Resident-Run Housing Revolving Fund (Item 4200-101-0977).....	–144,000	
Provisions:		
1. Upon order of the Department of Finance, the Controller shall transfer funds as are necessary between this item and Item 4200-001-0001.		
2. Upon approval of the Department of Finance, one or more short-term loans not to exceed a cumulative total of $68,333,000 may be made avail-		

Item Amount

able 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 funds appropriated by 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.

4. Notwithstanding subdivision (a) of Section 2.00 and Section 26.00 of this act, the Department of Finance may authorize a transfer of expenditure authority between Items 4200-101-0001 and 4200-102-0001 such that the funds appropriated by 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 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.

5. 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 services as defined in the Welfare and Institutions Code.

6. Notwithstanding Sections 26.00, 28.00 and 28.50 of this act, the Director of Finance shall authorize the transfer of funds from this item to Item 4200-102-0001 as necessary to maintain the funding level for the perinatal substance abuse treatment program at a minimum level of twenty-five million dollars ($25,000,000).

7. Of the funds appropriated in this item that are carried over from the 1996–97 fiscal year, $18,000,000 shall be allocated as follows during the 1997–98, 1998–99, and 1999–2000 fiscal years:

Item | Amount

(a) $2,000,000 per year shall be allocated to counties on a competitive grant basis for the development and expansion of youth treatment programs.

(b) $2,000,000 per year shall be allocated to counties on a competitive grant basis to develop and expand drug court-related substance abuse treatment.

(c) $2,000,000 per year shall be allocated to counties in accordance with existing allocation methodologies to support welfare-to-work programs to aid recipients who are hard to serve, have alcohol or drug-related employment problems, and are not served by any other perinatal or newborn substance abuse treatment program.

8. Of the funds appropriated by this item, $10,600,000 of the funds carried over from the 1996–97 fiscal year shall be available to increase funding for the welfare-to-work treatment programs described in subdivision (c) of Provision 7.

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..... ~~194,415,000~~ *215,278,000*

Provisions:

1. Upon order of the Department of Finance, the ~~State~~ Controller shall transfer such funds as are necessary between this item and Item 4200-001-0890.
2. The Department of Alcohol and Drug Programs shall require county offices of alcohol and drug programs to give funding priority, within the funds expended on youth prevention programs, to establishing, expanding, or improving programs for the target populations identified by the federal grant requirements.

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 Trust Fund are less than the amount appropriated by this

Item | Amount

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 Trust 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.

4200-102-0001—For local assistance, Department of Alcohol and Drug Programs, for perinatal substance abuse treatment programs..... ~~26,078,000~~ *22,078,000*

Schedule:

(a) 15-Alcohol and Other Drug Services Program..... ~~31,147,000~~ *27,147,000*

(b) Reimbursements..... –5,069,000

Provisions:

1. Upon order of the Department of Finance, the Controller shall transfer funds as are necessary between this item and Item 4200-001-0001 for support costs associated with the perinatal substance abuse treatment programs.
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 4 and 5 of Item 4200-101-0001 also apply to this item.
4. Notwithstanding Sections 26.00, 28.00 and 28.50 of this act, the Director of Finance shall authorize the transfer of funds to this item from Item 4200-101-0001 as necessary to maintain the funding level for the perinatal substance abuse treatment program at a minimum level of twenty-five million dollars ($25,000,000).

Item		Amount
4200-490—Reappropriation, Department of Alcohol and Drug Programs. Notwithstanding any other provision of law, the unencumbered balances of the following appropriations are reappropriated for the purposes provided for in those appropriations. The funds reappropriated by this item shall be available for encumbrance and expenditure until June 30, 1998:		
0001—General Fund		
(a) Item 4200-101-0001, Budget Act of 1996		
(b) Item 4200-102-0001, Budget Act of 1996		
4220-001-0001—For support of Child Development Programs Advisory Committee appointed pursuant to Section 8286 of the Education Code.....		240,000
Schedule:		
(a) 10-Continuing program costs	392,000	
(b) Reimbursements.....	–152,000	
4260-001-0001—For support of Department of Health Services		~~168,016,000~~ *165,811,000*
Schedule:		
(1) 10-Public and Environmental Health.....	~~206,475,000~~ *220,505,000*	
(2) 20-Health Care Services.....	~~376,941,000~~ *376,206,000*	
(3) 30.01-Departmental Administration.....	32,111,000	
(4) 30.02-Departmental Administration Distributed.....	–31,586,000	
(5) Reimbursements.....	~~–17,451,000~~ *–18,266,000*	
(6) Amount payable from the Breast Cancer Research Account (Item 4260-001-0007).....	–1,652,000	
(7) Amount payable from the Breast Cancer Control Account (Item 4260-001-0009).....	–5,939,000	
(8) Amount payable from the Nuclear Planning Assessment Special Account (Item 4260-001-0029).....	–495,000	
(9) Amount payable from the Motor Vehicle Account, State Transportation Fund (Item 4260-001-0044)	–459,000	
(10) Amount payable from the Sale of Tobacco to Minors Control Account (Item 4260-001-0066).....	–2,053,000	

Item	Amount
(11) Amount payable from the Occupational Lead Poisoning Prevention Account, General Fund (Item 4260-001-0070)	–1,802,000
(12) Amount payable from the Medical Waste Management Fund (Item 4260-001-0074)	–1,058,000
(13) Amount payable from the Radiation Control Fund (Item 4260-001-0075)	~~–13,002,000~~ *–12,675,000*
(14) Amount payable from the Tissue Bank License Fund (Item 4260-001-0076)	–99,000
(14.1) Amount payable from the Childhood Lead Poisoning Prevention Fund (Item 4260-001-0080)	*–2,800,000*
(15) Amount payable from the Export Document Program Fund (Item 4260-001-0082)	–418,000
(16) Amount payable from the Clinical Laboratory Improvement Fund (Item 4260-001-0098)	–5,663,000
(17) Amount payable from the Health Statistics Special Fund (Item 4260-001-0099)	–9,754,000
(18) Amount payable from the Wine Safety Fund (Item 4260-001-0116)	–192,000
(19) Amount payable from the Water Device Certification Special Account (Item 4260-001-0129)	–61,000
(20) Amount payable from the Food Safety Fund (Item 4260-001-0177)	–2,234,000
(21) Amount payable from the Environmental Laboratory Improvement Fund (Item 4260-001-0179)	–2,252,000
(22) Amount payable from the Genetic Disease Testing Fund (Item 4260-001-0203)	–60,465,000
(23) Amount payable from the Low-Level Radioactive Waste Disposal Fund (Item 4260-001-0227)	–1,181,000

Item	Amount
(24) Amount payable from the Health Education Account, Cigarette and Tobacco Products Surtax Fund (Item 4260-001-0231).....	~~–28,073,000~~ *–35,764,000*
(25) Amount payable from the Hospital Services Account, Cigarette and Tobacco Products Surtax Fund (Item 4260-001-0232).....	–966,000
(26) Amount payable from the Physician Services Account, Cigarette and Tobacco Products Surtax Fund (Item 4260-001-0233).....	–241,000
(27) Amount payable from the Research Account, Cigarette and Tobacco Products Surtax Fund (Item 4260-001-0234).....	~~–1,697,000~~ *–3,697,000*
(28) Amount payable from the Unallocated Account, Cigarette and Tobacco Products Surtax Fund (Item 4260-001-0236).....	–3,054,000
(29) Amount payable from the Domestic Violence Fund (Item 4260-001-0253).....	~~–450,000~~ *–100,000*
(30) Amount payable from the Infant Botulism Treatment and Prevention Fund (Item 4260-001-0272) .	–678,000
(31) Amount payable from the Safe Drinking Water Account ~~,~~ (Item 4260-001-0306).....	–7,935,000
(32) Amount payable from the Registered Environmental Health Specialist Fund (Item 4260-001-0335).....	–164,000
(33) Amount payable from the Mosquitoborne Disease Surveillance Account (Item 4260-001-0478)....	–26,000
(34) Amount payable from the Emergency Services and Supplemental Payments Fund (Item 4260-001-0693).....	–113,000
(35) Amount payable from the California Alzheimer's and Related Disorders Research Fund (Item 4260-001-0823).....	–236,000

Item	Amount
(36) Amount payable from the Medi-Cal Inpatient Adjustment Fund (Item 4260-001-0834)	–752,000
(37) Amount payable from the Federal Trust Fund (Item 4260-001-0890)	~~–244,827,000~~ *–247,698,000*
(38) Amount payable from the Local Health Capital Expenditure Account, County Health Services Fund (Item 4260-001-0900)	–17,000
(39) Amount payable from the California Breast Cancer Research Fund (Item 4260-001-0945)	–466,000

Provisions:

1. Of the total amount of reimbursements in this item, ~~$2,956,000~~ *$3,771,000* 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 any new project or any increase or decrease in excess of $400,000 for an identified project.
2. 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 1997–98 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.
3. Effective July 1, 1997, 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 $61.46 per bed. Effective July 1, 1997, the annual fee for a skilled nursing facility, intermediate care facility, or intermediate care facility for the developmentally disabled is $145.39 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 8.2 percent, effective July 1, 1997.

Item	Amount
4. Of the funds appropriated by this item and Item 4260-001-0890, $37,000 and $110,000, respectively, are not available for expenditure without prior approval by the Director of Finance, and not sooner than 30 days after notification in writing of the necessity for these expenditures is provided to 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 determine. The funds identified in this provision shall be available exclusively for Medi-Cal field offices located in counties originally scheduled to be transitioned from the existing fee-for-service delivery system to managed care health plans during the 1997–98 fiscal year. To the extent that these transitions do not occur as scheduled, the budgeted savings will not be achieved. It is the intent of this provision to provide sufficient resources, subject to the requirement of legislative notification, to process treatment authorization requests and thereby avoid adverse impact on either providers or beneficiaries.	
5. When entering into contracts with health care service plans that provide comprehensive dental benefits to Medi-Cal beneficiaries on an at-risk basis, the State Department of Health Services may require that the health care service plans pay for the costs of the administrative and regulatory oversight required to monitor the contract compliance terms of the agreement with the department.	
4260-001-0007—For support of Department of Health Services, for payment to Item 4260-001-0001, payable from the Breast Cancer Research Account ...	1,652,000
4260-001-0009—For support of Department of Health Services, for payment to Item 4260-001-0001, payable from the Breast Cancer Control Account	5,939,000
4260-001-0029—For support of Department of Health Services, for payment to Item 4260-001-0001, payable from the Nuclear Planning Assessment Account	495,000
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	459,000

Item	Amount
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	2,053,000
Provisions:	
1. The amount appropriated in this item includes revenues derived from the assessment of fines and penalties imposed as specified in Chapter 654, Statutes of 1995.	
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, General Fund	1,802,000
Provisions:	
1. The amount appropriated in this item includes revenues derived from the assessment of fines and penalties imposed as specified in Chapter 654, Statutes of 1995.	
4260-001-0074—For support of Department of Health Services, for payment to Item 4260-001-0001, payable from the Medical Waste Management Fund.	1,058,000
Provisions:	
1. The amount appropriated in this item includes revenues derived from the assessment of fines and penalties imposed as specified in Chapter 654, Statutes of 1995.	
4260-001-0075—For support of Department of Health Services, for payment to Item 4260-001-0001, payable from the Radiation Control Fund	~~13,002,000~~ *12,675,000*
Provisions:	
1. The amount appropriated in this item includes revenues derived from the assessment of fines and penalties imposed as specified in Chapter 654 ~~,~~ *of the* Statutes of 1995.	
4260-001-0076—For support of Department of Health Services, for payment to Item 4260-001-0001, payable from the Tissue Bank License Fund	99,000
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	*2,800,000*
4260-001-0082—For support of Department of Health Services, for payment to Item 4260-001-0001, payable from the Export Document Program Fund..	418,000

Item	Amount
4260-001-0098—For support of Department of Health Services, for payment to Item 4260-001-0001, payable from the Clinical Laboratory Improvement Fund	5,663,000
Provisions:	
1. The amount appropriated in this item includes revenues derived from the assessment of fines and penalties imposed as specified in Chapter 654, Statutes of 1995.	
2. Notwithstanding any other provision of law, the Department of Health Services shall not impose fees on clinical laboratories that were not subject to state fees prior to January 1, 1996, until exemption from the federal Clinical Laboratory Improvement Amendments (CLIA; P.L. 100–578) of 1988 is granted. Expenditures for the Clinical Laboratory Program shall not exceed amounts collected in clinical laboratory fees plus federal grant funds provided by the Health Care Financing Administration to support this program. Since the date of exemption from CLIA is unknown, the Department of Finance may adjust the amounts provided for this program by this item and from federal funds pursuant to the provisions of Sections 27.00 and 28.00 of this act.	
4260-001-0099—For support of Department of Health Services, for payment to Item 4260-001-0001, payable from the Health Statistics Special Fund	9,754,000
4260-001-0116—For support of Department of Health Services, for payment to Item 4260-001-0001, payable from the Wine Safety Fund	192,000
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	61,000
4260-001-0177—For support of Department of Health Services, for payment to Item 4260-001-0001, payable from the Food Safety Fund	2,234,000
4260-001-0179—For support of Department of Health Services, for payment to Item 4260-001-0001, payable from the Environmental Laboratory Improvement Fund	2,252,000
4260-001-0203—For support of Department of Health Services, for payment to Item 4260-001-0001, payable from the Genetic Disease Testing Fund	60,465,000

Item	Amount
4260-001-0227—For support of Department of Health Services, for payment to Item 4260-001-0001, payable from the Low-Level Radioactive Waste Disposal Fund	1,181,000
Provisions:	
1. Upon the request of the Department of Health Services and the approval of the Director of Finance, a General Fund loan of up to $1,000,000 shall be made to the Low-Level Radioactive Waste Disposal Fund. The loan shall be repaid upon receipt of fees collected from the disposal of low-level radioactive waste by generators once the Ward Valley site becomes operational. Accrued interest shall also be repaid in accordance with Section 16314 of the Government Code.	
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	~~28,073,000~~ *35,764,000*
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	966,000
4260-001-0233—For support of Department of Health Services, for payment to Item 4260-001-0001, payable from the Physician Services Account, Cigarette and Tobacco Products Surtax Fund	241,000
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	~~1,697,000~~ *3,697,000*
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	3,054,000
4260-001-0253—For support of Department of Health Services, for payment to Item 4260-001-0001, payable from the Domestic Violence Fund	~~450,000~~ *100,000*
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	678,000

Item	Amount
4260-001-0306—For support of Department of Health Services, for payment to Item 4260-001-0001, payable from the Safe Drinking Water Account, General Fund	7,935,000
Provisions:	
1. The amount appropriated in this item includes revenues derived from the assessment of fines and penalties imposed as specified in Chapter 654, Statutes of 1995.	
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	164,000
4260-001-0478—For support of Department of Health Services, for payment to Item 4260-001-0001, payable from the Mosquitoborne Disease Surveillance Account	26,000
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	113,000
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 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.	
3. Funds appropriated by this item and augmentations authorized pursuant to Provision 2 may be transferred by executive order approved by the Director of Finance from the Department of Health Services to the California Medical Assistance Commission if revenues to the Emer-	

Item	Amount
gency Services and Supplemental Payments Fund are sufficient to create allocation workload for that commission.	
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.....	236,000
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	752,000
4260-001-0890—For support of Department of Health Services, for payment to Item 4260-001-0001, payable from the Federal Trust Fund.....	~~244,827,000~~ *247,698,000*
Provisions:	
1. The limitations and conditions applicable to Item 4260-001-0001 also apply to this item if appropriate.	
2. Of the funds appropriated by this item, ~~$44,499,000~~ *$46,299,000* shall be available for administration, research, and training projects. Notwithstanding ~~the provisions of~~ Section 28.00 of this act, the ~~Department~~ *State Department* of Health Services shall report under that section any new project or any increase or decrease in excess of $400,000 for an identified project.	
4260-001-0900—For support of Department of Health Services, in lieu of the amounts that otherwise would be appropriated in the Local Health Capital Expenditure Account of the County Health Services Fund pursuant to Chapter 1351, Statutes of 1980, for payment to Item 4260-001-0001, payable from the Local Health Capital Expenditure Account	17,000
4260-001-0945—For support of Department of Health Services, for payment to Item 4260-001-0001, payable from the California Breast Cancer Research Fund.....	466,000
4260-002-0942—For support of Department of Health Services, payable from the Health Facilities Citation Penalties Account, Special Deposit Fund	1,000,000
4260-003-0942—For support of Department of Health Services, payable from the Federal Citation Penalties Account, Special Deposit Fund.....	205,000
4260-007-0890—For support of Department of Health Services, payable from the Federal Trust Fund....	18,795,000

Item		Amount
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.		
4260-101-0001—For local assistance, Department of Health Services, Medical Assistance Program, payable from the Health Care Deposit Fund (912) after transfer from the General Fund		~~6,877,533,000~~ *6,913,493,000*
Schedule:		
(a) 20.10.030-Benefits (Medical Care and Services)	~~15,915,850,000~~ *16,295,601,000*	
(b) 20.10.010-Eligibility (County Administration)	~~879,283,000~~ *875,840,000*	
(c) 20.10.020-Fiscal Intermediary Management	141,230,000	
(d) Prior Fiscal Year Reconciliation ..	0	
(e) Amount payable from the Federal Trust Fund (Item 4260-101-0890)	~~–10,045,560,000~~ *–10,387,345,000*	
(f) Amount payable from Federal Trust Fund (Item 4260-103-0890)	~~–13,270,000~~ *–11,833,000*	
Provisions:		
1. The aggregate principal amount of disproportionate share hospital general obligation debt that may be issued in the 1997–98 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.		

Item Amount

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 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 as to the availability of funds; 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 as to availability of funds by the Department of Finance.

6. The reimbursement rate for any procedure or service shall not be increased to exceed the Medicare rate for a comparable procedure or service, nor shall the reimbursement rate for any procedure or service that is currently above the Medicare rate be increased above its current level.

7. Of the funds appropriated by 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 lan-

Item Amount

guage 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.

8. When a date for public hearing has been established for a change in any program, rule, or regulation, the two fiscal committees and the Joint Legislative Budget Committee shall be notified if the annual General Fund cost of the proposed change is $1,000,000 or more.

9. 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.

10. 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

Item | Amount

services, county administration, and fiscal intermediary services.

11. 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.

12. Upon order of the Director of Finance, the Controller shall transfer such funds as are necessary between this item and Item 4300-101-0001 for the state's share of expenditures for developmental services provided to persons eligible for Medi-Cal.

13. Notwithstanding subdivision (a) of Section 2.00 and Section ~~6.50~~ *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 4260-101-0001.

The Director of Finance shall notify the Legislature within ten 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.

14. The Department of Health Services shall evaluate the current Medi-Cal placement process for patients ready to be discharged from an acute hospital to a freestanding or hospital distinct part nursing facility. This evaluation shall determine the extent to which a public or privately operated ''clearinghouse'' could be used to increase administrative efficiency, reduce hospital administrative days and expedite the appropriate placement of all nursing facility patients. This evaluation shall also examine current obstacles to prompt nursing facility patient placement and identify any policy changes necessary to ensure that nursing facility services are available to all patients in the most cost effective setting. The Department

Item Amount

shall communicate their findings and recommendations on the placement process, clearinghouse concept and related policy changes to the budget committees of both houses by January 10, 1998.

15. It is the intent of the Legislature in the 1998–99 fiscal year to reduce fund transfers to the Health Care Deposit Fund pursuant to paragraph (2) of subdivision (d) of Section 14163 of the Welfare and Institutions Code by $25,000,000 from the amount of $154,757,690 transferred in the 1997–98 fiscal year.

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.

4260-101-0890—For local assistance, Department of Health Services, for payment to Item 4260-101-0001, payable from the Federal Trust Fund ..... ~~10,045,560,000~~ *10,387,345,000*

Provisions:

1. Any of the provisions in Item 4260-101-0001 that are relevant to this item also apply to this item.

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..... ~~65,613,000~~ *34,607,000*

4260-102-0890—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..... ~~68,237,000~~ *35,988,000*

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 ..... ~~13,270,000~~ *11,833,000*

Provisions:

1. Any of the provisions in Item 4260-101-0001 that are relevant to this item also apply to this item.

Item		Amount
4260-111-0001—For local assistance, Department of Health Services		~~307,525,000~~ *319,236,000*
Schedule:		
(a) 10.10.010-Vital Records Improvement Project	300,000	
(b) 10.30.030-Childhood Lead Poisoning Prevention	6,712,000	
(c) 10.30.040-Chronic Diseases	~~69,833,000~~ *99,165,000*	
(d) 10.30.050-Communicable Disease Control	67,505,000	
(e) 10.30.060-AIDS	~~149,114,000~~ *172,689,000*	
(f) 20.30-County Health Services	200,008,000	
(g) 20.40-Primary Care and Family Health	~~1,223,561,000~~ *1,236,309,000*	
(h) Reimbursements-Family Health Services, CCS Enrollment Fees, and GHPP Repayments	–464,000	
(i) Reimbursements-Primary Care and Family Health, WIC Rebates and Recoveries	~~–224,951,000~~ *–225,001,000*	
(j) Reimbursements-Public Health Service AIDS	~~–7,249,000~~ *–7,829,000*	
(k) Reimbursements—Chronic Diseases	~~–342,000~~ *–7,342,000*	
(*l*) Amount payable from the Breast Cancer Control Account (Item 4260-111-0009)	–17,706,000	
(lx) Amount payable from the Childhood Lead Poison Prevention Fund (Item 4260-111-0080)	*–10,312,000*	
(m) Amount payable from the Health Statistics Special Fund (Item 4260-111-0099)	–300,000	
(n) Amount payable from the Health Education Account, Cigarette and Tobacco Products Surtax Fund (Item 4260-111-0231)	~~–44,346,000~~ *–66,328,000*	

Item	Amount
(o) Amount payable from the Hospital Services Account, Cigarette and Tobacco Products Surtax Fund (Item 4260-111-0232).....	–126,555,000
(p) Amount payable from the Physician Services Account, Cigarette and Tobacco Products Surtax Fund (Item 4260-111-0233).....	–19,638,000
(q) Amount payable from the Unallocated Account, Cigarette and Tobacco Products Surtax Fund (Item 4260-111-0236).....	~~–103,262,000~~ *–107,656,000*
(qx) Amount payable from Domestic Violence Fund (Item 4260-111-0253).....	*–350,000*
(r) Amount payable from the Child Health and Safety Fund (Item 4260-111-0279)	–350,000
(s) Amount payable from the Federal Trust Fund (Item 4260-111-0890).....	~~–864,345,000~~ *–873,621,000*

Provisions:

1. Program 10.30.040—Chronic Diseases:
   Of the total amount of reimbursements in this item, ~~$342,000~~ *$7,342,000* shall be available for administration, research and training projects. Notwith ~~standing the provisions of Section 28 of this act,~~ *standing Section 28.00 of this act,* the Department of Health Services shall report under that section, any new project or any increase or decrease in excess of $400,000 for an identified project.
2. Program 10.30.050—Communicable Disease Control:
   (a) Of the funds appropriated in Schedule (d) of this item from General Fund vaccine savings to be used for immunization activities, $10,841,000 in local assistance funds shall be allocated for the following purposes:
   (1) Development of a statewide network of local immunization tracking systems..... 3,300,000

Item	Amount
(2) Grants to licensed primary care clinics for immunization activities	3,520,000
(3) Grants to identify and immunize children now unserved due to cultural, linguistic, or geographic barriers	4,021,000

(b) The State Department of Health Services shall require counties that receive federal or general immunization funds to involve all providers, including private and primary care clinics, in the development of local immunization action plans.

(c) Notwithstanding any other provision of law, individuals housed or detained through the Tuberculosis Control, Housing, and Detention Initiative may not reside in correctional facilities, and the funds available under that initiative with regard to those individuals may not be disbursed to, or used by, correctional facilities.

3. Program 10.30.060-AIDS:

(a) 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. Specifically, the office: (1) shall develop request-for-proposals that include the standards pursuant to which the proposals will be evaluated; (2) shall use an evaluation and selection committee consisting of persons with expertise in reviewing proposals; (3) may negotiate the terms and conditions of the contracts and grants; (4) may reject any and all contracts or grants; and (5) shall publish a timetable and develop appropriate outreach efforts to assure that the request for a proposal reaches appropriate recipients of funds. 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.

Item Amount

(b) The State Department of Health Services, Office of AIDS, may subsidize the health insurance premiums for persons who are eligible to receive AIDS drug treatment under the AIDS Drug Program, under the following conditions:

(1) The eligible person's health insurance covers drug treatments available through the AIDS Drug Program.

(2) The annual cost of the health insurance premiums do not exceed the annual cost of providing AIDS drugs for the eligible person.

(c) The State Department of Health Services, Office of AIDS, shall use behavioral survey data, as provided through AIDS-related research activities conducted by the University of California, in conjunction with epidemiological information to assist in targeting HIV education and prevention efforts.

4. Program 20.40-Primary Care and Family Health:

(a) Notwithstanding Section 28.00 of this act, the Department of Finance, upon request of the State Department of Health Services, may authorize and approve a budget revision to augment Schedule (i) Primary Care and Family Health, WIC Rebates and Recoveries, in this item for any additional rebate moneys or recoveries that become available for the Special Supplemental Food Program for Women, Infants, and Children (WIC) during this fiscal year.

(b) 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.

(c) Of the funds appropriated in this item, $1,000,000 is available in augmentation of the American Indian Health Program, but only to the extent that the Director of Health Services determines that (1) an agreement has been implemented with the authority of the federal Indian Self Determination Act between the Health Care Fi-

Item Amount

nancing Administration and the federal Indian Health Service the result of which is that the federal government will pay for 100 percent of the costs of providing Medi-Cal services provided to American Indians through tribally operated health care programs and (2) federal payment for those services will result in General Fund cost savings of at least $3,000,000 during the 1997–98 fiscal year.

(d) Of the funds appropriated in this item for the Adolescent Family Life Program (AFLP), $3,000,000 shall be used to provide AFLP services to siblings of pregnant or parenting teens.

~~(e) Notwithstanding Section 2.00 of this act, the $19,148,000 appropriated in this item for the Community Challenge Grant Program shall be available for encumbrance until June 30, 1999.~~

(e) It is the intent of the Legislature to hold Community Challenge Grant Program contractors harmless. Accordingly, the Legislature authorizes the carryover of approximately $10,000,000 from the 1996–97 fiscal year to the 1997–98 fiscal year and conforms this act to the amounts proposed for expenditure by the State Department of Health Services in the 1997–98 fiscal year. The department may request the consideration of additional resources for the program in the 1998–99 fiscal year through the normal budget process.

4260-111-0009—For local assistance, Department of Health Services, for payment to Item 4260-111-0001, payable from the Breast Cancer Control Account 17,706,000

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 10,312,000

4260-111-0099—For local assistance, Department of Health Services, for payment to Item 4260-111-0001, payable from the Health Statistics Special Fund 300,000

Item	Amount
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	~~44,346,000~~ *66,328,000*
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	126,555,000
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	19,638,000
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	~~103,262,000~~ *107,656,000*
4260-111-0253—For local assistance, Department of Health Services, for payment to Item 4260-111-0001, payable from the Domestic Violence Fund..	*350,000*
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.....	350,000
4260-111-0890—For local assistance, Department of Health Services, for payment to Item 4260-111-0001, payable from the Federal Trust Fund.....	~~864,345,000~~ *873,621,000*

Provisions:

1. Of the funds appropriated by this item, $55,307,000 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 or any increase or decrease in excess of $400,000 for an identified project.
2. Notwithstanding any other provision of law, the State Department of Health Services' Maternal and Child Health Branch may reimburse county maternal and child health programs for costs identified in an approved annual expenditure plan as an alternative to contracts, grants, or agreements. The use of these annual expenditure plans shall be limited to those programs that are funded in whole or in part by funding

Item		Amount
provided under Title V of the federal Social Security Act. The director shall establish the terms and conditions for annual expenditure plans and county reimbursements.		
4260-112-0900—For local assistance, Department of Health Services, payable from the Local Health Capital Expenditure Account of the County Health Services Fund, for transfer to the General Fund		*(1,263,000)*
Provisions:		
1. The Controller shall make the transfer from the Local Health Capital Expenditure Account to the General Fund, pursuant to this item, from the unencumbered balance of the Local Health Capital Expenditure Account in excess of $17,000 as of July 1, 1997, and from any unencumbered balance in excess of $17,000 as of June 30, 1998.		
4260-114-0942—For local assistance, Department of Health Services, payable from the Women, Infants, and Children Vendor Fines and Penalties Account, Special Deposit Fund		*100,000*
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 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, State Controller		6,716,000
Schedule:		
(1) 98.01.026.891-SIDS Contacts by Local Health Officers (Ch. 268/91)	309,000	
(2) 98.01.045.374-SIDS Notices (Ch. 453, Stats. 1974)	33,000	
(3) 98.01.091.692-Pacific Beach Safety (Ch. 916/92)	67,000	
(4) 98.01.095.589-SIDS Autopsies (Ch. 955, Stats. 1989)	1,777,000	
(5) 98.01.108.888-AIDS Search Warrants (Ch. 1088, Stats. 1988)	855,000	
(6) 98.01.116.381-Medi-Cal Beneficiary Death Notices (Ch. 102, Stats. 1981 and Ch. 1163, Stats. 1981)	95,000	

Item Amount

(7) 98.01.159.788-Inmates AIDS Testing (Ch. 1597, Stats. 1988)..... 1,180,000

(8) 98.01.160.390-Perinatal services for alcohol/drug exposed infants (Ch. 1603, Stats. 1990)..... 2,400,000

Provisions:

1. Except as provided in Provision 2, allocations of funds appropriated by 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 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..... ~~4,551,000~~ *4,151,000*

Schedule:

(1) 94.60.040-Phase II Replacement Laboratory Facilities, Richmond-Working drawings..... 4,551,000

4260-401—In the event the bonds authorized for replacement laboratory facilities in the City of Richmond, as authorized by Section 100500 of the Health and Safety Code, are not sold, the Department of Health Services shall commit, from the amount appropriated to the department by this

Item Amount

act for its support, a sufficient amount to repay interim financing loans incurred for that facilities purpose. It is the intent of the Legislature that this commitment requirement be included in future Budget Acts until outstanding loans for interim financing are repaid either through the sale of bonds or from an appropriation.

4260-490—Reappropriation, Department of Health Services. Notwithstanding any other provision of law, of the appropriation provided in the following citation, up to $19,410,000 for the Community Challenge Grant Program is reappropriated for the program in FY 1997–98, subject to the limitations provided for in the appropriation, and shall be available for expenditure until June 30, 1998:

001—General Fund:

(1) Item 4260-111-001(g), Budget Act of 1996, 20.40-Primary Care and Family Health

4270-001-0001—For support, California Medical Assistance Commission..... 1,177,000

Schedule:

(a) 10-California Medical Assistance Commission..... 2,354,000

(b) Reimbursements..... –1,177,000

4280-001-0309—For support of Managed Risk Medical Insurance Board, for payment to Item 4280-001-0313, payable from the Perinatal Insurance Fund. 717,000

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, payable from the Major Risk Medical Insurance Fund..... 684,000

Schedule:

(a) 10-Major Risk Medical Insurance Program..... 684,000

(b) 20-Access for Infants and Mothers Program..... 717,000

(c) 30-Health Insurance Plan of California 345,000

(d) Amount payable from the Perinatal Insurance Fund, (Item 4280-001-0309) ..... –717,000

(e) Amount payable from the Voluntary Alliance Uniting Employers Fund (Item 4280-001-0957)..... –345,000

Item	Amount
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.	
4280-001-0957—For support of Managed Risk Medical Insurance Board, for payment to Item 4280-001-0313, payable from the Voluntary Alliance Uniting Employers Fund	345,000
Provisions:	
1. Provision 1 of Item 4280-001-0313 also applies to this item.	
4280-111-0232—For transfer by the State Controller to the Perinatal Insurance Fund from the Hospital Services Account, Cigarette and Tobacco Products Surtax Fund, for the implementation of Part 6.3 (commencing with Section 12695) of Division 2 of the Insurance Code	~~(19,665,000)~~ *(19,315,000)*
4280-111-0233—For transfer by the State Controller to the Perinatal Insurance Fund from the Physician Services Account, Cigarette and Tobacco Products Surtax Fund, for the implementation of Part 6.3 (commencing with Section 12695) of Division 2 of the Insurance Code	~~(12,160,000)~~ *(12,060,000)*
4280-111-0236—For transfer by the State Controller to the Perinatal Insurance Fund from the Unallocated Account, Cigarette and Tobacco Products Surtax Fund, for the implementation of Part 6.3 (commencing with Section 12695) of Division 2 of the Insurance Code	~~(12,675,000)~~ *(7,675,000)*
4280-112-0233—For transfer by the State Controller to the Major Risk Medical Insurance Fund from the Physician Services Account, Cigarette and Tobacco Products Surtax Fund, for the implementation of Part 6.5 (commencing with Section 12700) of Division 2 of the Insurance Code	(4,033,000)

Item		Amount
4280-112-0236—For transfer by the State Controller to the Major Risk Medical Insurance Fund from the Unallocated Account, Cigarette and Tobacco Products Surtax Fund, for the implementation of Part 6.5 (commencing with Section 12700) of Division 2 of the Insurance Code		(5,967,000)
4300-001-0001—For support of Department of Developmental Services.....		~~23,028,000~~ *28,828,000*
Schedule:		
(a) 10-Community Services Program.	~~13,941,000~~ *19,741,000*	
(b) 20-Developmental Centers Program	13,249,000	
(c) 35.01-Administration	16,269,000	
(d) 35.02-Distributed Administration.	–16,269,000	
(e) Reimbursements.....	–2,171,000	
(f) Amount payable from the Developmental Disabilities Program Development Fund (Item 4300-001-0172)	–233,000	
(g) Amount payable from the Federal Trust Fund (Item 4300-001-0890).	–1,758,000	

Provisions:

1. The State Department of Developmental Services shall maintain a directory of medical, dental, and adaptive equipment service providers that are available to provide services to persons with developmental disabilities in each county.

2. The State Department of Developmental Services shall report monthly to the chair of the fiscal committee of each house of the Legislature, and of the Senate Select Committee on Developmental Disabilities and Mental Health, on the total number of persons discharged from each developmental center, the total number of first-time admissions, the total number of readmissions, and the number of discharges and admissions that occurred as a result of court action and the identity of the party that instigated the court action.

3. The State Department of Developmental Services shall administer the Regional Resource Development Projects (RRDPs). The RRDPs shall review all placements from the developmental centers to the community. Each RRDP shall have an advisory board, which will consist

Item Amount

of representatives from each area board and regional center in the catchment area of the developmental center, a representative of the department, a consumer, at least one parent or conservator of a consumer living in the community, and at least one parent or conservator of a resident living in a developmental center.

4. The State Department of Developmental Services shall present the results of technical assistance audits and management reviews, conducted to evaluate the quality and timeliness of reporting fiscal and policy information at developmental centers, at public meetings held on campus at the developmental centers.

5. Of the funds appropriated by this item, $3,000,000 shall be used to contract with a nonprofit organization to provide consumer rights advocacy services to individuals with developmental disabilities served through the Regional Centers and the Developmental Centers. Under this provision, the State Department of Developmental Services shall not contract with a nonprofit organization that has provided services to a Regional Center, other than advocacy services, for at least five years following termination of the organization's nonadvocacy services.

6. Of the funds appropriated by this item, $2,800,000 shall be used to contract with the Area Boards on Developmental Disabilities to conduct life quality assessments of individuals with developmental disabilities served through the Regional Centers who live in out-of-home placements, supported living, and independent living arrangements pursuant to Provision 1 of Item 4110-001-0001.

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..... 233,000

4300-001-0890—For support of Department of Developmental Services, for payment to Item 4300-001-0001, payable from the Federal Trust Fund..... 1,758,000

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 In-

Item | Amount

tervention Program (Part H of the Individuals with Disabilities Education Act).

4300-003-0001—For support of Developmental Services, for Developmental Centers.... ~~20,196,000~~ *21,428,000*

Schedule:

(a) 20-Developmental Centers Program ..... ~~424,219,000~~ *439,381,000*

(b) Reimbursements..... ~~–402,963,000~~ *–416,893,000*

(c) Amount payable from the Lottery Education Fund (Item 4300-003-0814)..... –337,000

(d) Amount payable from the Federal Trust Fund (Item 4300-003-0890) –723,000

Provisions:

1. The General Fund shall make a loan available to the State Department of Developmental Services not to exceed a cumulative total of $130,000,000. The loan funds will be transferred to this item as needed to meet cash-flow 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.
2. Of the amount appropriated in Schedule (a), $888,400 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.
3. 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.
4. Upon order of the Director of Finance, the Controller shall transfer such funds as are necessary between this item and Items 4300-101-0001 and 4440-011-0001. 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

Item Amount

house of the Legislature of the transfer, including the amount transferred, how the amount was determined, and how the amount will be utilized.

5. The State Department of Developmental Services (DDS) shall notify the chairperson of the fiscal committee of each house of the Legislature, the Senate Special Committee on Developmental Disabilities and Mental Health, and the Senate Health and Human Services Committee 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.

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 337,000

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.

Item			Amount
4300-003-0890—For support of Department of Developmental Services, for payment to Item 4300-003-0001, payable from the Federal Trust Fund.....			723,000
4300-004-0001—For support of Department of Developmental Services (Proposition 98), for Developmental Centers.....			~~13,181,000~~ *13,735,000*
Schedule:			
(a) 20-Developmental Centers Program		~~18,168,000~~ *19,212,000*	
(1) 20.17-AB 1202 Contracts.....	7,311,000		
(2) 20.66-Medi-Cal Eligible Education Services	~~10,857,000~~ *11,901,000*		
(b) Reimbursements.....		~~–4,987,000~~ *–5,477,000*	
Provisions:			
1. Of the amount appropriated in this item, $4,987,000 is to be used to provide the General Fund match for Medi-Cal Eligible Education Services.			
4300-101-0001—For local assistance, Department of Developmental Services, for Regional Centers.....			~~492,831,000~~ *479,337,000*
Schedule:			
10.10-Regional Centers			
~~(a) 10.10.010-Operations.....~~		~~210,633,000~~	
(a) 10.10.010-Operations:			
(1) Administration.....	*36,418,000*		
(2) Case Management	*160,266,000*		
(b) 10.10.020-Purchase of Services		~~923,772,000~~ *899,942,000*	
(bx) Quality Assurance		*12,954,000*	
(c) 10.10.060-Early Intervention Programs~~—Other Agency Costs.....~~		~~20,050,000~~	
grams.....		*41,673,000*	
(d) 10.20.010-Program Development .		1,108,000	
(e) Reimbursements.....		~~–617,341,000~~ *–629,277,000*	
(f) Amount payable from Developmental Disabilities Program Development Fund (Item 4300-101-0172).....		–1,900,000	

Item	Amount
(g) Amount payable from Developmental Disabilities Services Account (Item 4300-101-0496)	–30,000
(h) Amount payable from Federal Trust Fund (Item 4300-101-0890)	~~–43,461,000~~ *–41,817,000*

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. Any funds available from cost-of-living adjustments in the Supplemental Security Income/State Supplementary Program (SSI/SSP) shall be used to offset General Fund costs for residential care services.
3. A loan shall be made available from the General Fund to the *State* Department of Developmental Services (DDS) not to exceed a cumulative total of $110,000,000. The loan funds shall be transferred to this item as needed to meet cash-flow 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.
4. Upon order of the Director of Finance, the Controller shall transfer such 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.
5. Upon order of the Director of Finance, in order to more effectively meet client service needs, the Controller shall transfer the General Fund share of program costs as necessary between this ~~item and Item 5160-001-0001 and Item 5160-101-~~ *item and Items 5160-001-0001 and 5160-101-*0001 to provide for the net transfer of clients be-

Item	Amount
tween the Department of Developmental Services and the Department of Rehabilitation for the following: (a) The conversion of regional center day programs to work activity or supported employment programs. (b) The transfer between day programs and VR/WAP or VR/SEP. (c) Clients originating from subdivision (b) of this provision who transfer to a work activity or a supported employment program upon closure from VR. The transfer of funds shall be accomplished through a budget revision, on a quarterly basis, in the fiscal year in which the clients initially transferred from the regional center day programs. *6. The State Department of Developmental Services shall present the results of any audit review or findings conducted to determine state contract compliance, federal fiscal compliance, and performance contract measures outcomes at publicly held regional center board meetings.* *7. Of the funds appropriated by this item $5,562,000 shall be used by the Regional Centers to increase the number of case management staff and reduce the caseloads of case managers, so that case managers can make meaningful monitoring visits once every three months to all consumers living in licensed living arrangements, supported living, and adult family homes. Each Regional Center shall report by March 30, 1998, to the State Department of Developmental Services on how many new case management positions it has created and filled and on its prior and new caseload ratios. The department shall submit a comprehensive report containing all this information to the Governor and the Legislature by April 1, 1998.* *8. Of the funds appropriated by this item, $1,000,000 shall be used by the Regional Centers to increase the number of case management staff sufficient to provide enhanced case management to each person moving from a state hospital to the community, at a ratio of no more than one case manager for each 45 consumers.*	

Item	Amount
9. Of the funds appropriated for the Regional Centers for Purchase of Service in this item, $6,145,000 shall be used to expand Supported Living Services to assist individuals with developmental disabilities to live more independently in their communities.	
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.....	1,900,000
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.	
4300-101-0496—For local assistance, Department of Developmental Services, for payment to Item 4300-101-0001, payable from the Developmental Disabilities Service Account.....	30,000
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	~~43,461,000~~ *41,817,000*
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 H of the Individuals with Disabilities Education Act).	
2. It is the intent of the Legislature that family resource centers may operate through a variety of organizations within their local communities.	
3. The *State* Department of Developmental Services, through coordination with the regional center, shall ensure local interagency coordination and collaboration in the provision of early intervention services, including local training	

Item		Amount
activities, child find activities, public awareness, and the family resource center activities.		
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 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, State Controller.....		443,000
Schedule:		
(1) 98.01.064.480—Judicial Proceedings (Ch. 644, Stats. 1980).....	70,000	
(2) 98.01.069.475—Attorney Fees (Ch. 694, Stats. 1975).....	180,000	
(3) 98.01.125.380—MR Representation (Ch. 1253, Stats. 1980).....	101,000	
(4) 98.01.130.480—Conservatorship (Ch. 1304, Stats. 1980).....	92,000	
(5) 98.01.135.776—Guardianship/Conservatorship filings (Ch. 1357, Stats. 1976).....	0	
Provisions:		
1. Except as provided in Provision 2 below, 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. 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 1997–98 fiscal year:		
(a) Guardianship/Conservatorship filings, (Ch. 1357, Stats. 1976)		
3. If any of the scheduled amounts are insufficient		

Item		Amount
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.		
4300-301-0001—For capital outlay, Department of Developmental Services		1,926,000
Schedule:		
(1) 55.55.300—Sonoma: Reinforce Main Kitchen Floor-Preliminary plans, working drawings, and construction	400,000	
(2) 55.50.310-Porterville: Air Condition Main Kitchen-Preliminary plans and working drawings	139,000	
(3) 55.10.300-Minor Capital Outlay	1,387,000	
4300-490—Reappropriation, Department of Developmental Services. Notwithstanding any other provision of law, as of June 30, 1997, the unencumbered balances of the appropriations provided in the following citations are reappropriated for the purposes specified , *and for the purposes set forth in Provision 1 of this item,* and shall be available for encumbrance and expenditure until June 30, 1998.		
001—General Fund:		
(1) Item 4300-101-001 (a) 10.10.010 and (b) 10.10.020, Budget Act of 1996, for regional centers. One-half of the savings generated by regional centers operating under performance-based contracts shall be reappropriated for one-time expenditures that are approved by the Department of Developmental Services.		
Provisions:		
1. Of the amount reappropriated by this item, $12,000,000 shall be expended by the Regional Centers as follows:		
(a) $4,000,000 shall be used to expand infant mental health services.		
(b) $4,000,000 shall be used to equalize Infant Development Program rates.		

Item | Amount

(c) $4,000,000 shall be used to improve access to Wellness Projects.

4440-001-0001—For support of Department of Mental Health..... ~~21,750,000~~ *24,133,000*

Schedule:

(a) 10-Community Services ..... ~~24,090,000~~ *26,473,000*

(b) 20-Long-Term Care Services 8,156,000

(c) 35.01-Departmental Administration 12,953,000

(d) 35.02-Distributed Departmental Administration ..... –12,953,000

(e) Reimbursements..... –8,417,000

(f) Amount payable from the Federal Trust Fund (Item 4440-001-0890) –2,079,000

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. Of the funds appropriated for support of the Sexually Violent Predator program, any funds in excess of the amount needed for the program shall revert to the General Fund unless the expenditure of those funds is approved by the Department of Finance. Approval of the Department of Finance may not be effective sooner than 30 days after notification to the Joint Legislative Budget Committee.
3. If the federal funds appropriated for support of the *State* Department of Mental Health/Department of Rehabilitation Cooperative Program are not made available to the state, the positions authorized to support this program shall be eliminated.

4440-001-0890—For support of Department of Mental Health, for payment to Item 4440-001-0001, payable from the Federal Trust Fund..... 2,079,000

Provisions:

1. Upon order of the Department of Finance, the State Controller shall transfer such funds as are

Item		Amount
necessary between this item and Item 4440-101-0890.		
4440-011-0001—For support of the State Hospitals, Department of Mental Health.....		~~243,872,000~~ *246,479,000*
Schedule:		
~~(a) 20.10-Lanterman-Petris-Short Act .~~	~~139,648,000~~	
(a) 20.10-Long Term Care Services-Lanterman-Petris-Short Act.....	*142,813,000*	
(b) ~~20.20-Penal~~ *20.20-Long Term Care Services-Penal* Code and Judicially Committed	~~243,872,000~~ *244,229,000*	
(c) ~~20.30-Other~~ *20.30-Long Term Care Services-Other* State Hospital Services.....	~~68,781,000~~ *67,141,000*	
(d) Reimbursements.....	~~–208,201,000~~ *–207,476,000*	
(e) Amount payable from the California State Lottery Education Fund (Item 4440-011-0814).....	–228,000	

Provisions:

1. The funds appropriated by this item are for support of the hospitals for mentally ill judicially committed patients, patients committed pursuant to the Penal Code, or patients committed pursuant to the Lanterman-Petris-Short (LPS) Act.
2. Upon order of the Director of Finance, the Controller shall transfer such funds as are necessary between this item and Items 4300-003-0001, 4300-004-0001, 5240-001-0001, and 5460-001-0001.
3. Upon order of the Director of Finance, and following 30-day notification to the Joint Legislative Budget Committee, the ~~State~~ 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.
4. Upon approval of the *State* Department of Mental Health, a portion of the funds appropriated in Schedule (b) 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 Sec-

Item Amount

tion 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.

5. The reimbursements identified in Schedule (d) 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).

6. Of the total amount attributable in the 1997–98 fiscal year to patient-generated collections for LPS patients, a total of $8,000,000 shall be transferred as revenue to the General Fund, and the remainder shall be used to offset county costs for LPS state hospital beds.

7. Of the funds appropriated for the Sexually Violent Predator program, any funds in excess of the amount needed for the program shall revert to the General Fund unless the expenditure of those funds is approved by the Department of Finance. Approval of the Department of Finance may not be effective sooner than 30 days after notification to the Joint Legislative Budget Committee.

8. 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.

9. The State Department of Mental Health shall provide specialized training to local law enforcement located in the immediate vicinity of Napa State Hospital or Metropolitan State Hospital, 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.

Item Amount

10. The State Department of Mental Health shall provide specialized training to level-of-care and, as necessary, non-level-of-care, staff at both Napa and Metropolitan State Hospitals to ensure the safest and most therapeutic environment possible for both patients and staff.

11. The State Department of Mental Health shall conduct job fairs, advertise in local newspapers, and conduct other activities to assist Napa-area residents in learning about job openings at Napa State Hospital.

12. The State Department of Mental Health shall allow public agencies and nonprofit entities to rent and lease vacant space for community needs and activities at the state hospitals as appropriate.

13. The State Department of Mental Health shall provide, to the fiscal and policy committees of the Legislature, the City of Napa, and the County of Napa, quarterly status updates, beginning in September of 1997, on the progress of modifications at the Napa State Hospital.

14. Of the funds appropriated by this item, $1,150,000 may be expended by the State Department of Mental Health for increased security measures at Napa State Hospital upon approval by the Department of Finance and following 30-day notification to the Joint Legislative Budget Committee.

4440-011-0814—For support of the Department of Mental Health, for payment to Item 4440-011-0001, payable from the California State Lottery Education Fund..... 228,000

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:

(a) 20.10-Long-term Care Services-Lanterman-Petris-Short..... 3,400,000

Item Amount

(b) 20.30-Other State Hospital Services..... 367,000

(c) Reimbursements..... –367,000

Provisions:

1. The funds appropriated by 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, Department of Mental Health, for Conditional Release Services ..... ~~15,353,000~~ *14,880,000*

Schedule:

(a) 20-Long-Term Care Services..... ~~15,353,000~~ *14,880,000*

Provisions:

1. The funds appropriated by 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 ~~State~~ 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 the supervision and treatment roles and providers selected consistent with Section 1615 of the Penal Code.
4. Of the funds appropriated by 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.

Item		Amount
4440-101-0001—For local assistance, Department of Mental Health		~~37,756,000~~ *32,756,000*
Schedule:		
(a) 10.25-Community Services—Other Treatment	383,898,000	
(b) 10.40-Adult System of Care.....	7,772,000	
(c) 10.47-Children's mental health services	~~23,754,000~~ *18,754,000*	
(d) 10.85-AIDS.....	1,500,000	
(e) Reimbursements.....	–379,168,000	
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 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. The funds appropriated in Schedule (b) are for allocation to those counties ~~which~~ *that* had Adult System of Care programs funded pursuant to Chapter 982 of the Statutes of 1988, and may not be used for any other purpose unless approved by the Director of Finance and following 30-day notification to the Joint Legislative Budget Committee.		
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		500,000
Schedule:		
(a) 10.87-Community Services—Traumatic Brain Injury Projects.....	900,000	
(b) Reimbursements.....	–400,000	
4440-101-0890—For local assistance, Department of Mental Health, payable from the Federal Trust Fund.....		37,019,000

Item		Amount
Schedule:		
(a) 10.25-Community Services—other treatment	22,861,000	
~~(b) 10.47-Children's Mental Health~~		
(b) 10.47-Community Services—Children's Mental Health Services	12,511,000	
~~(c) 10.75-Homeless Mentally Disabled~~	~~1,647,000~~	
(c) 10.75-Community Services—Homeless Mentally Disabled	*1,647,000*	
Provisions:		
1. The funds appropriated by 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.		
2. Notwithstanding any other provision of law, funds appropriated in Item 4440-101-0890 of the Budget Act of 1996 for rollover by the counties in the 1997–98 fiscal year shall be used only for the specified purposes for which they were allocated, subject to review and approval of the Department of Mental Health.		
3. 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 1997–98 fiscal year.		
4. Upon order of the Department of Finance, the Controller shall transfer such funds as are necessary between this item and Item 4440-001-0890.		
5. Upon order of the Department of Finance, the Controller shall transfer such funds as are necessary between Schedule (a) and Schedule (b) to meet federal requirements.		
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		~~166,930,000~~ *155,239,000*

Item Amount

Provisions:

1. The allocation of funds appropriated by this item shall be determined based on a methodology developed by the *State* 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 by this item, a total of $8,000,000 will be transferred to the Mental Health Managed Care Deposit Fund (Fund 0865).
3. Upon order of the Director of Finance and agreement between the *State* Department of Mental Health and the *State* Department of Health Services, the State 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, including any adjustments that may be necessary to implement the San Mateo field test.
4. Notwithstanding any other provision of law, the emergency regulations developed pursuant to Section 14680 of the Welfare and Institutions Code to implement Part 2.5 (commencing with Section 5775) of Division 5 of the Welfare and Institutions Code shall remain in effect until July 1, 1998, or until the regulations are made permanent, whichever occurs first, and shall not be subject to the repeal provisions of Section 11346.1 of the Government Code until that time.
5. The *State* Department of Mental Health may adopt emergency regulations 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 Institution Code in accordance with the Administrative Procedures Act, Chapter 3.5 (commencing with Section 11340) of Part 1 of Division 3 of Title 2 of the Government Code. The adoption of emergency regulations that are filed with the Office of Administrative Law within one year of

Item	Amount
the date on which the act that added this provision took effect ~~,~~ shall be deemed to be an emergency and necessary for the immediate preservation of the public peace, health and safety or general welfare.	
6. Of the funds appropriated by this item, $2,596,000 is included to maintain the average cost per beneficiary by aid code for those beneficiaries transferring from Prepaid Health Plans and will not be allocated to the counties until each of the Prepaid Health Plan transfers are completed.	
4440-111-0001—For local assistance, Department of Mental Health, for caregiver resource centers serving families of brain-damaged adults.....	~~5,247,000~~ *6,247,000*
Provisions:	
1. Of the funds appropriated by this item, $200,000 shall be made available to the Statewide Resources Consultant to carry out responsibilities pursuant to Section 4364 of the Welfare and Institutions Code to (a) increase Huntington's Disease training opportunities and data collection related to the delivery of high quality in-home and out-of-home care for persons with Huntington's Disease, and (b) increase outreach to Huntington's Disease families for enhanced involvement within the Caregiver Resource Center system, including, but not limited to, augmenting services, such as respite care and specialized family consultation or expanding family support groups.	
4440-131-0001—For local assistance, Department of Mental Health, for services to special education pupils.....	12,334,000
Provisions:	
1. In allocating to the counties funds for mental health services to pupils who are specified in accordance with Chapter 26.5 (commencing with Section 7570) of Division 7 of Title 1 of the Government Code and the Individuals with Disabilities Education Act Section 602(a) Amendments of 1990, as defined in Section 300.5 of Title 34 of the Code of Federal Regulations, and who meet the requirements of Section 56026 of the Education Code and Sections 3030 and 3031 of Title 5 of the California Code of Regulations, the De-	

Item		Amount
partment of Mental Health may allocate the funds based on the individual county's needs, in lieu of using the allocation method set forth in Welfare and Institutions Code Section 5701.		
4440-295-0001—For local assistance, Department of Mental Health, for reimbursement, in accordance with the provision of Section 6 of Article XIII B of the California Constitution or of Section 17561 of the Government Code, or the costs of any new program or increased level of service of an existing program mandated by statute or executive order, State Controller		23,041,000
Schedule:		
(1) 98.01.049.877—Coroner's Costs (Ch. 498, Stats. 1977).....	100,000	
(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).....	176,000	
(4) 98.01.111.479—Not Guilty By Reason of Insanity (Ch. 1114, Stats. 1979).....	277,000	
(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).....	22,488,000	
Provisions:		
1. Allocations of funds appropriated by 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.		

Item		Amount
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 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 1996–97 fiscal year:		
(a) Short-Doyle Case Management (Ch. 815, Stats. 1979)		
(b) Short-Doyle Audits (Ch. 1327, Stats. 1984)		
(c) Residential Care Services (Ch. 1352, Stats. 1985)		
4440-301-0001—For capital outlay, Department of Mental Health		~~6,727,000~~ *16,431,000*
Schedule:		
(1) 55.10.205-Minor Projects.....	~~1,181,000~~ *1,366,000*	
(1.5) Atascadero State Hospital: New 250-Bed Hospital Addition—Preliminary plans and working drawings.....	*3,500,000*	
(2) 55.40.260-Napa: Fire Protection System-Phase III-Construction.....	1,449,000	
(3) 55.40.265-Napa: Perimeter Security Fencing-Preliminary plans and working drawings.....	~~472,000~~ *6,491,000*	
(4) 55.40.270-Napa: Improve Domestic Water System-Preliminary plans, working drawings and construction.....	867,000	
(5) 55.45.255-Patton: Fire and Life Safety and Environmental Improvements, EB Building-Preliminary plans	179,000	

Item		Amount
(6) 55.45.260-Patton: Upgrade High Voltage System-Preliminary plans, working drawings and construction.....	2,579,000	
Provisions:		
1. The State Department of Mental Health shall work with the County of Napa and the City of Napa, their designees, the Sheriff of the County of Napa, and the Chief of Police of the City of Napa in the design of the security fence. This process shall address security and safety issues, overall aesthetics, lighting, earthen berm design, and a comprehensive landscaping plan to conceal the security fence at the Napa State Hospital.		
2. An open space buffer zone shall be maintained around the perimeter of the security fence at the Napa State Hospital.		
4700-001-0001—For support of Department of Community Services and Development, for the California Mentor Program.....		~~175,000~~ *87,000*
Schedule:		
(a) 40-Community Services	~~175,000~~ *87,000*	
4700-001-0890—For support of Department of Community Services and Development, payable from the Federal Trust Fund		11,723,000
Schedule:		
(a) 20—Energy Programs.....	10,386,000	
(b) 40—Community Services.....	2,408,000	
(c) 50.01—Administration.....	2,906,000	
(d) 50.02—Distributed Administration.....	–2,906,000	
(e) Reimbursements.....	–1,071,000	
Provisions:		
1. On a federal fiscal year basis, the Department of Community Services and Development shall make the following program allocation for the community services block grant, as a percentage of the total block grant:		
(a) Administration..... 5 percent The department shall provide the Controller with the dollar value of this allocation limit, as it relates to the appropriation in this item, at the beginning of the state fiscal year, and shall update this information		

Item | Amount

whenever necessary to reflect federal revisions to the grant.

2. Notwithstanding subdivision (a) of Section 16367.5 of the Government Code, the Department of Community Services and Development may expend up to 7.5 percent of the federal Low Income Home Energy Assistance Program (LIHEAP) block grant for state administrative costs, adjusted for any allocations made by the Department of Finance for employee compensation and price increases. In no event shall the department's state administrative costs for LIHEAP exceed 7.5 percent of the total LIHEAP grant, inclusive of funding provided from the Petroleum Violation Escrow Account.

3. Any federal carryover funds from Item 4700-001-0890, Budget Act of 1996, 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 ~~, for the California Mentor Program.....~~ ~~4,825,000~~ *12,913,000*

Schedule:

(a) 40-Community Services ..... ~~4,825,000~~ *2,913,000*

(b) 40.80-Citizenship Education *10,000,000*

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 ..... ~~96,421,000~~ *96,718,000*

Schedule:

(a) 20-Energy Programs 50,851,000

(b) 40-Community Services ..... ~~45,570,000~~ *45,867,000*

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

Item Amount

(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. The department shall provide the State Controller with the dollar value of these allocation limits, as they relate to the appropriation in this item, at the beginning of the fiscal year, and shall update this information whenever necessary to reflect federal revisions to the grant.

3. 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 fiscal year 1997–98.

4. 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.

5. Any federal carryover funds from Item 4700-101-0890, Budget Act of 1996, 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 23,622,000

5100-001-0184—For support of Employment Development Department, for payment to Item 5100-001-0870, payable from the Employment Development Department Benefit Audit Fund 12,274,000

Provisions:

1. The amount appropriated in this item includes revenues derived from the assessment of fines and penalties imposed as specified in Chapter 654 of the Statutes of 1995.

5100-001-0185—For support of Employment Development Department, for payment to Item 5100-001-0870, payable from the Employment Development Contingent Fund 35,588,000

Provisions:

1. Funds appropriated in this item are in lieu of

Item Amount

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 Chapter 654, Statutes of 1995.

5100-001-0514—For support of Employment Development Department, for payment to Item 5100-001-0870, payable from the Employment Training Fund..... ~~62,352,000~~
72,352,000

Provisions:

1. Notwithstanding subdivision (a) of Section 2.00 of this act, funds disencumbered from Employment Training Fund training contracts during the 1997–98 fiscal year are hereby appropriated for transfer to, and in augmentation of, this item for allocation by the Employment Training Panel for training contracts. The Employment Development Department shall notify the Legislature by September 1, 1998, of the actual amount of funds appropriated pursuant to this provision.

2. Any funds appropriated for the Employment Development Department, State-Local Cooperative Labor Market Information Program, if not expended by June 30, 1998, shall be made available to the Employment Training Fund for purposes of funding job training contracts.

3. Of the funds appropriated by this item, at least $10,000,000 shall be used for training activities for small businesses or consortia of small businesses. For purposes of this provision, ''small business'' means a business that employs fewer than 100 persons. In addition, the Employment Training Panel shall dedicate administrative support for the purpose of reaching out to, and assisting, small businesses, or consortia of small businesses, in accessing the panel's training contract funds.

Item	Amount
5100-001-0588—For support of Employment Development Department, for payment to Item 5100-001-0870, payable from the Unemployment Compensation Disability Fund.....	~~139,503,000~~ *138,129,000*

Provisions:

1. The Employment Development Department shall submit on October 1, 1997, and April 20, 1998, 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 support 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 support 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 for the support of the Disability Insurance program 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 Job Training Partnership Act, Employment Development Department, for Program 60—Job Training Partnership, payable from the Consolidated Work Program Fund	~~117,532,000~~ *174,424,000*

Item	Amount
Schedule:	
(a) 60.11-Administrative Cost Pool.....	8,992,000
(b) 60.20-Incentive and Technical Assistance	~~8,658,000~~ *8,777,000*
(c) 60.30-Older Workers	~~7,488,000~~ *7,663,000*
(d) 60.40-Educational Linkages.....	13,814,000
(e) 60.60-Displaced Workers Program	~~77,847,000~~ *90,645,000*
(f) 60.65-Veterans	733,000
(g) 60.85-School to Career.....	*43,800,000*

Provisions:

1. The funds appropriated in this item may be transferred to Item 5100-101-0869, upon the approval of the Department of Finance, when service delivery areas decide to operate projects under the federal guidelines applicable to Adult and Youth Training Programs.
2. Notwithstanding subdivision (a) of Section 2.00 of this act, funds disencumbered from Job Training Partnership Act subgrants during the 1997–98 state fiscal year are hereby appropriated for transfer to, and in augmentation of, this item for allocation by the Employment Development Department for Job Training Partnership Act subgrants.
3. The Employment Development Department shall submit on October 1, 1997, and April 20, 1998, to the Department of Finance for its review and approval, an estimate of federal grants and expenditures for both current and budget years, including the assumptions and calculations underlying the Employment Development Department projections. 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 federal grants and expenditures differs from the amount appropriated by this item, the Director of Finance shall

Item		Amount
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.		
5100-001-0870—For support of Employment Development Department, payable from the Unemployment Administration Fund—Federal.....		~~543,317,000~~ *566,578,000*
Schedule:		
(a) 10-Employment and Employment Related Services.....	~~216,787,000~~ *225,582,000*	
(b) 21-Tax Collection and Benefit Payments	~~513,602,000~~ *526,758,000*	
(c) 22-California Unemployment Insurance Appeals Board.....	~~46,822,000~~ *47,623,000*	
(d) 30.01-General Administration	48,160,000	
(e) 30.02-Distributed General Administration.....	–43,964,000	
(f) 50-Employment Training Panel....	~~55,965,000~~ *65,965,000*	
(g) Reimbursements.....	~~–19,550,000~~ *–20,415,000*	
(h) Amount payable from the General Fund (Item 5100-001-0001) ..	–23,622,000	
(i) Amount payable from the Employment Development Department Benefit Audit Fund (Item 5100-001-0184)	–12,274,000	
(j) Amount payable from the Employment Development Contingent Fund (Item 5100-001-0185) .	–35,588,000	
(k) Amount payable from the Employment Training Fund (Item 5100-001-0514)	~~–62,352,000~~ *–72,352,000*	
(*l*) Amount payable from the Unemployment Compensation Disability Fund (Item 5100-001-0588)..	~~–139,503,000~~ *–138,129,000*	

Item		Amount
(m) Amount payable from the School Employees Fund (Item 5100-001-0908)	–766,000	
(n) Amount payable from the Employment Development Contingent Fund (Sec. 1586, U.I.C.)	–400,000	

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. The Employment Development Department (EDD) shall submit on October 1, 1997, and April 20, 1998, to the Department of Finance for its review and approval, an estimate of expenditures for both current and budget years, including the assumptions and calculations underlying EDD projections for support expenditures for the Unemployment Insurance program 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, EDD shall consider the assumptions and calculations approved as submitted. If the Department of Finance determines that the estimate of support 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 appropriation and the Department of Finance approved estimate for the Unemployment Insurance program. Revisions for the support of the Unemployment Insurance program that are reported pursuant to this provision are not subject to Section 28.00 of this act.

5100-001-0908—For support of Employment Development Department, for payment to Item 5100-001-0870, payable from the School Employees Fund	766,000

Provisions:

1. Notwithstanding the provisions of Item 9840-001-0988, the Director of Finance may authorize the creation of deficiencies pursuant to Section

ASSEMBLY BILL NO. 107

AS AMENDED IN ASSEMBLY MAY 28, 1997

VOLUME 2

Item Amount

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 2 of Item 5100-001-0870 also applies to this item.

5100-011-0184—For support of the Employment Development Department, the amount of the unencumbered balance exceeding $2,000,000 in the Employment Development Department Benefit Audit Fund as of June 30, 1998, shall be transferred to the General Fund.

5100-011-0185—For support of Employment Development Department payable from the Employment Development Contingent Fund. Notwithstanding any other provision of law, the State Controller shall transfer to the General Fund the amount, as determined by the Director of Finance, in the Employment Development Contingent Fund as of June 30, 1998, that is in excess of the $1,000,000 reserve required by Section 1590 of the Unemployment Insurance Code.

5100-011-0890—For support of Employment Development Department, payable from the Federal Trust Fund, for transfer to the Unemployment Administration Fund..... ~~(543,317,000)~~ *(566,578,000)*

5100-021-0890—For support of Employment Development Department, payable from the Federal Trust Fund, for transfer to the Consolidated Work Program Fund..... ~~(117,532,000)~~ *(174,424,000)*

5100-101-0588—For local assistance, Employment Development Department, for Program 21—Tax Collections and Benefit Payments, payable from the Unemployment Compensation Disability Fund.... ~~1,592,968,000~~ *1,605,490,000*

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

Item | Amount

appropriated pursuant to Section 3012 of the Unemployment Insurance Code.

3. The Employment Development Department shall submit on October 1, 1997, and April 20, 1998, to the Department of Finance for its review and approval, an estimate of expenditures for both current and budget years, including the assumptions and calculations underlying Employment Development Department projections for benefits payable 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 benefit 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.

5100-101-0869—For local assistance under the Job Training Partnership Act, Employment Development Department, for Program 60-Job Training Partnership, payable from the Consolidated Work Program Fund ..... ~~361,646,000~~ *422,868,000*

Schedule:

(a) 60.60-Displaced Workers Program. ~~116,405,000~~ *135,967,000*

(b) 60.70-Adult and Youth Training Programs..... ~~134,099,000~~ *136,278,000*

(c) 60.80-Summer Youth Programs .... ~~111,142,000~~ *150,623,000*

Provisions:

1. Notwithstanding subdivision (a) of Section 2.00 of this act, funds disencumbered from Job Training Partnership Act subgrants during the

Item Amount

1997–98 fiscal year are hereby appropriated for transfer to and in augmentation of this item for allocation by the Employment Development Department for Job Training Partnership Act subgrants.

2. The Employment Development Department shall submit on October 1, 1997, and April 20, 1998, to the Department of Finance for its review and approval, an estimate of federal grants and expenditures for both current and budget years, including the assumptions and calculations underlying Employment Development Department projections. 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 federal grants and 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.

5100-101-0871—For local assistance, Employment Development Department, for Program 21—Tax Collections and Benefit Payments, payable from the Federal Unemployment Fund ..... ~~2,925,722,000~~ *2,932,856,000*

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 3 of Item 5100-101-0588 is also applicable to this item.

Item	Amount
5100-101-0890—For local assistance, Employment Development Department, payable from the Federal Trust Fund, for transfer to the Consolidated Work Program Fund.....	~~(361,646,000)~~ *(422,868,000)*
5100-101-0908—For local assistance, Employment Development Department, for Program 21—Tax Collections and Benefit Payments, payable from the School Employees Fund	36,547,000
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.	
3. Provision 3 of Item 5100-101-0588 also applies to this item.	
5100-111-0890—For local assistance, Employment Development Department, payable from the Federal Trust Fund, for transfer to the Federal Unemployment Fund (871)..... *ment Fund (0871)*.....	~~(2,925,722,000)~~ *(2,932,856,000)*
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, 1998, the amount of funds transferred pursuant to this item.	
5160-001-0001—For support of Department of Rehabilitation	~~38,101,000~~ *37,343,000*
Schedule:	
(a) 10-Vocational Rehabilitation Services..... ~~262,577,000~~ *263,682,000*	
(b) 20-Habilitation Services 2,444,000	

Item	Amount
(c) 30-Support of Community Facilities	~~6,626,000~~ *5,626,000*
(d) 40.01-Administration	19,730,000
(e) 40.02-Distributed Administration	–19,730,000
(f) Reimbursements	~~–6,143,000~~ *–7,006,000*
(g) Amount payable from the Federal Trust Fund (Item 5160-001-0890)	–224,043,000
(h) Amount payable from the Special Deposit Fund—Vending Stands Account, ~~per Government Code Section 16370~~ *pursuant to Section 16370 of the Government Code)*	–3,360,000

Provisions:

1. In order to participate in the County Mental Health Cooperative Programs, a county shall identify, in its joint proposal with a local office of the Department of Rehabilitation, cash and in-kind resources it shall make available for prevocational and other services to supplement vocational rehabilitation resources.
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. Upon order of the Director of Finance, in order to more effectively meet client service needs, the Controller shall transfer the General Fund share of program costs as necessary between this item and Item 4300-101-0001 to provide for the net transfer of clients between the State Department of Developmental Services and the Department of Rehabilitation for the following:
   (a) The conversion of regional center day programs to work activity or supported employment programs.
   (b) The transfer between day program and VR/WAP or VR/SEP.

Item | Amount

(c) Clients originating from (b) above who transfer to a work activity or supported employment program upon closure from VR.

The transfer of funds shall be accomplished through a budget revision, on a quarterly basis, in the fiscal year in which the clients initially transferred from the regional center day programs.

5. The Department of Rehabilitation may use up to $3,189,000 in federal funds, and $863,000 from state, county, or any other appropriate reimbursements, to provide rehabilitation services to individuals who are eligible for the vocational rehabilitation program and who are also receiving Aid to Families with Dependent Children (AFDC) or Temporary Assistance to Needy Families (TANF).

5160-001-0890—For support of Department of Rehabilitation, for payment to Item 5160-001-0001, payable from the Federal Trust Fund 224,043,000

Provisions:

1. The amount appropriated by 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..... ~~79,710,000~~ *86,726,000*

Schedule:

(a) 10-Vocational Rehabilitation Services.....	487,000	
(b) 20-Habilitation Services	~~79,848,000~~ *83,964,000*	
(c) 30-Support of Community Facilities	~~6,837,000~~ *9,737,000*	
(d) Amount payable from Federal Trust Fund (Item 5160-101-0890)	–7,462,000	

Item		Amount
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 expenditures for habilitation clients who are eligible to become vocational rehabilitation clients.		
2. Upon order of the Director of Finance, in order to more effectively meet client service needs, the Controller shall transfer the General Fund share of program costs as necessary between this item and Item 4300-101-0001 to provide for the net transfer of clients between the State Department of Developmental Services and the Department of Rehabilitation for the following:		
(a) The conversion of regional center day programs to work activity or supported employment programs.		
(b) The transfer between day programs and VR/ WAP or VR/SEP.		
(c) Clients originating from (b) above who transfer to a work activity or supported employment program upon closure from VR. The transfer of funds shall be accomplished through a budget revision, on a quarterly basis, in the fiscal year in which the clients initially transferred from the regional center day programs.		
5160-101-0890—For local assistance, Department of Rehabilitation, for payment to Item 5160-101-0001, payable from the Federal Trust Fund		7,462,000
5170-001-0001—For support of Statewide Independent Living Council.....		0
Schedule:		
(a) 10 Statewide Council Services	367,000	
(b) Reimbursements.....	–367,000	
5180-001-0001—For support of Department of Social Services		~~65,352,000~~ *70,907,284*
Schedule:		
(a) 10-Welfare Program Operations...	~~80,003,000~~ *84,578,568*	
(b) 20-Social Services Programs.....	~~37,442,000~~ *35,015,000*	
(c) 30-Community Care Licensing	~~73,427,000~~ *71,492,000*	

Item	Amount
(d) 40-Disability Evaluation Program…	~~165,804,000~~ *165,730,000*
(e) 50-Services to Other Agencies	6,965,000
(ex) Disaster Relief.....	*4,330,000*
(f) 60.01-Administration.....	35,066,000
(g) 60.02-Distributed Administration .	–35,066,000
(h) Reimbursements.....	~~–14,474,000~~ *–14,446,000*
(i) Amount payable from Foster Family Home and Small Family Home Insurance Fund (Item 5180-001-0131).....	~~–1,503,000~~ *–1,466,000*
(j) Amount payable from the Federal Trust Fund (Item 5180-001-0890).....	~~–282,312,000~~ *–281,291,284*

Provisions:

1. The Department of Finance may authorize the transfer of funds from Schedule (c) of this item to Item 5180-161-0001, Program 30, 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 (b) of this item to Schedule (f) of Item 5180-151-0001, Adoptions, in order to allow counties to perform the adoption programs function.
3. The Department of Finance may authorize the transfer of funds from Schedule (a) of this item to Item 5180-101-0001, Item 5180-141-0001 and Item 5180-151-0001 as necessary to implement California's program under the Personal Responsibility and Work Opportunity Reconciliation Act of 1996. The Department of Finance shall transfer funds pursuant to this provision 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.
4. *Of the amount appropriated in this item, $865,000 in Program 10, for the Employment Development Department to make modifications to the New Employee Registry, shall not be en-*

Item Amount

cumbered or expended until the Department of Information Technology reviews and approves this project's feasibility study report prepared in accordance with the State Administrative Manual. The funds shall be made available consistent with the amount approved by the Department of Finance based upon the approved feasibility study report. 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.

5. Of the amount appropriated in this item, $105,000 in Program 20, for the In-Home Supportive Services/Case Management, Information and Payrolling System, shall not be encumbered or expended until the Department of Information Technology reviews and approves this project's special project report prepared in accordance with the State Administrative Manual. The funds shall be made available consistent with the amount approved by the Department of Finance based upon the approved special project report. 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.

6. Of the amount appropriated in this item, $868,000 in Program 10, for funding to begin planning for the development and implementation of the Statewide Disbursement Unit, shall not be encumbered or expended until the Department of Information Technology reviews and approves this project's feasibility study report or equivalent federal planning document prepared in accordance with the State Administrative Manual. The funds shall be made available consistent with the amount approved by

Item	Amount
the Department of Finance based upon the approved feasibility study report or equivalent federal planning document. 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.	
7. Of the amount appropriated in this item, $56,000 in Program 20, to provide technical support and maintenance for the Child Welfare Services/Case Management System workstations in the State Department of Social Services, shall not be encumbered or expended until the Department of Information Technology reviews and approves this project's feasibility study report prepared in accordance with the State Administrative Manual. The funds shall be made available consistent with the amount approved by the Department of Finance based upon the approved feasibility study report. 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.	
8. In addition to the amounts otherwise appropriated in this item, the sum of three million three hundred sixty two thousand dollars ($3,362,000) is hereby appropriated to the State Department of Social Services for the payment of grants to individuals and families associated with the late December 1996 storms. This amount provides for the State Supplemental Assistance Program as well as the State's nonfederal share of costs for the Individual and Family Grant Program, a cooperative effort between federal and state government that is directed at funding necessary expenses or serious unmet needs when other disaster-related assistance is either unavailable or inadequate.	

Item Amount

9. The State Department of Social Services shall develop, in consultation with the County Welfare Directors Association, legislative staff, and care providers, outcomes and outcome indicators for the child welfare system. The department shall identify outcome indicators that are supported by data elements that will be collected as part of the child welfare services case management system. The department shall submit a report on the outcomes and indicators to the Legislature no later than March 1, 1998. This item shall be reduced by $100,000 if the department has not submitted a child welfare services (CWS) outcome measures report to the Legislature by March 1, 1998.

10. The State Department of Social Services shall closely monitor and report on the implementation of the Los Angeles County AFDC-On-Line program monthly through October 31, 1997. The department shall provide to the Legislature, within 30 days after implementation, a brief analysis with key recommendations for the successful implementation of the Los Angeles County AFDC-On-Line plan. The analysis shall include a detailed timeline chart that visually represents the monthly completion of tasks necessary to bring the first locations online by June 1, 1997, and the subsequent locations opening each month through October 31, 1997, assuming 24 locations opening per month as stated by Los Angeles County. This chart shall also represent goals versus actual numbers in decreasing the number of clients-to-location ratios, and completeness of geographic coverage. Also, the department shall report to the Legislature any available information regarding the number and nature of client complaints related to the implementation of Los Angeles County's AFDC-On-Line program.

11. The State Department of Social Services shall establish statewide policies and guidelines to permit counties throughout the state to proceed with the immediate implementation of an electronic benefits transfer program for the payment of public assistance.

Item Amount

12. Of the amount appropriated in this item, $1,100,000 in Program 30, for consultants to provide program overview during development of the Fingerprint Subsystem enhancements to the Child Welfare Services/Case Management System, shall not be encumbered or expended until the Department of Information Technology reviews and approves this project's special project report prepared in accordance with the State Administrative Manual. The funds shall be made available consistent with the amount approved by the Department of Finance based upon the approved special project report. 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.

13. Of the funds appropriated under this item, $600,000 shall be used to match federal Temporary Emergency Food Assistance Program funds to increase local assistance for food bank programs.

14. Of the state funds appropriated under this item $4,400,000 shall be allocated pursuant to the recommendations of the Emergency Food Assistance Program Board, which shall be independent and subject to the Bagley-Keene Open Meeting Act (Art. 9 (commencing with Sec. 11120), Ch. 1, Pt. 1, Div. 3, Title 2, Government Code).

15. It is the expectation of the Legislature that all reports required to be submitted by the State Department of Social Services since January 1, 1995, are forthcoming.

5180-001-0131—For support of Department of Social Services, for payment to Item 5180-001-0001, for claims payments and the operation and maintenance of the Foster Family Home and Small Family Home Insurance Fund..... ~~1,503,000~~ *1,466,000*

Provisions:

1. The Department of Finance is authorized to ap-

Item	Amount
prove expenditures from the unexpended balance available from prior years' appropriations in the Foster Family Home and Small Family Home Insurance Fund during the 1997–98 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 1997–98 fiscal year, the department shall notify the Legislature. Upon notification the amount of the limitation for the 1997–98 fiscal year shall be increased by the amount of such excess from the unexpended balance 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.....	810,000
5180-001-0271—For support of Department of Social Services, payable from the Certification Fund.....	~~605,000~~ *449,000*
5180-001-0279—For support of Department of Social Services, payable from the Child Health and Safety Fund.....	~~354,000~~ *196,000*
Provisions:	
1. The positions authorized under this item may be used only for the recruitment and retention of child care providers.	
5180-001-0890—For support of Department of Social Services, for payment to Item 5180-001-0001, payable from the Federal Trust Fund.....	~~282,312,000~~ *281,291,284*
Provisions:	
1. The Department of Finance may authorize the transfer of federal funds from this item to Items 5180-151-0890 and 5180-161-0890 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.	

Item | Amount

2. The Department of Finance may authorize the transfer of funds from this item to Item 5180-101-0890, Item 5180-141-0890 and Item 5180-151-0890 as necessary to implement California's program under the Personal Responsibility and Work Opportunity Reconciliation Act of 1996. The Department of Finance shall transfer funds pursuant to this provision 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.

3. Provisions 4, 6, 7, 11, 12, and 15 of Item 5180-001-0001 shall also apply to this item.

5180-011-0001—For support of Department of Social Services, for transfer to the Foster Family Home and Small Family Home Insurance Fund 1,019,000

Provisions:

1. Provision 1 of Item 5180-001-0131 also applies to this item.

5180-011-0890—For support of Department of Social Services, for transfer to the Foster Family Home and Small Family Home Insurance Fund 484,000

Provisions:

1. Provision 1 of Item 5180-001-0131 also applies to this item.

5180-101-0001—For local assistance, Department of Social Services ..... ~~2,464,137,000~~ *2,192,575,000*

Schedule:

(a) 10.01-Temporary Assistance to Needy Families (TANF).....	~~4,605,092,000~~ *4,146,704,000*	
(b) 10.02-Foster Care.....	~~923,034,000~~ *1,029,807,000*	
(c) 10.03-Non-TANF Child Support Incentives	~~95,748,000~~ *110,949,000*	
(d) 10.05-Aid for Adoption of Children/Adoption Assistance Program	~~125,184,000~~ *125,154,000*	
(e) 10.06-Child Care	~~34,295,000~~ *79,899,000*	

Item	Amount
(f) 10.07-Refugee Cash Assistance	~~8,160,000~~ *6,596,000*
(g) Reimbursements.....	~~–17,232,000~~ *–62,233,000*
(h) Amount payable from the Federal Trust Fund (Item 5180-101-0890)	~~–3,310,144,000~~ *–3,244,301,000*

Provisions:

1. No funds appropriated by 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 welfare 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 welfare 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, and any additional factors relating to the fiscal integrity of the program or the state's fiscal situation.

   Notwithstanding Sections 27.00, 28.00 and 28.5 of this act, the availability of funds contained in this item for welfare 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,

Item | Amount

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

Funds appropriated in this item are for welfare programs 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.

For purposes of this provision, ''welfare'' means those program elements under ''Welfare Program Operations,'' as identified in the Governor's Budget.

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 $300,000,000 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 Temporary Assistance to Needy Families 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 the 1997–98 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

Item Amount

of the excess unless and until otherwise provided by law.

5. The Department of Finance may authorize the transfer of amounts from this item to Item 5180-141-0001 (a), Program 10.20, County Administration, to reimburse counties for overpayment recovery activities pursuant to Section 11487.5 of Welfare and Institutions Code.

6. The Department of Finance may authorize the transfer of funds, in an amount not to exceed $26,619,000, from this item to Schedule (e) of Item 5180-151-0001, Child Welfare Services, in order to advance funds to participating counties to conduct a program of family reunification and family maintenance services pursuant to Sections 16500.5 and 16500.55 of the Welfare and Institutions Code.

7. The Department of Finance may authorize the transfer of funds from Schedule (a) of this item to Item 5180-001-0001, Item 5180-141-0001 and Item 5180-151-0001 as necessary to implement California's program under the Personal Responsibility and Work Opportunity Reconciliation Act of 1996. The Department of Finance shall transfer funds pursuant to this provision 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.

5180-101-0890—For local assistance, Department of Social Services, for payment to Item 5180-101-0001, payable from the Federal Trust Fund ..... ~~3,310,144,000~~ *3,244,301,000*

Provisions:

1. Provisions 1 and 4 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 Temporary Assistance to Needy Families program.

3. The Department of Finance may authorize the transfer of funds, in an amount not to exceed

Item Amount

$4,002,000, from this item to Item 5180-151-0890, Child Welfare Services, in order to advance funds to participating counties to conduct a program of family reunification and family maintenance services pursuant to Sections 16500.5 and 16500.55 of the Welfare and Institutions Code.

4. The Department of Finance may authorize the transfer of funds from this item to Item 5180-001-0890, Item 5180-141-0890 and Item 5180-151-0890 as necessary to implement California's program under the Personal Responsibility and Work Opportunity Reconciliation Act of 1996. The Department of Finance shall transfer funds pursuant to this provision 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.

5180-111-0001—For local assistance, Department of Social Services ..... ~~1,660,334,000~~ *1,863,102,000*

Schedule:

(a) 10.08-SSI/SSP ..... ~~1,660,334,000~~ *1,863,102,000*

Provisions:

1. Provisions 1 and 4 of Item 5180-101-0001 also apply to this item.
2. Of the amount appropriated in this item, payments to counties shall be authorized pursuant to Section 10985 of the Welfare and Institutions Code.
3. The Department of Finance may authorize the transfer of funds from this item to Item 5180-001-0001 in order to fund the cost of the administrative hearing process associated with federal law changes in SSI/SSP. The Department of Finance shall transfer funds pursuant to this provision 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,

Item | Amount

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

5180-155-0890—For transfer by the Controller from the federal Temporary Assistance for Needy Families Block Grant account in the Federal Trust Fund to the federal Social Services (Title XX) Block Grant for Local Assistance account in the Federal Trust Fund, Department of Social Services, Program 20.43, Child Welfare Services..... 135,000,000

Provisions:

1. Pursuant to authorization contained in the federal Personal Responsibility and Work Opportunity Reconciliation Act of the 1996 (Public Law 104–193), the amount of this item shall be transferred from the federal Temporary Assistance for Needy Families (TANF) Block Grant within the Federal Trust Fund to the federal Child Care and Development Block Grant administered by the State Department of Education. This entire amount shall be used for local assistance child care programs operated by the State Department of Social Services for TANF recipients.

5180-141-0001—For local assistance, Department of Social Services..... ~~560,283,000~~ *534,743,000*

Schedule:

(a) 10.20-County Administration…	~~1,562,484,000~~ *1,516,011,000*	
(b) 10.25-Automation Projects	~~156,186,000~~ *138,207,000*	
(c) Reimbursements.....	~~–15,646,000~~ *–21,262,000*	
(d) Amount payable from the Federal Trust Fund (Item 5180-141-0890).	~~–1,142,741,000~~ *–1,098,213,000*	

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

Item	Amount
Fund shall be repaid when the federal share of costs for the program or programs becomes available.	
2. 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. Notwithstanding any other provision of law, the State Department of Social Services may withhold state financial support of a county's automated welfare operations if the county does not provide a fiscal accounting of those operations in the form and manner as may be requested by the department and the department may enter into an agreement with a county wherein state financial support for the development or modification of county-automated welfare operations is conditioned upon the realization of savings projected by the county and upon a finding by the department that the development or modification of county-automated welfare operations is consistent with the development and implementation of SAWS.	
4. Provision 1 of Item 5180-101-0001 also applies to this item.	
5. 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 appropriated 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.	
6. The Department of Finance may augment the funds appropriated in this item to make allocations to fund county plans that are approved by the State Department of Social Services under	

Item Amount

Section 15200.6 of the Welfare and Institutions Code.

7. The Department of Finance may approve and transfer funds in this item to Item 4130-001-0632, Program 30—Systems Management Services, for planning, implementation and maintenance activities for the Statewide Automated Welfare System (SAWS), the Statewide Automated Child Support System (SACSS) and the Statewide Fingerprint Imaging System (SFIS). The Department of Finance shall within 30 days of making such transfer notify the chairperson of the committee in each house that considers appropriations and the Chairperson of the Joint Legislative Budget Committee.

8. The State Department of Social Services shall require the counties participating in SAWS, other than the counties participating in the Interim SAWS Consortium and the LEADER Consortium, to pay, in the aggregate, five percent of total application development costs. Each county must pay a proportional share of these costs equal to the county's percentage of the consortium's caseload in that county for the fiscal year. A county may pay these funds during the development of the systems, or may enter into an agreement with the state to pay reimbursements after the system is operational. Each county subject to this provision shall reimburse the General Fund no later than four years after the initiation of case conversion in the county. The department shall pay the county share of all other SAWS development and implementation costs as approved by the Department of Finance and federal funding agencies.

9. (a) The State Department of Social Services shall pay the county share of maintenance and operations costs for the first 12 months of production of the Statewide Automated Welfare System (SAWS) for counties in the Interim SAWS Consortium, the Welfare Case Data Consortium, and Consortium IV. Production shall be deemed to begin in each county when the first case is converted to the SAWS application or the first intake case is processed on the SAWS application, whichever occurs first.

Item Amount

(b) The department shall pay all SAWS maintenance and operations costs for specified counties as defined in this subdivision. A county qualified for SAWS maintenance and operations funding is defined as one having an average monthly, duplicated continuing case count below 3,700 cases for the TANF and Foster Care, Non-Assistance Food Stamps, Public Assistance Food Stamps, Medi-Cal and County Medical Services programs. The department shall make its determination based on actual case counts for the most current full fiscal year. The department shall provide funding for the county share of costs for those counties which annually meet this definition until June 30, 2001.

(c) Beginning October 1, 1998, the original 14 Interim SAWS counties shall pay the county share of maintenance and operations costs in accordance with existing statutes governing county administrative costs, with the exception of those counties meeting the definition in subdivision (b) of this provision.

(d) The department shall pay the county share of Napa County's Interim SAWS application maintenance costs through September 30, 1998.

(f) The department shall pay the county share of Merced County's MAGIC application maintenance costs until September 30, 1998, or until Merced County has converted its caseload to one of the SAWS consortia systems, whichever occurs first.

10. The Department of Finance may authorize the transfer of funds from this item to Item 5180-001-0001, Item 5180-101-0001 and Item 5180-151-0001 as necessary to implement California's program under the Personal Responsibility and Work Opportunity Reconciliation Act of 1996. The Department of Finance shall transfer funds pursuant to this provision 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

Item Amount

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

11. In augmentation of the funds appropriated by this item, an additional sum up to $5,537,000 in Program 10.25 is hereby appropriated to the State Department of Social Services for continued development and implementation of the Statewide Fingerprint Imaging System (SFIS) and $1,650,000 is appropriated to the State Department of Social Services in Program 10.20, for county fingerprint technicians, subject to the review and approval of the Department of Finance and the Department of Information Technology of a feasibility study report prepared in accordance with the State Administrative Manual, and the award of a contract for implementation of the SFIS. In the event that a contract award is not made prior to July 1, 1997, 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 feasibility study report. In the event that a feasibility study report is not approved prior to July 1, 1997, the funds appropriated in this provision shall be made available by the Department of Finance in an amount sufficient to ensure completion of a feasibility study report, and in an amount consistent with a subsequent contract award.

12. The State Department of Social Services shall pay the county share of Merced County's MAGIC application maintenance costs until September 30, 1998, or until Merced County has converted its caseload to one of the SAWS consortia systems, whichever occurs first. Merced County shall be the first county implemented under the SAWS consortium system approved for Merced County. Beginning October 1, 1998, Merced County shall pay the county share of MAGIC application maintenance costs based on its percentage share of the total caseload for the consortium approved for Merced County on October 1, 1998. The caseload percentage share shall be adjusted each fiscal year to reflect changes in caseload throughout the consortium. Caseload for the purposes of this provision shall be defined as actual average

Item Amount

annual duplicated case counts for the most current full fiscal year for the programs included in the consortia system. Beginning October 1, 1998, and until Merced County has converted its caseload to the SAWS consortium approved for Merced County, the State Department of Social Services shall pay the difference between the total county share of MAGIC application maintenance costs and the Merced County caseload percentage share of MAGIC application costs.

13. Of the amount appropriated in this item, $1,201,000 in Program 10.25, for modifications to the Statewide Automated Child Support System (SACSS) to support the new requirements of the State Disbursement Unit, shall not be encumbered or expended until the Department of Information Technology reviews and approves this project's Feasibility Study Report or equivalent federal planning document prepared in accordance with the State Administrative Manual. The funds shall be made available consistent with the amount approved by the Department of Finance based upon the approved Feasibility Study Report or equivalent federal planning document. 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.

14. Of the amount appropriated in this item, $1,711,000 in Program 10.25, for modifications to the Statewide Automated Child Support System (SACSS) to support the new requirements of the Statewide Registry, shall not be encumbered or expended until the Department of Information Technology reviews and approves this project's feasibility study report or equivalent federal planning document prepared in accordance with the State Administrative Manual. The funds shall be made available consistent with the amount approved by the Department of Finance based upon the approved

Item Amount

feasibility study report or equivalent federal planning document. 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 determine.

15. Of the amount appropriated in this item, $792,060 in Program 10.25, for planning costs for the Los Angeles Eligibility, Automation Determination-Evaluation Reporting (LEADER) Foster Care component (LA CARES), shall not be encumbered or expended until the Department of Information Technology reviews and approves this project's special project report or equivalent federal planning document prepared in accordance with the State Administrative Manual. The funds shall be made available consistent with the amount approved by the Department of Finance based upon the approved special project report or equivalent federal planning document. 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.

16. Of the amount appropriated in this item, $1,929,709 in Program 10.25, for planning costs for the Statewide Automated Welfare System (SAWS) Consortium IV planning costs, shall not be encumbered or expended until the Department of Information Technology reviews and approves this project's special project report or equivalent federal planning document prepared in accordance with the State Administrative Manual. The funds shall be made available consistent with the amount approved by the Department of Finance based upon the approved special project report or equivalent federal planning document. The funds shall

Item Amount

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.

17. Notwithstanding any other provision of law, of the funds appropriated by this item in Program 10.25, an amount not to exceed $3,210,226 is available to the counties as a loan in fiscal year 1997–98 for the nonfederal share of the operations and maintenance cost of the Statewide Automated Child Support System (SACSS) not eligible for enhanced federal funding. The total outstanding loan amount, inclusive of loans made pursuant to Provision 1 of Item 5180-141-0001, Budget Act of 1996, shall not exceed $5,046,254 over two fiscal years. This loan does not constitute a shift in financial responsibility for any portion of the Child Support Enforcement program as defined by Chapter 4.1 (commencing with Section 10815) of Part 2, and Chapter 9 (commencing with Section 15200) of Part 3, of Division 9 of the Welfare and Institutions Code. Loan repayment may begin at the time as agreed upon between the state and each individual county, but in any case no later than upon full statewide implementation as defined in the most recent approved SACSS Special Project Report or equivalent federal planning document and shall be repaid as a deduction from respective counties' incentive payments for a period not to exceed 24 months. If the loan is repaid within the 24 months, the state shall forgive 29.4 percent of the funds loaned.

18. Of the amount appropriated in this item, $2,744,000 in Program 10.25, for costs to reprogram the Statewide Automated Welfare System (SAWS) to accommodate welfare program changes in CalTAP, shall not be encumbered or expended until the Department of Information Technology reviews and approves the SAWS special project reports or equivalent federal planning documents prepared in accordance

Item Amount

with the State Administrative Manual. The funds shall be made available consistent with the amount approved by the Department of Finance based upon the approved special project reports or equivalent federal planning documents. 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 chairperson of the committee, or his or her designee, may in each instance determine.

19. Of the amount appropriated by this item, $2,778,000 in Program 30, for the implementation of the Statewide Child Support System (SACSS), shall not be encumbered or expended until the Department of Information Technology reviews and approves this project's special project report or equivalent federal planning document prepared in accordance with the State Administrative Manual. Additionally, these funds shall not be encumbered or expended until the Department of Information Technology has completed a legal analysis of the SACSS contract to determine potential liability for the increased project costs requested in the special project report or equivalent federal planning document. The funds shall be made available consistent with the amount approved by the Department of Finance based upon the approved special project report or equivalent federal planning document. 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.

20. In augmentation of the funds appropriated by this item, an additional sum up to $49,960,000 is hereby appropriated to the State Department of Social Services for support of the Statewide Automated Child Support System (SACSS) project, subject to the conditions that (1) the

Item | Amount

Health and Welfare Agency Data Center (HWDC) negotiate immediately with the primary SACSS contractor with the objective of amending the contract to better protect the state's interests and ensure successful completion of the project, and (2) the HWDC prepare and submit to the Chairperson of the Joint Legislative Budget Committee and the chairpersons of the fiscal committees in each house, not later than 30 days following the release of the Bureau of State Audit's audit report on the SACSS project, the data center's response to the recommendations made by the Bureau of State Audits in its report. The HWDC's response shall include its plan for implementing the audit report's recommendations or taking other actions that will improve (1) the HWDC's contract with Lockheed IMS Corporation in order to better protect the state's interests and ensure success of the SACSS project, and (2) the HWDC's management of the contract. In the event that the audit report is delayed, the Department of Finance may release funds appropriated through this provision in amounts sufficient to allow the data center to meet its monthly cash flow requirements for the SACSS project. The Department of Finance shall notify the Legislature's fiscal committees of such a release within 30 days following the release of funds.

5180-141-0890—For local assistance, Department of Social Services, for payment to Item 5180-141-0001, payable from the Federal Trust Fund ..... ~~1,142,741,000~~ *1,098,213,000*

Provisions:

1. Provisions 1 to 6, inclusive, *11, 13 to 17, inclusive, and 19 to 21, inclusive,* of Item 5180-141-0001 also apply to this item.
2. The Department of Finance may authorize the transfer of funds from this item to Item 5180-001-0890, Item 5180-101-0890 and Item 5180-151-0890 as necessary to implement California's program under the Personal Responsibility and Work Opportunity Reconciliation Act of 1996. The Department of Finance shall transfer funds pursuant to this provision no sooner than 30 days after providing notification in writing to the

Item			Amount
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.			
5180-151-0001—For local assistance, Department of Social Services			~~963,265,000~~ *1,039,119,000*
Schedule:			
(a) 20.01-In-Home/Supportive Services		~~906,324,000~~ *963,821,000*	
(1) 20.01.010-Services	~~792,325,000~~ *841,106,000*		
(2) 20.01.015-Administration	~~113,999,000~~ *122,715,000*		
(b) 20.05-Employment Services		~~420,092,000~~ *531,886,000*	
(c) 20.08-Cal-Learn		~~62,611,000~~ *59,535,000*	
(d) 20.10-Child Care		~~5,849,000~~ *8,659,000*	
(e) 20.43-Child Welfare Services		~~933,088,000~~ *983,789,000*	
(f) 20.44-Adoptions		~~58,364,000~~ *57,131,000*	
(g) 20.47-Child Abuse Prevention		~~23,153,000~~ *32,925,000*	
(h) 20.50-Special Programs		~~58,335,000~~ *65,857,000*	
(1) 20.50.001-Specialized Services	~~512,000~~ *8,034,000*		
(2) 20.50.005-Access Assistance for the Deaf	3,304,000		
(3) 20.50.010-Maternity Care	2,010,000		
(4) 20.50.015-Refugee Assistance Services	24,000,000		
(5) 20.50.020-County Services Block Grant	28,509,000		

Item	Amount
(i) Reimbursements.....	~~–502,169,000~~ *–615,461,000*
(ix) Amount payable from the Restitution Fund (Item 5180-151-0214).....	*–10,000,000*
(j) Amount payable from the Employment Training Fund (Item 5180-151-0514).....	~~–20,000,000~~ *–10,000,000*
(k) Amount payable from the Child Health and Safety Fund (Item 5180-151-0279).....	–248,000
(*l*) Amount payable from the Federal Trust Fund (Item 5180-151-0890)	~~–982,134,000~~ *–1,028,775,000*

Provisions:

1. The funds appropriated by this item are for social services programs, for the cost of special social services programs for which federal grants in aid are made to the state; for grants or services to local agencies for the extension of child welfare services as provided by Chapter 5 (commencing with Section 16500) of Part 4 of Division 9 of the Welfare and Institutions Code; for the cost of the adoption programs and care of children, to be expended in accordance with Chapter 2 (commencing with Section 16100) of Part 4 of Division 9 of the Welfare and Institutions Code; for the costs incurred by counties, including, but not limited to, the required county funds, for in-home supportive services as provided by Article 7 (commencing with Section 12300) of Chapter 3 of Part 3 of Division 9 of the Welfare and Institutions Code, and for prevention of child abuse and neglect as provided by Chapter 11 (commencing with Section 18950) of Part 6 of Division 9 of the Welfare and Institutions Code.
2. Provision 1 of Item 5180-101-0001 also applies to this item.
3. Notwithstanding Chapter 1 (commencing with Section 18000) of Part 6 of Division 9 of the Welfare and Institutions Code, a loan not to exceed $113,000,000 shall be made available from the General Fund from funds not otherwise appropriated, to cover the federal share of costs of a

Item Amount

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.

4. The Department of Finance may approve expenditures for Program 20.08, Cal-Learn, in those amounts made necessary by changes in caseload or supportive services payments which are in excess of amounts appropriated in this act. If the Department of Finance determines that the estimate of Cal-Learn expenditures will exceed the expenditures authorized for this program, the department shall notify the Legislature. Upon notification, the amount of the limitation shall be increased by the amount of the excess unless and until otherwise provided by law.

5. The Department of Finance may authorize the transfer of amounts from this item to Item 5180-161-0001, Program 30—Community Care Licensing, in order to reflect modifications in the utilization of federal Title XX funds.

6. The Department of Finance may approve and transfer funds in this item to Item 4130-001-0632, Program 30—Systems Management Services, for activities relating to the Child Welfare Services Case/Management System (CMS/CWS). The Department of Finance shall within 30 days of making such transfer notify the chairperson of the committee in each house that considers appropriations and the Chairperson of the Joint Legislative Budget Committee.

7. Cal-Learn case management includes services provided pursuant to the Adolescent Family Life Program (AFLP) Standards and the Cal-Learn program-specific case manager activities required under Article 3.5 (commencing with Section 11331) of Chapter 2 of Part 3 of Division 9 of the Welfare and Institutions Code. Any county that contracts out for the case management services shall reimburse the contractor at an annual rate of $1,650 per Cal-Learn client. This amount does not include mandated functions of county social services departments, including final determination of bonuses, sanc-

Item Amount

tions, good cause, program exemption and deferral, administrative costs for supportive services, and requirements of the Department of Social Services for county data reporting.

8. The Department of Finance may authorize the transfer of funds from this item to Item 5180-001-0001, Item 5180-101-0001 and Item 5180-141-0001 as necessary to implement California's program under the Personal Responsibility and Work Opportunity Reconciliation Act of 1996. The Department of Finance shall transfer funds pursuant to this provision 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.

9. Of the funds appropriated by this item, $4,687,000 in Program 20.01.015, for In-Home Supportive Services/Case Management, Information and Payrolling System, may not be encumbered or expended until the Department of Information Technology reviews and approves this project's Special Project Report prepared in accordance with the State Administrative Manual. The funds shall be made available consistent with the amount approved by the Department of Finance based upon the approved Special Project Report. The funds may 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 Chairperson of the Joint Legislative Budget Committee, or his or her designee, may in each instance determine.

10. The State Department of Social Services shall evaluate the effectiveness of the Employment Readiness Demonstration Project model in placing hard-to-serve welfare recipients in employment or other work activities. The evaluation shall utilize outcome measures that include the number of clients who are able to find employment as a result of the project, the

Item	Amount
extent of any such employment, and whether any clients were no longer dependent on public assistance, or attained a reduced level of public assistance, as a result of the project.	
11. Of the funds appropriated by this item, $5,534,000 in Program 20.43, for implementation and maintenance and operations costs for the Child Welfare Services/Case Management System (CWS/CMS), may not be encumbered or expended until the Department of Information Technology reviews and approves the CWS/CMS Special Project Report prepared in accordance with the State Administrative Manual. The funds shall be made available consistent with the amount approved by the Department of Finance based upon the approved Special Project Report. The funds may 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 Chairperson of the Joint Legislative Budget Committee, or his or her designee, may in each instance determine.	
5180-151-0214—For local assistance, Department of Social Services, for payment to 5180-151-0001, payable from the Restitution Fund	*10,000,000*
5180-151-0279—For local assistance, Department of Social Services, for payment to 5180-151-0001, payable from the Child Health and Safety Fund	248,000
5180-151-0514— For local assistance, Department of Social Services, for payment to Item 5180-151-0001, payable from the Employment Training Fund.....	~~20,000,000~~
	10,000,000
5180-151-0890—For local assistance, Department of Social Services, for payment to Item 5180-151-0001, payable from the Federal Trust Fund	~~982,134,000~~
	1,028,775,000
Provisions:	
1. Provisions 1, 2, 4, ~~and 6~~ *6, 10, and 11* of Item 5180-151-0001 also apply to this item.	
2. The Department of Finance may authorize the transfer of funds from this item to Item 5180-001-0890, Item 5180-101-0890 and Item 5180-141-0890 as necessary to implement California's pro-	

Item | Amount

gram under the Personal Responsibility and Work Opportunity Reconciliation Act of 1996. The Department of Finance shall transfer funds pursuant to this provision 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.

5180-155-0890—For transfer by the Controller from the federal Temporary Assistance for Needy Families Block Grant account in the Federal Trust Fund to the federal Social Services (Title XX) Block Grant for Local Assistance account in the Federal Trust Fund, Department of Social Services, Program 20.43, Child Welfare Services *47,553,000*

5180-161-0001—For local assistance, Department of Social Services ..... ~~6,564,000~~ *6,520,000*

Schedule:

(a) 30-Community Care Licensing .... ~~13,524,000~~ *13,480,000*

(b) Amount payable from the Federal Trust Fund (Item 5180-161-0890) –6,960,000

Provisions:

1. The Department of Finance may authorize the establishment of positions and transfer of amounts from this item to Item 5180-001-0001, Program 30—Community Care Licensing, in order to allow the state to perform the facilities evaluation function in the event the counties fail to perform that function.

5180-161-0890—For local assistance, Department of Social Services, for payment to Item 5180-161-0001, payable from the Federal Trust Fund 6,960,000

Provisions:

1. The Department of Finance may authorize the transfer of amounts from this item to Item 5180-001-0890 in order to allow the state to perform the facilities evaluation function in the Community Care Licensing Program in the event the counties fail to perform that function.
2. The Department of Finance may authorize the transfer of amounts from this item to Item 5180-

Item Amount

151-0890 in order to reflect modifications in the utilization of federal Title XX funds.

5180-490—Reappropriation, Department of Social Services. Notwithstanding any other provision of law, the unencumbered 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, 1998:

0001—General Fund

(1) The balance of the $13,159,877 CWS Training reappropriation in Program 20.43, Child Welfare Services, Item 5180-151-0001, Budget Act of 1996, is reappropriated for transfer to and in augmentation of Item 5180-151-001 of this act for the purpose of funding the increased county costs of conversion to the Child Welfare Services Case Management System (CWS/CMS) resulting from the staff time necessary to administer a fully operational child welfare services system while workers, supervisors, and support staff are training, or are traveling to training, to use the CWS/CMS. The department's determination of that amount shall be based on factors such as the number of staff affected, the cost of the staff, and the implementation schedule of the CWS/CMS for each county welfare department.

0890—Federal Fund

(1) The balance of the $6,059,999 CWS Training augmentation in Program 20.43, Child Welfare Services, Item 5180-151-0890, Budget Act of 1996, is reappropriated for transfer to and in augmentation of Item 5180-151-0890 of this act for the purpose of funding the increased county costs of conversion to the Child Welfare Services Case Management System (CWS/CMS) resulting from the staff time necessary to administer a fully operational child welfare services system while workers, supervisors, and support staff are training, or are traveling to training, to use the CWS/CMS. The department's determination of that amount shall be based on factors such as the number of staff affected, the cost of the staff,

Item Amount

and the implementation schedule of the CWS/CMS for each county welfare department.

5180-491—Reappropriation, Department of Social Services. Notwithstanding any other provision of law, the appropriations provided in the following citations are reappropriated on the effective date of this act for the purposes (and subject to the limitations unless otherwise specified) provided for in the appropriations and shall be available for expenditure until June 30, 1998:

0001—General Fund

(1) The balance of the appropriation provided in Item 5180-001-0001 of Budget Act of 1996 for disaster preparedness and relief, is reappropriated for transfer and in augmentation of Item 5180-001-0001 of this act for disaster relief purposes.

0890—Federal Trust Fund

(1) The balance of the $60,000,000 GAIN augmentation in Program 20.05, Employment Services, Item 5180-151-0890, Budget Act of 1996, is reappropriated for transfer to and in augmentation of Item 5180-151-0890 of this act for the GAIN program.

YOUTH AND ADULT CORRECTIONAL AGENCY

5240-001-0001—For support of the Department of Corrections..... ~~3,463,526,000~~
3,420,832,898

Schedule:

(a) 21-Institution Program..... ~~2,649,278,567~~
2,643,938,129

(b) 22-Health Care Services Program ..... ~~508,190,000~~
461,937,430

(c) 31-Community Correctional Program ..... ~~415,673,433~~
404,223,401

(d) 41.01-Administration..... ~~140,831,000~~
146,368,521

(e) 41.02-Distributed Administration..... ~~–140,831,000~~
–146,150,354

(f) Reimbursements..... ~~–64,424,000~~
–45,577,229

Item	Amount
(g) Amount payable from the Federal Trust Fund (Item 5240-001-0890)	~~–1,217,000~~ *–217,000*
(h) Amount payable from the Federal Trust Fund (Item 5240-005-0890)	~~–2,363,000~~ *–2,279,000*
(i) Amount payable from the Inmate Welfare Fund (Item 5240-001-0917)	~~–41,612,000~~ *–41,411,000*

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.
2. Funds appropriated to accommodate projected parole population levels in excess of those that actually materialize, if any, shall revert to the General Fund.
3. It is the intent of the Legislature that the Department of Corrections shall utilize funds appropriated by this item to maintain, at a minimum, its current level of staff employed in accordance with Sections 12000 to 12009, inclusive, of the Unemployment Insurance Code.
4. Any funds recovered as a result of audits of locally operated return-to-custody centers shall revert to the General Fund.
5. Any funds appropriated by this item for the Correctional Management Information *System* (CMIS) project may not be redirected or eliminated as part of an unallocated budget reduction. In addition, any funds appropriated by this item for the CMIS project that are not expended for that project shall revert to the General Fund.
6. 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 lease county jail beds (which includes state costs, but is exclusive of one-time

Item Amount

and capital outlay costs), shall not exceed the department's average cost for operating comparable institutions.

7. Notwithstanding any other provision of law, funds appropriated in Schedule (a) for McGee Training Facility rent payments may be transferred to Item 5240-003-0001 by the Controller, upon order of the Director of Finance, as necessary to provide rental payments on lease revenue bonds for the McGee Training Facility if a bond sale occurs.

8. Notwithstanding any other provision of law, but subject to providing 30 days' prior notification to the Joint Legislative Budget Committee, funds appropriated in Schedule (a) or (b), or both, of this item may be transferred to Item 5240-101-0001, Schedule (b), 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.

9. Of the funds appropriated by this item, $250,000 shall be expended for Interferon treatment, and related tests, for inmates infected with hepatitis B and C. Any funds not used for these purposes shall revert to the General Fund.

10. The Department of Corrections shall perform a management and program evaluation function in its Health Care Services Division to provide comprehensive evaluations of the division's programs and service delivery. By February 1, 1998, the Department shall report to the Legislature on its plans to conduct a comprehensive evaluation of the health care services delivery system. The plan shall identify the resources needed to perform the comprehensive evaluation and shall do all of the following: (1) evaluate the cost-effectiveness and efficiency of the department's medical and mental health delivery system, programs, and services; (2) identify areas for the improvement of, and potential for savings from, the implementation of the department's health care delivery system; and (3) provide the Legislature with a report on February 1 of each year, beginning in 1999, describing the status of the implementation of the health care delivery system, identifying the costs of inmate

Item Amount

medical, mental health, and dental care, and summarizing the results of any evaluations conducted.

11. Notwithstanding any other provision of law, the Department of Corrections may transfer, between Schedules (a), (b), and (c) of this item, up to 5 percent of the amounts appropriated in these schedules. Any transfer of funds appropriated in Schedules (a), (b), and (c) of this item exceeding 5 percent may occur not sooner than 30 days after notification thereof to the Chairperson of the Joint Legislative Budget Committee and the chairpersons of the fiscal committees of the Legislature.

12. Funds appropriated by this item for the Law Enforcement Automated Data System may not be encumbered or expended until the Department of Information Technology reviews and approves the feasibility study report prepared in accordance with the State Administrative Manual. The funds shall be made available consistent with the amount approved by the Department of Finance based on the approved feasibility study report. The funds may 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 Chairperson of the Joint Legislative Budget Committee, or his or her designee, may in each instance determine.

13. This item includes an appropriation of $3,250,000 for the Parole Low Enforcement Automated Data (LEADS) Program. The Department of Information Technology shall determine by December 1, 1997, and recommend to the Legislature and the Director of Finance, whether the responsibility, funding, and staffing for the Parole LEADS program should be transferred from the California Department of Corrections to the Department of Justice. The Director of Finance may transfer the program responsibility, funding, and staffing for the program to the Department of Justice if that action is approved in writing and filed with

Item Amount

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 that action.

14. Funds appropriated for the development of a Corrections Management Information System (CMIS) project may not be expended until: (1) a feasibility study report prepared in accordance with the State Administrative Manual has been completed and approved by the Department of Finance and the Department of Information Technology, and (2) the Department of Information Technology makes a finding that deployment of communications infrastructure prior to the selection of a new CMIS integration vendor is justified and will not compromise the bidding process and success of the overall project.

15. None of the funds appropriated by this item for support of the CMIS project for an independent validation and verification contractor may be expended unless the contract for services requires that the contractor (1) review, in advance of its release, the proposed CMIS Request for Proposal and the related bid evaluation and selection plan for the purpose of improving the proposal and plan, where necessary to better protect the state's interest and ensure a successful project, and (2) review the evaluation of the bids in order to confirm that the department's selection of an integration vendor is consistent with the bid evaluation and selection plan.

16. In augmentation of the funds appropriated by this item, an additional sum of five million dollars ($5,000,000) is hereby appropriated to the Department of Corrections for the establishment of a computer network infrastructure necessary to support the Corrections Automated Materials Management System (CAMMS), on the condition that a feasibility study report supporting the CAMMS project, prepared in accordance with the State Administrative Manual, is approved by the Department of Finance and the Department of Information Technology and substantiates the need

Item		Amount
for the expenditure of funds in the 1997–98 fiscal year for establishment of the computer network infrastructure.		
5240-001-0678—For support of the Department of Corrections		*7,000,000*
Schedule:		
(a) 21-Institution Program	*7,000,000*	
5240-001-0890—For support of the Department of Corrections, for payment to Item 5240-001-0001, payable from the Federal Trust Fund		~~1,217,000~~ *217,000*
5240-001-0917—For support of the Department of Corrections, for payment to Item 5240-001-0001, payable from the Inmate Welfare Fund		~~41,612,000~~ *41,411,000*
5240-003-0001—For support of the Department of Corrections for rental payments on lease revenue bonds		~~217,532,000~~ *175,268,000*
Schedule:		
(a) Southern Maximum Security Complex	~~12,179,000~~ *12,180,000*	
(b) Mule Creek State Prison	~~16,026,000~~ *16,037,000*	
(c) California State Prison Corcoran	~~34,240,000~~ *34,208,000*	
(d) Pelican Bay State Prison	~~27,974,000~~ *27,998,000*	
(e) Central California Women's Facility	~~15,378,000~~ *15,387,000*	
(f) Calipatria State Prison	~~18,725,000~~ *18,708,000*	
(g) Centinella State Prison	~~19,704,000~~ *19,684,000*	
(h) Pleasant Valley State Prison	~~18,931,000~~ *18,932,000*	
(i) High Desert State Prison	~~24,138,000~~ *24,139,000*	
(j) Valley State Prison	~~14,634,000~~ *14,635,000*	
(k) Salinas Valley State Prison	~~24,600,000~~ *18,214,000*	
(*l*) CSATF & SP at Corcoran II	~~2,045,000~~ *2,116,000*	
(m) Emergency Bed Program	1,100,000	

Item		Amount
(n) Insurance	~~2,384,000~~ *1,551,000*	
(o) Reimbursements	~~–14,526,000~~ *–49,621,000*	
5240-005-0890—For support of the Department of Corrections, for payment to Item 5240-001-0001, payable from the Federal Trust Fund (Federal Crime Bill)		~~2,363,000~~ *2,279,000*
5240-101-0001—For local assistance, Department of Corrections		~~24,136,000~~ *44,187,000*
Schedule:		
(a) 21-Institution Program	~~9,439,000~~ *14,998,000*	
(b) 31-Community Correctional Program	~~14,697,000~~ *29,189,000*	

Provisions:

1. The amount appropriated by 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 end of the month in which expenses are incurred, expenditures shall be charged to ei-

Item	Amount
ther 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 by the Department of Corrections or the fiscal year in which the warrant is issued.	

Item		Amount
2. Notwithstanding any other provision of law, upon 30-day prior notification to the ~~Chairman~~ *Chairperson* of the Joint Legislative Budget Committee, funds appropriated in Schedule (b) of this item may be transferred to Schedules (a) or (b), 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.		
5240-102-0001—For local assistance, Department of Corrections		*3,000,000*
Schedule:		
(a) 21-Institution Program	*3,000,000*	
5240-301-0001—For capital outlay, Department of Corrections		~~28,256,000~~ *19,588,000*
Schedule:		
(1) 61.01.001-Statewide: Budget Packages and Advance Planning	300,000	
~~(2) 61.01.200-Statewide: Disability Placement Plan—American Disabilities Act (ADA)—Preliminary plans and working drawings~~	~~97,000~~	
~~(3) 61.01.301-Statewide: Study and Design of Correctional Treatment Centers, Phase II— Study, preliminary plans and working drawings~~	~~3,208,000~~	
~~(4) 61.01.305-Statewide: Enhanced Outpatient Care—Preliminary plans and working drawings~~	~~1,064,000~~	
~~(5) 61.01.310-Statewide: Reception Center Screening and Evaluation Program— Preliminary plans and working drawings~~	~~818,000~~	
~~(6) 61.01.311-Statewide: Correctional Clinical Case Management— Preliminary plans and working drawings~~	~~2,713,000~~	
(7) 61.04.040-California Correctional Institution, Tehachapi: Wastewater Treatment Plant Renovation and New Potable Water Source—Study	200,000	

Item	Amount
(8) 61.07.101-Folsom State Prison: Renovate Dental Clinic—Preliminary plans and working drawings	30,000
(9) 61.07.102-Folsom State Prison: Renovate Branch Circuit Wiring, Building 1—Preliminary plans and working drawings.....	93,000
(10) 61.07.103-Folsom State Prison: Renovate Supply Heating and Ventilation, Building 1—Preliminary plans and working drawings	45,000
(11) 61.08.020-California Institution for Men, Chino: PCE Contamination Cleanup—Preliminary plans and working drawings.....	~~182,000~~ *924,000*
(12) 61.08.024-California Institution for Men, Chino: Replace Locking Devices—RC Central—Working drawings and construction	2,330,000
(13) 61.08.028-California Institution for Men, Chino: Cold Freezer Addition—Preliminary plans and working drawings.....	25,000
(14) 61.10.101-California Men's Colony, San Luis Obispo: Central Kitchen Replacement (West) —Preliminary plans and working drawings	187,000
(15) 61.12.030-California State Prison at San Quentin: Facilities Master Plan—Study	1,000,000
(16) 61.14.030-Minor Projects	5,500,000
(17) 61.14.031-Minor Projects: Various ~~Americans with Disabilities Act (ADA) Projects.....~~	~~7,859,000~~
Disability Placement Plan (DPP) Projects	*6,349,000*
(18) 61.15.030-California Rehabilitation Center, Norco: Patton State Hospital Security Perimeter —Preliminary plans, working drawings and construction	1,995,000
(19) 61.15.031-California Rehabilitation Center, Norco: Construct Water Filtration Plant—Preliminary plans and working drawings	41,000

Item | Amount

(20) 61.16.021-Sierra Conservation Center, Jamestown: Effluent Disposal Pipeline—Preliminary plans 569,000

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 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 1998–1999 or 1999–2000 Governor's Budget, and for which cost estimates or preliminary plans can be developed prior to legislative hearings on the 1998–1999 and 1999–2000 Governor's Budgets, respectively. These funds may be used for all of the following: budget package development, architectural programming, engineering assessments, schematic design, and preliminary plans. The amount appropriated in this item for that purpose 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.

5240-301-0660—For capital outlay, State Public Works Board, payable from the Public Buildings Construction Fund ..... ~~31,262,000~~ *9,973,000*

Schedule:

~~(1) 61.01.300-Statewide: Study, Design and Construction of Correctional Treatment Centers—Construction ..... 11,318,000~~

(2) 61.08.023-California Institution for Men, Chino: Replace Program ''C'' Dorms-Construction ..... ~~5,612,000~~ *2,806,000*

(3) 61.08.025-California Institution for Men, Chino: Denitrification Plant-Construction ..... ~~5,530,000~~ *2,765,000*

Item	Amount
(4) 61.08.028-California Institution for Men, Chino: Cold Freezer Addition-Construction	~~375,000~~ *188,000*
(5) 61.16.202-Sierra Conservation Center, Jamestown: Wastewater Treatment Plant-Construction	~~8,427,000~~ *4,214,000*

Provisions:

1. The State Public Works Board may issue lease-revenue bonds, notes or bond anticipation notes pursuant to Chapter 3.1 (commencing with Section ~~15819.1 to 15819.13 inclusive)~~ *15819.1)* of Part 10b of Division 3 of Title 2 of the Government Code to finance the construction.
2. The State Public Works Board and the California Department of Corrections may obtain interim financing including, but not limited to, the Pooled Money Investment Account pursuant to Sections 16312 and 16313 of the Government Code for the project costs authorized in this item.
3. The maximum amount 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.
4. The State Public Works Board may authorize the augmentation of the cost of construction of the project set forth in this section 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 amounts 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 cost of financing a debt service reserve fund, and the cost of issuance of permanent financing for the project. This additional amount may include interest payable on any interim financing including the Pooled Money Investment Account pursuant to Section 16312 *of the Government Code* .
5. In the event the bonds authorized for the project are not sold, the Department of Corrections shall commit a sufficient portion of its support appropriation provided for in this act to re-

Item		Amount
pay any loans for interim financing. It is the intent of the Legislature that this commitment shall be included in future Budget Acts until outstanding loans for interim financing are repaid either through the sale of bonds or from an appropriation.		
5240-301-0890—For capital outlay, Department of Corrections, for payment to Item 5240-302-0001, payable from the Federal Trust Fund.....		~~40,455,000~~ *20,227,000*
Provisions:		
1. Notwithstanding Section ~~2~~ *2.00* of this Act, the funds appropriated in this item shall be available until June 30, 1999.		
2. The amounts appropriated in this item ~~represents~~ *represent* federal funds received from the Violent Offender Incarceration and Truth in Sentencing grants as reflected in Item 5991-401.		
5240-302-0001—For capital outlay, Department of Corrections.....		~~9,595,000~~ *4,798,000*
Schedule:		
(1) 61.01.722-General and Advance Planning: New Correctional Facilities-Site studies and suitability reports, environmental studies, master planning and architectural programming.....	~~2,250,000~~ *1,125,000*	
(2) 61.39.001-California State Prison-Kern County at Delano II: 2,124-cell combination medium and maximum security prison, together with a Level I support services facility-Site acquisition, site studies and suitability reports, environmental studies, master planning, architectural programming, schematics, preliminary plans and working drawings.....	~~15,000,000~~ *7,500,000*	
(3) 61.40.001-California State Prison-Kern County at California City: 2,124-cell combination medium and maximum security prison, together with Level I support services facility—Site acquisition,		

Item	Amount
site studies and suitability reports, environmental studies, master planning, architectural programming, schematics, preliminary plans and working drawings	~~15,000,000~~ *7,500,000*
(4) 61.41.001-California State Prison-San Diego County II: 2,500-cell combination reception center and medium security prison, together with a Level I support services facility—Site acquisition, site studies and suitability reports, environmental studies, master planning, architectural programming, schematics, preliminary plans and working drawings	~~17,800,000~~ *8,900,000*
(5) Amount payable from the Federal Trust Fund (Item 5240-301-0890)...	~~–40,455,000~~ *–20,227,000*

Provisions:

1. Notwithstanding any other provision of law, the Department of Finance may make a loan from the General Fund to the Department of Corrections for the purposes of this item to meet cash-flow needs due to delays in collecting the funds from the Federal Violent Offender Incarceration and Truth in Sentencing Incentive grants. All moneys so transferred shall be repaid to the General Fund, as soon as possible, but no later than one year from the date of the loan.
2. Notwithstanding Chapter 10, commencing with Section 4525 et seq., of the Government Code, the Department of Corrections may amend any existing contracts with firms for architectural, engineering and/or environmental services to perform all required architectural, engineering and/or environmental services on an expedited basis for the prison projects authorized.
3. The provisions of Division 13 (commencing with Section 21000) of the Public Resources Code that require consideration of alternative sites for a proposed project and alternative uses for the site of a proposed project shall not apply to a project authorized in Schedule (1) in Sacramento County.

Item Amount

4. Of the amount appropriated in this item, ~~four million four hundred ninety five thousand ($4,495,000)~~ *$2,248,000* shall be used for the required state match for federal funds received from the Federal Violent Offender Incarceration and Truth in Sentencing grants.
5. Notwithstanding Section ~~2~~ *2.00* of this Act, the funds appropriated in ~~schedule~~ *Schedule* (5) of this item shall be available until June 30, 1999.
6. The amounts appropriated in schedule (5) of this item ~~represents~~ *represent* federal funds received from the Violent Offender Incarceration and Truth in Sentencing grants as reflected in Item 5991-401.

5240-302-0890—For capital outlay, Department of Corrections, payable from the Federal Trust Fund.... 224,910,000

Schedule:

(1) 61.39.001-California State Prison-Kern County at Delano II: 2,124-cell combination medium and maximum security prison, together with a Level I support services facility-construction and equipment..... 224,910,000

Provisions:

1. Notwithstanding Section ~~2~~ *2.00* of this act, the funds appropriated in this item shall be available until June 30, 2001.
2. The amount appropriated in this item may be used to either reimburse any expenditures to construct the prison as authorized in Item 5240-401 or applied to lease-revenue bond debt service costs on the bonds sold to pay for the construction of California State Prison-Kern County at Delano II as authorized in Item 5240-401.
3. The amounts appropriated in this item represents federal funds received from the Violent Offender Incarceration and Truth in Sentencing grants as reflected in Item 5991-401.

5240-303-0001—For capital outlay, Department of Corrections..... 8,259,000

Schedule:

(1) 61.06.425-Deuel Vocational Institution, Tracy: Reception Center Screening and Evaluation Program—Preliminary plans and working drawings..... 146,000

Item	Amount
(2) 61.07.425-California State Prison, Sacramento, Represa: Correctional Clinical Case Management and Enhanced Outpatient Care—Preliminary plans and working drawings	*556,000*
(3) 61.08.425-California Institution for Men-Central, Chino: Correctional Clinical Case Management and Reception Center Screening and Evaluation Program—Preliminary plans and working drawings	*247,000*
(4) 61.08.426-California Institution for Men-East, Chino: Reception Center Screening and Evaluation Program—Preliminary plans and working drawings	*17,000*
(5) 61.08.427-California Institution for Men-Minimum, Chino: Correctional Clinical Case Management—Preliminary plans and working drawings	*136,000*
(6) 61.09.425-California State Prison, Solano, Vacaville: Correctional Treatment Center—Preliminary plans and working drawings	*227,000*
(7) 61.09.426-California State Prison, Solano, Vacaville: Correctional Clinical Case Management—Preliminary plans and working drawings	*141,000*
(8) 61.11.425-Richard J. Donovan Correctional Facility, San Diego: Correctional Clinical Case Management and Reception Center Screening and Evaluation Program—Preliminary plans and working drawings	*228,000*
(9) 61.12.425-California State Prison, San Quentin: Correctional Treatment Center—Preliminary plans and working drawings	*1,229,000*

Item	Amount
(10) 61.13.425-California Institution for Women, Frontera: Correctional Treatment Center—Preliminary plans and working drawings	*1,060,000*
(11) 61.13.426-California Institution for Women, Frontera: Correctional Clinical Case Management and Enhanced Outpatient Care—Preliminary plans and working drawings	*191,000*
(12) 61.13.427-California Institution for Women, Frontera: Reception Center Screening and Evaluation Program—Preliminary plans and working drawings	*119,000*
(13) 61.15.425-California Rehabilitation Center, Norco: Correctional Clinical Case Management—Preliminary plans and working drawings	*131,000*
(14) 61.17.425-Avenal State Prison, Avenal: Correctional Clinical Case Management—Preliminary plans and working drawings	*141,000*
(15) 61.18.426-Mule Creek State Prison, Ione: Correctional Clinical Case Management and Enhanced Outpatient Care—Preliminary plans and working drawings	*482,000*
(16) 61.21.425-California State Prison, Los Angeles County, Lancaster: Correctional Clinical Case Management and Enhanced Outpatient Care—Preliminary plans and working drawings	*504,000*
(17) 61.23.425-California State Prison, Corcoran: Correctional Clinical Case Management and Enhanced Outpatient Care—Preliminary plans and working drawings	*515,000*

Item	Amount
(18) 61.26.425-Central California Women's Facility, Chowchilla: Enhanced Outpatient Care and Reception Center Screening and Evaluation Program—Preliminary plans and working drawings	*319,000*
(19) 61.26.426-Central California Women's Facility, Chowchilla: Correctional Clinical Case Management—Preliminary plans and working drawings	*163,000*
(20) 61.27.425-Wasco State Prison—Reception Center, Wasco: Reception Center Screening and Evaluation Program—Preliminary plans and working drawings	*216,000*
(21) 61.27.426-Wasco State Prison-Reception Center, Wasco: Correctional Clinical Case Management—Preliminary plans and working drawings	*152,000*
(22) 61.18.425-Mule Creek State Prison, Ione: Correctional Treatment Center—Preliminary plans and working drawings	*215,000*
(23) 61.28.425-North Kern State Prison, Delano: Correctional Treatment Center—Preliminary plans and working drawings	*215,000*
(24) 61.28.426-North Kern State Prison, Delano: Reception Center Screening and Evaluation Program-Preliminary plans and working drawings	*205,000*
(25) 61.28.427-North Kern State Prison, Delano: Correctional Clinical Case Management—Preliminary plans and working drawings	*152,000*
(26) 61.30.425-Centinella State Prison, Imperial: Correctional Treatment Center—Preliminary plans and working drawings	*276,000*

Item		Amount
(27) 61.34.425-Ironwood State Prison, Blythe: Correctional Treatment Center—Preliminary plans and working drawings	*276,000*	
5240-303-0660—For capital outlay, State Public Works Board, payable from the Public Buildings Construction Fund		*5,659,000*
Schedule:		
(1) 61.07.426-California State prison, Sacramento, Represa: Correctional Treatment Center—Construction	*852,500*	
(2) 61.11.426-Richard J. Donovan Correctional Facility, San Diego: Correctional Treatment Center—Construction	*1,218,000*	
(3) 61.21.426-California State Prison, Los Angeles County, Lancaster: Correctional Treatment Center—Construction	*1,161,000*	
(4) 61.25.425-Pelican Bay State Prison, Crescent City: Correctional Treatment Center—Construction	*1,183,500*	
(5) 61.27.427-Wasco State Prison-Reception Center, Wasco: Correctional Treatment Center—Construction	*1,244,000*	
Provisions:		
1. The State Public Works Board may issue lease-revenue bonds, notes, or bond anticipation notes pursuant to Chapter 3.1 (commencing with Section 15819.1) of Part 10b of Division 3 of Title 2 of the Government Code to finance the construction of the projects scheduled in this item.		
2. The State Public Works Board and the Department of Corrections may obtain interim financing, including, but not limited to, financing from the Pooled Money Investment Account pursuant to Sections 16312 and 16313 of the Government Code, for the project costs authorized in this item.		
3. The maximum amount of bonds, notes, or bond anticipation notes to be sold may not exceed the cost of construction and any additional amounts necessary to pay interim and permanent financing costs.		

Item Amount

4. 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 amounts 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 cost of financing a debt service serve fund, and the cost of issuance of permanent financing for the project. This additional amount may include interest payable on any interim financing, including financing from the Pooled Money Investment Account pursuant to Section 16312 of the Government Code.

5. In the event the bonds authorized for these projects are not sold, the Department of Corrections shall commit a sufficient portion of its support appropriation provided for in this act to repay any loans for interim financing. It is the intent of the Legislature that this commitment shall be included in future Budget Acts until outstanding loans for the interim financing are repaid either through the sale of bonds or from an appropriation.

5240-401—For the Department of Corrections.

(a) The Department of Corrections is hereby authorized to construct and establish a combination medium and maximum security prison, together with a Level I support services facility, in the vicinity of Delano in Kern County to be known as California State Prison-Kern County at Delano II.

(b) The State Public Works Board may issue lease revenue bonds, notes or bond anticipation notes pursuant to Chapter ~~3.1,~~ *3.1 of* Part 10b of Division 3 of the Government Code, Sections 15819.1 to 15819.13, inclusive, and Section 15819.15 for the project, provided that the following apply:

(1) ''Prison facility,'' as used in Section 15819.1, includes the California State Prison-Kern County at Delano II.

(2) Notwithstanding the limitation imposed by Section 15819.3 regarding the amount

Item Amount

of bonds to be issued for construction and financing of prison facilities, the State Public Works Board may issue additional bonds in order to pay the costs of acquiring and constructing or refinancing the California State Prison-Kern County at Delano II.

(c) The sum of two hundred forty-nine million, nine hundred thousand dollars ($249,900,000) shall be available for construction and equipment of the California State Prison-Kern County at Delano II from funds derived from lease-purchasing financing methods.

(d) Notwithstanding Section ~~2~~ *2.00* of this act, funds derived from the lease-purchase financing methods for the California State Prison-Kern County at Delano II deposited in the State Treasury, are hereby continuously appropriated without regard to fiscal year to the State Public Works Board on behalf of the Department of Corrections for the purpose of acquiring and constructing or refinancing the prison facilities so financed.

(e) It is the intent of the Legislature to expeditiously utilize federal grant funds that have been or will be awarded to California over a multi-year period pursuant to the Federal Violent Crime Control and Law Enforcement Act of 1994 to construct the prison authorized by this item.

(f) The amount appropriated in Item 5240-302-890 shall be used to either reimburse any expenditures charged to this item to construct the prison, or applied to pay debt service on the bonds sold to pay for the construction of California State Prison-Kern County at Delano II.

(g) Of the amount appropriated in (c), 10 percent of the total project construction costs shall be available to meet the state match requirement for the ~~Federal Funds~~ *federal funds* received from the Federal Violent Offender Incarceration and Truth in Sentencing Incentive grants.

(h) The State Public Works Board and the Department of Corrections may obtain interim financing, including but not limited to the Pooled Money Investment Account pursuant

Item Amount

to Sections 16312 and 16313 of the Government Code.

(i) The State Public Works Board may authorize the augmentation of the cost of construction of the project set forth in this section pursuant to the board's authority under ~~Government Code Section 13332.11~~ *Section 13332.11 of the Government Code* . In addition, the State Public Works Board may authorize any additional amounts necessary to establish a reasonable construction reserve and to pay the cost of financing, including the payment of interest during acquisition or construction of the project, the cost of financing a debt service reserve fund, and the cost of issuance of permanent financing for the project. This additional amount may include interest payable on any interim financing including the Pooled Money Investment Account pursuant to ~~Government Code Section 16312~~ *Section 16312 of the Government Code* .

(j) Of the funds appropriated in (c) of this item, a maximum of two million dollars ($2,000,000) may be made available to Kern County for mitigation costs of local governments, and a maximum of two million dollars ($2,000,000) may be made available to the Kern County Superintendent of Schools for mitigation costs of school districts.

5240-490—Reappropriation, Department of Corrections, for the Transportation Automation Routing and Scheduling System (TARSS). Notwithstanding any other provision of law, the balance of appropriation 5240-001-0853/92, reappropriated by 5240-491/94 and 490/95 (Chapter 980/95), is reappropriated for the purposes provided in the appropriation and shall be available until June 30, 1999.

5240-491—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:

723—New Prison Construction Fund

Item 5240-301-723, Budget Act of 1995, as reappropriated by Item 5240-491, Budget Act of 1996

Item		Amount
(2) 61.17.006—Avenal State Prison, Avenal: Effluent Dam—Preliminary plans, working drawings, and construction.		
724—1984 Prison Construction Fund		
Item 5240-301-724, Budget Act of 1995, as reappropriated by Item 5240-491, Budget Act of 1996		
(1) 61.08.020—California Institution for Men, Chino: PCE Contamination Cleanup—Study		
5430-001-0001—For support of the Board of Corrections		927,000
Schedule:		
(a) 11-Corrections Standards and Services	1,727,000	
(b) 21-Standards and Training for Local Officers	2,333,000	
(c) 31.01-Administration	257,000	
(d) 31.02-Distributed Administration	–257,000	
(e) Reimbursements	–524,000	
(f) Amount payable from the Corrections Training Fund (Item 5430-001-0170)	–2,141,000	
(g) Amount payable from the 1988 County Correctional Facilities Capital Expenditure and Youth Facility Fund (Item 5430-001-0796)	–266,000	
(h) Amount payable from the Federal ~~Trust Fund Item 5430-005-0890 ...~~	~~–202,000~~	
Trust Fund (Item 5430-005-0890)	*–202,000*	
5430-001-0170—For support of the Board of Corrections, for payment to Item 5430-001-0001, payable from Corrections Training Fund		2,141,000
5430-001-0796—For support of the Board of Corrections, for payment to Item 5430-001-0001, payable from the 1988 County Correctional Facilities Capital Expenditure and Youth Facility Fund		266,000
5430-005-0890—For support of the Board of Corrections, for payment to Item 5430-001-0001, payable from the Federal Trust Fund (Federal Crime Bill)		202,000
5430-101-0170—For local assistance, Board of Corrections, Program 21—Standards and Training for Local Officers, payable from the Corrections Training Fund		8,022,000

Item		Amount
5430-105-0890—For local assistance, Board of Corrections, Program 11-Corrections Standards and Services, payable from the Federal Trust Fund (Federal Crime Bill)		~~14,868,000~~ *17,068,000*
Provision:		
1. Notwithstanding any other provision of law, the funds appropriated in this item shall be available for expenditure until June 30, 2000. These funds, which reflect the allocation of ~~15%~~ *15 percent* of the Federal Fiscal Year 1996 and 1997 Federal Crime Bill expenditure plan proposed by the Administration, shall be allocated by the Board of Corrections to local governments to build and/or expand adult and juvenile detention facilities, as authorized. Local entities shall be responsible for meeting the 10 percent match requirement.		
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 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, State Controller		1,847,000
Schedule:		
(1) 98.01.022.193—Mandates: Domestic Violence Treatment Program Approvals (Ch. 221, Stats. 1993)	682,000	
(2) 98.01.091.379—Mandates: Domestic Violence Diversion (Ch. 913, Stats. 1979)	1,165,000	
(3) 98.01.033.281—Mandates: Victims' Statements—Minors (Ch. 332, Stats. 1981)	0	
Provisions:		
1. 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		

Item Amount

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 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 1997–98 fiscal year:

(a) Victim's Statements—Minor (Ch. 332, Stats. 1981)

5430-490—Reappropriation, Board of Corrections. Notwithstanding any other provision of law, the balances of the appropriations provided in the following citations are reappropriated for the purposes provided for in the appropriations and shall be available for expenditure until June 30, 1999.

001-General Fund

(1) Item 5430-001-0001, Budget Act of 1996 (Repeat Offender Program)

(2) Item 5430-101-0001, Budget Act of 1996 (Juvenile Justice Grants)

5440-001-0001—For support of the Board of Prison Terms, Program 10 ..... ~~13,094,000~~ *13,037,000*

5450-001-0001—For support of the Youthful Offender Parole Board, Program 10..... ~~3,416,000~~ *3,295,000*

5460-001-0001—For support of the Department of the Youth Authority..... ~~278,578,000~~ *278,075,000*

Schedule:

(a) 20-Institutions and Camps..... ~~301,747,000~~ *297,352,000*

Item	Amount
(b) 30-Parole Services	~~43,338,000~~ *43,060,000*
(c) 50.01-Administration	17,932,000
(d) 50.02-Distributed Administration	–17,649,000
(e) Reimbursements	~~–63,771,000~~ *–59,689,000*
(f) Amount payable from the 1988 County Correctional Facilities Capital Expenditure and Youth Facility Bond Fund (Item 5460-001-0796)	–154,000
(g) Amount payable from the State Lottery Education Fund (Item 5460-001-0831)	–1,127,000
(h) Amount payable from the Federal Trust Fund (Item 5460-001-0890)	–1,475,000
(i) Amount payable from the Federal Trust Fund (Item 5460-005-0890) (Federal Crime Bill)	~~–263,000~~ *–175,000*

Provisions:

1. Of the funds appropriated in Schedule (a), $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 cash-flow obligations for the 1996–97 or 1997–98 fiscal years. The loan shall not exceed the estimated amount of reimbursements to be collected, 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. *Of the funds appropriated by this item, $550,000 is for voluntary tattoo removal. Any balance of the amount specified by this provision that is not used for this purpose shall revert to the General Fund. Funds made available under this provision may be used only for the removal of tattoos from the hands, face, and visible neck areas of wards, and only upon determination by the institutional treatment staff of the Department of the Youth Authority that removal is*

Item | Amount

warranted and necessary for the success of the ward on parole.

5460-001-0796—For support of the Department of the Youth Authority, for payment to Item 5460-001-0001, payable from the 1988 County Correctional Facilities Capital Expenditure and Youth Facility Bond Fund 154,000

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 1,127,000

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..... 1,475,000

5460-005-0890—For support of the Department of the Youth Authority, for payment to Item 5460-001-0001, payable from the Federal Trust Fund (Federal Crime Bill)..... ~~263,000~~ *175,000*

5460-011-0001—For support of the Department of the Youth Authority (Proposition 98)..... ~~43,374,000~~ *42,415,000*

Schedule:

(a) 20-Institutions and Camps..... ~~43,193,000~~ *42,234,000*

(b) 30-Parole Services..... 181,000

5460-101-0001—For local assistance, Department of the Youth Authority..... ~~38,321,000~~ *5,621,000*

Schedule:

(a) 20-Institutions and Camps..... 92,000

(b) 30-Parole Services..... ~~38,229,000~~ *5,529,000*

Provisions:

1. The amount appropriated by this item is provided for the following purposes:

a. To pay the transportation costs of persons

Item		Amount
committed to the Department of the Youth Authority to or between its facilities, including the return of parole violators ~~; provided,~~ , *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 months after the end of the month in which the costs are incurred.		
~~c. Of the funds appropriated in this item, $32,700,000 shall be used to provide support for the operation of county juvenile camps and ranches.~~		
5460-301-0001—For capital outlay, Department of the Youth Authority.....		13,965,000
Schedule:		
(1) 60.01.035-Statewide Budget Packages and Advanced Planning.....	250,000	
(2) 60.01.070-Statewide: Install Personal Alarm System—Preliminary plans and working drawings	990,000	
(3) 60.01.085-Statewide: Perimeter Security Fencing—Preliminary plans and working drawings	575,000	
(4) 60.02.055-Preston School of Industry: Perimeter Security Fencing— Working drawings and construction.....	1,499,000	
(5) 60.02.075-Preston School of Industry: Water Line Replacement —Preliminary plans and working drawings	338,000	

Item	Amount
(6) 60.26.075-N. A. Chaderjian School: Security Upgrade—Preliminary plans, working drawings and construction.....	983,000
(7) 60.54.090-Fred C. Nelles School: Sewer Line Replacement—Preliminary plans and working drawings	234,000
(8) 60.56.020-Southern Reception Center/Clinic: Integrate Personal Alarm System—Working drawings and construction.....	1,119,000
(9) 60.58.070-Ventura School: Special Education Assessment Center —Preliminary plans and working drawings	122,000
(10) 60.58.075-Ventura School: Free Venture Corridor—Preliminary plans and working drawings	325,000
(11) 60.67.075-Heman G. Stark/Youth Training School: Construct Correctional Treatment Center Space—Preliminary plans and working drawings.....	102,000
(12) 60.67.080-Heman G. Stark/Youth Training School: Living Unit Doors, Units 1/111— Preliminary plans and working drawings	378,000
(13) 60.67.095-Heman G. Stark/Youth Training School: Additional Free Venture Work Space—Preliminary plans and working drawings	75,000
(14) 60.67.100-Heman G. Stark/Youth Training School: Perimeter Security Fence—Preliminary plans, working drawings and construction	1,800,000
(15) 60.67.105-Heman G. Stark/Youth Training School: Modify Window Screens—Preliminary plans, working drawings and construction	550,000
(16) 60.67.110-Heman G. Stark/Youth Training School: Master Key System—Preliminary plans, working drawings and construction	1,125,000

Item		Amount
(17) 60.90.010-Minor Projects.....	3,500,000	
Provisions:		
1. The funds appropriated in Schedule (1) shall be allocated by the Department of the Youth Authority, upon approval of the Department of Finance, 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 1998–99 or 1999–2000 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 1998–99 or 1999–2000 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.		
5460-301-0660—For capital outlay, Department of the Youth Authority payable from the Public Building Construction Fund, from proceeds from the sale of bonds, negotiable notes or negotiable bond anticipation notes for the construction of Department of *the* Youth Authority institution facility projects in this item pursuant to Chapter 3.1 (commencing with Section 15819.1) of Part 10b of Division 3 of the Government Code.....		~~8,382,000~~ *4,191,000*
Schedule:		
(1) 60.02.065-Preston School of Industry: New Boiler Room—Construction	~~1,913,000~~ *956,500*	
(2) 60.52.075.960-El Paso de Robles School: New Infirmary—Construction.....	~~2,687,000~~ *1,343,500*	
(3) 60.54.050-Fred C. Nelles School: Maintenance Building—Construction.....	~~2,582,000~~ *1,291,000*	

Item	Amount
(4) 60.67.015.960-Heman G. Stark/ Youth Training School: Vocational Auto/Body Shop—Construction.....	~~700,000~~ *350,000*
(5) 60.67.095-Heman G. Stark/Youth Training School: Additional Free Venture Work Space—Construction	~~500,000~~ *250,000*

Provisions:

1. Notwithstanding any other provision of law, 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, equipment and other costs relating to the construction authorized by this item.
2. The State Public Works Board and the Department of the Youth Authority may obtain interim financing including, but not limited to , the Pooled Money Investment Account pursuant to Sections 16312 and 16313 of the Government Code for the project costs authorized in this item.
3. The State Public Works Board may authorize the augmentation of the cost of construction of the project set forth in this section pursuant to the board's authority under Section 13332.11. In addition, the State Public Works Board may authorize any additional amounts 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 cost of financing a debt service reserve fund, and the cost of issuance of permanent financing for the project. This additional amount may include interest payable on any interim financing including the Pooled Money Investment Account pursuant to Section 16312.
4. The maximum amount 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.

Item Amount

5. In the event the bonds authorized for the project are not sold, the Department of the Youth Authority shall commit a sufficient portion of its support appropriation provided for in this act to repay any loans for interim financing. It is the intent of the Legislature that this commitment shall be included in future Budget Acts until outstanding loans for interim financing are repaid either through the sale of bonds or from an appropriation.

5460-301-0890—For capital outlay, Department of the Youth Authority, for payment to Item 5460-302-0001, payable from the Federal Trust Fund..... ~~27,608,000~~ *15,913,000*

Provisions:

1. Notwithstanding Section 2.00 of this ~~Act~~ *act* , funds appropriated in this item shall be available until June 30, 2001.
2. The amounts appropriated in this item represent federal funds received from the Violent Offender Incarceration and Truth in Sentencing Incentive grants as reflected in item 5991-401.

5460-302-0001—For capital outlay, Department of the Youth Authority..... ~~3,068,000~~ *1,768,000*

Schedule:

~~(1) 60.02.070-Preston School of Industry: 50-Room Living Unit—Preliminary plans, working drawings and construction..... 4,861,000~~

(2) 60.26.060-DeWitt Nelson School: ~~100-Room~~ *50-Room* Living Unit—Preliminary plans, working drawings and construction..... ~~8,134,000~~ *4,067,000*

(3) 60.52.085-El Paso de Robles School: 50-Room Living Unit—Preliminary plans, working drawings and construction..... 4,861,000

(4) 60.54.085-Fred C. Nelles School: ~~100-Room~~ *50-Room* Living Unit—Preliminary plans, working drawings and construction..... ~~8,134,000~~ *4,067,000*

Item	Amount
(5) ~~60.56.035.960-Southern~~ *60.56.035-Southern* Reception Center/Clinic: 50-Room Intensive Treatment Living Unit—Working drawings and construction	4,686,000
(6) Amount payable from the Federal Trust Fund (Item 5460-301-0890)	~~–27,608,000~~ *–15,913,000*

Provisions:

1. Notwithstanding Section 2.00 of this ~~Act~~ *act* , funds appropriated in this item shall be available until June 30, 2001.
2. Of the amounts appropriated in this item, ~~$3,068,000~~ *$1,768,000* shall be used for the required state match (10 percent) for federal funds received from the Violent Offender Incarceration and Truth in Sentencing Incentive grants as reflected in item 5991-401.

~~5591-401—Federal~~ *5991-401—Federal* Crime Bill Program. It is the intent of the Legislature to maximize the California receipt of federal grant funds available pursuant to the Federal Violent Crime Control and Law Enforcement Act of 1994. It is also the intent to expeditiously utilize these federal grant funds.

All funds received by the State for this specific federal program will be deposited by the Department of Corrections into a separate Federal Trust Fund Account to be established for this purpose.

The following table reflects a five-year plan for receipt of federal moneys, the expenditures by department and the estimated reserve for contingencies.

(A) State Operations	
Department of Corrections.....	~~7,960,950~~ *7,876,950*
Department of the Youth Authority	~~964,000~~ *876,000*
Board of Corrections.....	1,890,000
(B) Local Assistance	
Board of Corrections.....	63,000,000

Item		Amount
(C) Capital Outlay		
Department of Corrections.....	~~265,365,000~~ *245,138,000*	
Department of the Youth Authority	~~27,608,000~~ *15,913,000*	
(D) Reserve	52,965,050	
Totals	~~$419,753,000~~ *$387,659,000*	

The Legislature supports this plan and any additional federal funds received pursuant to the Federal Violent Crime Control and Law Enforcement Act of 1994 are not subject to reporting requirements of Section 28.00 of this Act.

The appropriation items for 1997–98 are reflected in the Department of Corrections (5240), Department of the Youth Authority (5460) and the Board of Corrections (5430).

EDUCATION

6110-001-0001—For support of Department of Education		~~32,895,000~~ *32,489,000*
Schedule:		
(a) 10-Instruction.....	~~37,520,000~~ *37,876,000*	
(b) 20-Instructional Support	~~50,421,000~~ *52,430,000*	
(c) 30-Special Programs.....	~~34,082,000~~ *35,612,000*	
(d) 41.00-Executive Management and Special Services.....	9,603,000	
(e) 41.01-State Board of Education	1,212,000	
(f) 42.01-Department Management and Special Services.....	25,044,000	
(g) 42.02-Distributed Department Management and Special Services.	–25,044,000	
(h) Reimbursements.....	~~–12,945,000~~ *–13,499,000*	
(i) Amount payable from Federal Trust Fund (Item 6110-001-0890)	~~–86,998,000~~ *–90,745,000*	

Item	Amount
Provisions:	
1. An amount equal to or greater than the amount appropriated in Schedule (e) shall be available for support of the State Board of Education.	
2. Notwithstanding Sections 33190 and 51219 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 students.	
3. Of the amount appropriated by this item, $74,000 shall be expended for staff in the department's Program Evaluation and Research Division to (a) review and approve studies and program evaluations and (b) assist in contract management.	
4. Of the funds appropriated in this item, $90,000 shall be available only for Educational Technology support services pursuant to Section 51874 of the Education Code and for the expenses incurred by members of the Education Council for Technology in Learning in carrying out their duties.	
5. Notwithstanding any other provision of law, of the funds appropriated in this item, $2,500,000 shall be used to provide technical assistance and administrative support to the Healthy Start Program and $240,000 shall be used to provide technical assistance and administrative support for the Teen Pregnancy Prevention and Intervention Program (Art. 1 (commencing with Sec. 8800), Ch. 5, Part 6, Ed. C.).	
6. Of the funds appropriated by this item, $300,000 and two positions shall be available only for planning and implementation of the focus schools program authorized by Chapter 6.1 (commencing with Section 52050) of Part 28 of the Education Code.	
7. Funds appropriated by 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	

Item Amount

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.

8. Of the funds appropriated in this item, $2,428,086 is for the purposes of a pupil testing program. Of this amount, $300,000 is available only to fund education consultant-level positions to develop the statewide test and upon certification by the State Board of Education to the Director of Finance that the content and performance standards, as defined in Section 60603 of the Education Code , for language arts and mathematics have been adopted pursuant to Section 60605 of the Education Code.

9. Of the funds appropriated by this item, $150,000 shall be used for the Gang Risk Intervention Program (Ch. 5 (commencing with Sec. 58700), Pt. 31, Ed. C.).

10. The funds appropriated in Schedule (e) shall be for the support of the State Board of Education and shall be directed to meet the policy priorities of its members.

11. The funds appropriated by this item may not be expended for any REACH program.

12. The funds apropriated by this item may not be expended for the development or dissemina-

Item | Amount

tion 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.

13. Of the funds appropriated in this item, $206,000 shall be available as matching funds for the Department of Rehabilitation and 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.

14. Of the funds appropriated in this item, no less ~~that $4,109,000 shall be available for support of Child Care Services (Program 30.10). This amount represents an augmentation of $781,000 over the 1996–97 base for these purposes.~~ *than $3,328,000 is available for support of Child Care Services (Program 30.10).*

15. Of the amounts included in Schedule (h) reimbursements, $226,000 is for a one-time evaluation of the Trustline Registry operated by the Department of Social Services.

6110-001-0178—For support of the Department of Education, Program 20.30—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..... 1,094,000

Provisions:

1. Of the funds appropriated in this item, $100,000 shall be available only for the purchase of a schoolbus with automatic transmission. If any portion of that amount is not needed for purchase of the schoolbus, it shall revert to the General Fund.

6110-001-0231—For support of Department of Education, Program 20.10.045-Instructional Support, payable from the Health Education Account, Cigarette and Tobacco Products Surtax Fund 970,000

6110-001-0344—For support of Department of Education, Program 20.30 Administrative Services to local educational agencies, payable from the State School Building Lease-Purchase Fund..... 1,515,000

Item Amount

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, reconstruction, rehabilitation, modernization, maintenance, deferred maintenance, year-round school programs, and schoolsite acquisition.

6110-001-0687—For support of Department of Education, for the California State Agency for Donated Food Distribution, Program 30.50—Food Distribution, payable from the Donated Food Revolving Fund..... 9,117,000

6110-001-0890—For support of Department of Education, for payment to Item 6110-001-0001, payable from the Federal Trust Fund ..... ~~86,998,000~~ *90,745,000*

Provisions:

1. The funds appropriated by this item include Federal Vocational Education Act funds for the 1997–98 fiscal year to be transferred to the California Community Colleges by means of interagency agreements. These funds shall be used by the California Community Colleges for the administration of vocational education programs.
2. Of the funds appropriated by this item, $52,000 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 by this item, $382,000 is available for programs for homeless youth and adults pursuant to the federal Stewart B. McKinney Act. The department shall participate on the Health and Welfare Agency Homeless Task Force and shall consult with the Departments of Economic Opportunity, Mental Health, Housing and Community Development, and Economic Development in operating this program.
4. Of the funds appropriated by 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,

Item Amount

parents, administrators, and organizations serving severely disabled children. These funds are also to provide up to four positions for this purpose.

5. Of the funds appropriated by this item, $318,000 shall be used to provide training in culturally nonbiased assessment and specialized language skills to special education teachers through Second Language Immersion Institutes.

6. Of the amount appropriated by this item, $177,000 shall be used for the administration of the federal public charter schools grant program.

7. Of the funds appropriated in this item, ~~$4,831,000~~ *$4,691,000* is for the administration of programs funded with federal Goals 2000 funds. Funds shall be allocated for the following purposes:

(a) ~~$500,000~~ *$1,407,000* for general administration of Goals 2000 funds and for the administration of grants to implement local improvement plans.

(b) $319,000 for the staff development activities related to integrating standards, assessment, instruction and curriculum. *These funds shall be available upon a determination by the Department of Finance that the work and expenditure plan of the State Department of Education for this purpose is consistent with the Goals 2000 purposes.*

(c) ~~$562,000~~ *$220,000* for administration of Family-School Partnership grants.

(d) ~~$500,000~~ *$200,000* for the development and distribution of documents and training modules which assist schools in developing and implementing a balanced comprehensive reading program pursuant to the Department of Education's 1996 reading program advisory ''Teaching Reading.''

(e) $293,000 to publish and print the Mathematics, English-Language Arts and Foreign Language Curriculum Frameworks.

(f) $250,000 to monitor the implementation and effectiveness of state educational policies in mathematics in the elementary grades. *These funds shall be available for expenditure upon a determination by the State*

Item Amount

Board of Education and the Department of Finance that the expenditure plan of the State Department of Education for this purpose is consistent with the Goals 2000 purposes.

(g) $140,000 to hire a ~~contultant~~ *consultant* to improve the instruction and learning of math in the middle grade levels.

(h) ~~$1,407,000 for transfer to and support of the Commission for the Establishment of Academic Content and Performance Standards and its work in developing standards.~~

(i) ~~$200,000 for transfer to the Office of Child Development and Education in support of the Academic Volunteer and Mentor Services Program.~~

(j) $660,000 for transfer to the Commission on Teacher Credentialing for completion of an assessment of teachers' reading competency.

(k) $200,000 for transfer to the Commission on Teacher Credentialing for the teaching apprentice program.

(l) $60,000 for transfer to the Commission on Teacher Credentialing for the Paraprofessionals 4–12 program.

(m) $942,000 for program evaluations.

8. Of the funds appropriated in this item, ~~$7,146,000~~ *$8,903,000* is from the Child Care and Development Block Grant Fund and includes $226,000 for the costs of fingerprint services for the Trustline Registry to the Department of Justice and $158,000 for an Interagency Agreement with the Child Development Programs Advisory Committee. *Of the funds appropriated by this item, $2,000,000 is for developing a feasibility study report for a child care data collection and analysis system, and for interim data collection and reporting while the data collection and analysis system is being developed. The department shall consult with the Legislative Analyst's Office and the Department of Finance in determining data collection needs and in developing plans for the data collection and analysis system. Of the funds appropriated by this item, $229,000 is for three positions for data collection and analysis in the Child Development Divi-*

Item	Amount
sion. These positions may only supplement, and not supplant, existing positions devoted to data collection and analysis in that division.	
9. Of the funds appropriated by this item, $1,030,000 shall be used for administration of the Technology Literacy Challenge Grant Program. Of this amount, $580,000 is available only for contracted technical support and evaluation services associated with implementation of the Technology Literacy Challenge Grant Program.	
10. Of the funds appropriated by this item, $2,000,000 is for dispute resolution services, including mediation and fair hearing services, provided through contract for the Special Education Program.	
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 by this item may be increased subject to the approval of the Department of Finance.	
6110-002-0001—For support of Department of Education, for transfer by the Controller to the School Safety Account, Program 20.60.020.009—School Violence Reduction, pursuant to Article 3.5 (commencing with Section 32230) of Chapter 2 of Part 19 of Division 1 of Title 1 of the Education Code and Section 11489 of the Health and Safety Code ...	90,000
6110-003-0001—For support of Department of Education, Program 20.30.020-Instructional Support, Standardized Account Code Structure.....	824,000
Provisions:	
1. The funds appropriated by this item shall be used only for the direct costs to administer the Standardized Account Code Structure program, as established by Chapter 237 of the Statutes of 1993, 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 decision makers, and for indirect costs for those programs at the	

Item Amount

rate approved by the United States Department of Education.

6110-004-0001—For support of Department of Education, Program 20.60.020-Instructional Support, School Crime Report 1,222,000

Provisions:

1. Of the funds appropriated by this item, ~~$221,000~~ *$321,000* shall be available to the State Department of Education for training and monitoring activities associated with the school crime reporting program pursuant to Chapter 1.2 (commencing with Section 628) of Title 15 of Part 1 of the Penal Code. The funds described in this provision shall be used only for the direct costs to administer that school crime reporting program, and for indirect costs of the program at the rate approved by the United States Department of Education.

2. Of the funds appropriated by this item, ~~$1,001,000~~ *$901,000* shall be allocated by the State Department of Education to the Butte County Office of Education pursuant to a contract entered into between the department and the Butte County *Office* of Education for the performance of other activities associated with the school crime reporting program identified in Provision 1.

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 22,507,000

Schedule:

(a) 10.60.040-Instruction..... 23,094,000

(1) 10.60.040.001-School for the Blind, Fremont.... 3,566,000

(2) 10.60.040.002-School for the Deaf, Fremont..... 10,189,000

(3) 10.60.040.003-School for the Deaf, Riverside.... 9,339,000

(b) Reimbursements..... –587,000

Provisions:

1. Of the amount appropriated by this item, $362,000 shall be available for the assessment centers at the State Special Schools.

Item | Amount

2. Of the amount appropriated by this item, $358,000 shall be used for the provision of a four-week extended session in the State Special Schools for the Deaf in Fremont and Riverside and the State Special School for the Blind in Fremont.

3. Of the amount appropriated by 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.... 25,906,000

Schedule:

(a) 10.60.040-Instruction, State Special Schools..... 30,280,000

(1) 10.60.040.001-School for the Blind, Fremont.... 3,586,000

(2) 10.60.040.002-School for the Deaf, Fremont..... 9,933,000

(3) 10.60.040.003-School for the Deaf, Riverside.... 9,136,000

~~(4) 10.60.040.004-Diagnostic Center, North..... 2,675,000~~

~~(5) 10.60.040.005-Diagnostic Center, South..... 2,587,000~~

~~(6) 10.60.040.006-Diagnostic Center, Central..... 2,363,000~~

(7) 10.60.040.007-Diagnostic Centers..... 7,625,000

(b) Reimbursements..... –4,252,000

(c) Amount payable from the Lottery Education Fund (Item 6110-006-0814)..... –122,000

Provisions:

1. On or before January 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

Item Amount

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.

2. Of the funds appropriated by this item, $552,000 shall be used for the provision of a four-week extended session in the State Special Schools for the Deaf in Fremont and Riverside and the State Special School for the Blind in Fremont.

6110-006-0814—For support of Department of Education, for payment to Item 6110-006-0001, payable from the Lottery Education Fund 122,000

Provisions:

1. All funds received pursuant to Proposition 37 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* 100,000

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 10.60.040 436,000

Provisions:

1. Funds appropriated by this item are in lieu of funds that otherwise would be transferred from

Item	Amount
the General Fund to Section A of the State School Fund in accordance with Sections 14007 and 41301.5 of the Education Code.	
6110-009-0001—For support of the Department of Education, Program 20.10-Curriculum Services.....	82,000
Provisions:	
1. Funds appropriated by this item shall be used only for direct costs to employ a reading specialist (consultant level) to improve reading in the elementary grade levels and for indirect costs for that purpose at the rate approved by the United States Department of Education.	
6110-011-0001—For support of Department of Education, Program 10.10-School Apportionments, Principal Apportionments System	1,440,000
Provisions:	
~~1. No funds shall be expended from this item unless~~	
1. Of the funds appropriated by this item, up to $400,000 is available to contract for a fiscal management review of the principal apportionment system.	
2. No funds appropriated by this item may be expended to redesign and rewrite the principal apportionment system unless the Department of Finance and the Department of Information Technology have approved the Request For Proposal (RFP) prepared by ~~the Department of Education, prior to the RFP being~~ *the State Department of Education before the RFP is* submitted to prospective contractors for this project.	
6110-012-0001—For support of Department of Education, Program 10.10-Audit Resolution	*500,000*
Provisions:	
1. The Department of Education shall recalculate the Pasadena Unified School District 1995–96 Second Principal Apportionment to exclude any reductions made because of a recalculation of Kindergarten average daily attendance and the district's Pre-Kindergarten program. No reduction shall be made until the district, the Director of the Department of Finance, and the Superintendent of Public Instruction agree to the appropriate reduction and recalculation of average daily attendance for this issue.	

Item	Amount
6110-013-0001—For support of Department of Education, Program 10.10-Audit Resources.....	475,000
Provisions:	
1. Notwithstanding any other provision of law, no funds shall be expended from this item without prior approval from the Department of Finance.	
6110-015-0001—For support of Department of Education, Program 20.20.020—Instructional Materials Management and Distribution.....	370,000
Provisions:	
1. Funds appropriated by this item are for transfer by the Controller, to the State Instructional Materials Fund, for allocation during the 1997–98 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 to the State Instructional Materials Fund by the Controller in amounts claimed by the Department of Education.	
2. Funds appropriated by this item for the Instructional Materials Management and Distribution Program shall be transferred 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—Child Nutrition—Nutrition Education Projects	601,000
6110-101-0231—For local assistance, Department of Education, Program 20.10.045-Instructional Support, for county offices of education, payable from the Health Education Account, Cigarette and Tobacco Products Surtax Fund	2,500,000
6110-101-0349—For local assistance, Department of Education, Program 20-Instructional Support, for allocation to the Fiscal Crisis and Management Assistance Team for the purpose of administering the California School Information Services program…	10,040,000
Provisions:	
1. Of the amount appropriated by this item, $800,000 shall be for purposes of implementing the Student-Friendly Services Through Technology project.	
2. (a) The Fiscal Crisis and Management Assistance Team, with review and input from the Superintendent of Public Instruction and following approval by the Fiscal Crisis	

Item	Amount
and Management Assistance Team governing board, shall present to the State Board of Education a plan to administer, coordinate, and manage the development and implementation of an electronic statewide school information system to address current problems of information exchange. The Fiscal Crisis and Management Assistance Team shall implement the program upon approval of that plan by the State Board of Education. Funds allocated for grants to local education agencies under this program may not be spent prior to plan approval.	
(b) The plan shall specify the set of statewide data elements and codes to be implemented by the California School Information Services. The data elements and codes that are specified to be implemented shall comply with Sections 49061 to 49079, inclusive, and Sections 49602 and 56347, of the Education Code, with Sections 430 to 438, inclusive, of Title 5 of the California Code of Regulations, with Chapter 1 (commencing with Section 1798) of Title 1.8 of Part 4 of Division 3 of the Civil Code (Information Privacy Act of 1977), and with the Family Educational Rights and Privacy Act statute (20 U.S.C. Sec. 1232(g) and (h)) and related regulations (34 C.F.R. Part 99), and shall meet current information needs as necessary to facilitate planning by the Legislature with regard to pupil demographic and attendance information.	
(c) The plan shall specify the statewide standards for security of the California School Information Services. Those standards shall include, but not be limited to, processes and procedures for handling both paper and electronic data, training for staff that handle the data, administrative management of the data system, and technical measures to secure the data contained in the electronic system.	
(d) The data elements and codes specified in the plan approved by the State Board of Education, as transferred through any elec-	

Item Amount

tronic statewide school information system, may not contain any questions or items that solicit or invite disclosure of the personal beliefs or practices of a pupil, or his or her parent or guardian, as to sex, family life, morality, or religion, nor may it contain any question designed to evaluate personal behavioral characteristics, including, but not limited to, honesty, integrity, sociability, or self esteem.

6110-101-0814—For local assistance, Department of Education, Program 10.10, for allocation by the State Controller in accordance with Government Code Section 8880.5, as enacted by the voters in Proposition 37 at the November 1984 general election, payable from the California State Lottery Education Fund..... 581,872,000

Provisions:

1. All funds received pursuant to Proposition 37 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.

6110-101-0890—For local assistance, Department of Education, Title VI of the Elementary and Secondary Education Act, payable from the Federal Trust Fund..... ~~31,416,000~~ *30,811,000*

Schedule:

(a) 10-Instruction..... ~~31,137,000~~ *30,532,000*

(b) 20-Instructional support..... 279,000

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 by this item may be increased subject to the approval of the Department of Finance.

Item	Amount
6110-102-0001—For local assistance, Department of Education, for transfer to the School Safety Account, Program 20.60.020.009—School Violence Reduction, pursuant to Article 3.5 (commencing with Section 32230) of Chapter 2 of Part 19 of Division 1 of Title 1 of the Education Code and Section 11489 of the Health and Safety Code.....	2,970,000
6110-102-0231—For local assistance, Department of Education, Program 20.10.045-Instructional Support, for local assistance, payable from the Health Education Account, Cigarette and Tobacco Products Surtax Fund.....	31,937,000
6110-102-0890—For local assistance, Department of Education, Program 20.60.038-Learn and Serve America Program, payable from the Federal Trust Fund.....	2,131,000
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.....	8,256,000

Provisions:

1. Notwithstanding Section 8154 of the Education Code, or any other provision of law, the funds appropriated by 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 and attending classes of related and supplemental instruction as provided under Section 3074 of the Labor Code shall be reimbursed at the rate of $4.22 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 October 1, 1997, on the amount of funds expended for and the hours

Item	Amount
of related and supplemental instruction offered in the apprentice program during the 1996–97 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 1997–98 and 1998–99 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 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 by this item divided by the hourly rate specified in Provision 2. The Superintendent of Public Instruction shall have the authority to determine which apprentice programs, and which hours offered in those programs, are eligible for reimbursement.	
6110-103-0890—For local assistance, Department of Education, Program 41.20.030—Robert C. Byrd Honors Scholarship Program, payable from the Federal Trust Fund	3,440,000
6110-104-0001—For local assistance, Department of Education (Proposition 98), Program 10.10.011—School Apportionments, for transfer to Section A of the State School Fund, for summer school programs pursuant to Section 42239 of the Education Code	~~158,904,000~~ *160,540,000*

Item	Amount
Schedule:	
(a) Program 10.10.011.003-School apportionments, for remedial summer school programs, for the purposes of Section 42239 of the Education Code	~~53,617,000~~ *55,905,000*
(b) Program 10.10.011.004-School apportionments, for core academic summer school programs, for the purposes of Section 42239 of the Education Code	~~105,287,000~~ *104,635,000*

Provisions:

1. Notwithstanding paragraph (1) of subdivision (e) of Section 42239 of the Education Code, or any other provision of law, for the 1997–98 fiscal year a school district's maximum entitlement for pupil attendance in summer school programs offered pursuant to paragraph (2) of subdivision (d) of Section 42239 of the Education Code shall be an amount equal to 7 percent of the district's enrollment for the prior year, times 120 hours, times the hourly rate for the 1997–98 fiscal year determined pursuant to Provision 4.

2. Notwithstanding subdivision (e) of Section 42239 of the Education Code, for the 1997–98 fiscal year the Superintendent of Public Instruction shall allocate a minimum of ~~$6,494~~ *$6,502* for supplemental summer school programs in each school district for which the prior fiscal year enrollment was less than 500 and that, in the 1997–98 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 summer 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 (d) of Section 42239 of the Education Code.

3. (a) Notwithstanding paragraph (1) of subdivision (e) of Section 42239 of the Education Code, or any other provision of law, the Superintendent of Public Instruction shall reallocate to any school district any unex-

Item Amount

pended balance of the appropriations made for the 1997–98 fiscal year for reimbursement for actual pupil attendance in summer school programs authorized under paragraph (2) of subdivision (d) of Section 42239 of the Education Code. In no event shall any district receive reimbursement for pupil attendance in summer school programs in excess of 10 percent of the district's enrollment for the prior year, multiplied by 120 hours, multiplied by the hourly rate for the 1997–98 fiscal year determined pursuant to Provision 4.

(b) After any reallocation is made pursuant to subdivision (a) of this provision, the Superintendent of Public Instruction shall reallocate any unexpended balance of the appropriation specified in Schedule (b) of this item in the following priority:

(1) For the purposes of funding any deficiencies, for the 1997–98 fiscal year, in remedial summer school programs authorized pursuant to paragraph (1) of subdivision (d) of Section 42239 of the Education Code.

(2) For the purposes of funding general vocational work experience education for the 1997–98 fiscal year authorized pursuant to paragraph (3) of subdivision (d) of Section 42239 of the Education Code.

4. For the 1997–98 fiscal year, allocations for summer school attendance shall be based on hourly rates calculated pursuant to subdivisions (a) and (c) of Section 42239 of the Education Code, reduced by the deficit factor described in Section 42238.145 of the Education Code.

6110-105-0001—For local assistance, Department of Education (Proposition 98), Program 10.10.004—School Apportionments, Regional Occupational Centers and Programs, 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 ..... ~~271,694,000~~
285,034,000

Item	Amount
Schedule:	
(a) 10.10.004-Instruction.....	~~272,855,000~~ *286,195,000*
(b) Reimbursements.....	–1,161,000

Provisions:

1. Notwithstanding any provision of law to the contrary, the 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 1997–98 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 by 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.
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 to the contrary, none of the funds appropriated by this item are 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 by this item for average daily attendance (ADA) generated by participants in the Greater Avenues for Independence (GAIN) 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 antic-

Item Amount

ipated 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 by this item, $1,161,000 is to fund remedial education services for participants in the GAIN program.

6110-107-0001—For local assistance, Department of Education (Proposition 98), Program 10.10—County Offices of Education Fiscal Oversight..... ~~3,750,000~~ *3,630,000*

Schedule:

(a) 10.10.002-COE Oversight 1,500,000

(b) 10.10.005-FCMAT..... ~~1,600,000~~ *1,480,000*

(c) 10.10.015-Interim Reporting..... 150,000

(d) 10.10.016-Staff Development..... 500,000

Provisions:

1. The funds appropriated in Schedule (a) 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.

2. Of the funds appropriated in Schedule (b) of this item, $1,100,000 shall be allocated ~~to a selected~~ *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.

The remaining ~~$500,000~~ *$380,000* appropriated in Schedule (b) shall be allocated to FCMAT *, a local education agency,* 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 decision-making process. To ensure a completely integrated system, this computer information should be compatible with the hardware and software of the State Department of Education, which provides information to assist state level policy makers in* making comparable standardized financial, as well as other local educa-

Item	Amount
tion agency, information available to the local education agencies and the public, through the use of computer technology.	
3. The funds appropriated in Schedule (c) 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, Statutes of 1993. 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 Department of Education.	
4. The funds appropriated in Schedule (d) of this item are for the purpose of staff development of local education agency school finance and business personnel , *as provided in Section 42127.8 of the Education Code* . Allocations for this purpose shall be administered by the FCMAT. *The funds appropriated in Schedule (d) shall be allocated by the Controller directly to a county office of education selected pursuant to subdivision (a) of Section 42127.8 to oversee FCMATS responsibilities with respect to these funds.*	
5. The funds appropriated by 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.	

Item	Amount
6110-109-0001—For local assistance, Department of Education (Proposition 98), Program 20.60—Gang Risk Intervention Program pursuant to Chapter 5.5 (commencing with Section 58730) of Part 31 of Division 4 of Title 2 of the Education Code	3,000,000
6110-111-0890—For local assistance, Department of Education, Elementary and Secondary Education Act, Title I—Program 20.10.056 Character Education, payable from the Federal Trust Fund	175,000
6110-112-0890—For local assistance, Department of Education, Program 20.60.036—Public Charter Schools, payable from the Federal Trust Fund.....	3,365,000
6110-113-0001—For local assistance, Department of Education (Proposition 98), for purposes of a pupil testing program	~~29,599,000~~ *32,713,000*

Schedule:

(a) 20.70.030.001-Golden State Examination.....	~~5,971,000~~ *9,085,000*
(b) 20.70.030.002-Statewide Assessment.....	1,000,000
(c) 20.70.030.003-Local Assessment-Incentive Funding.....	18,243,000
(d) 20.70.030.004-Career Technical Assessment	800,000
(e) 20.70.030.005-Assessment Review and Reporting.....	3,585,000

Provisions:

1. The funds appropriated in this item shall be for the pupil testing program authorized by Chapter 5 (commencing with Section 60600), Chapter 6 (commencing with Section 60800) of Part 33 of the Education Code, and Sections 4 and 5 of Chapter 975 ~~,~~ *of the* Statutes of 1995, as amended by Chapters 69 and 920 ~~,~~ *of the* Statutes of 1996.
2. The Superintendent of Public Instruction shall allocate the funds appropriated in Schedule (b) of this item for the 1997–98 fiscal year only if *both of the following occur: (a)* the State Board of Education certifies to the Director of Finance

Item Amount

that the related content and performance standards, as defined by Section 60603 of the Education Code, have been adopted pursuant to Section 60605 of the Education Code , *and (b) the Department of Finance determines that the plan for the expenditure of the funds in this schedule is consistent with those standards* .

3. Notwithstanding any other provision of law, any funds appropriated by this item, but not expended for development of a statewide assessment test in 1997–98, ~~shall be~~ *are* available for expenditure in the 1998–99 fiscal year for that purpose.

~~6110-114-0001—For local assistance, Department of Education (Proposition 98), for transfer by executive order of the Director of Finance to the Controller, for reimbursements of claims received pursuant to Sections 42243.6, 42243.8 and 42247 of the Education Code Program 10.10.018—Court-Ordered Integration—School Apportionments ..... 47,785,000~~

~~Schedule:~~

~~(1) 10.10.018.005-Bakersfield Unified Elementary School District ..... 594,000~~

~~(2) 10.10.018.010-Los Angeles Unified School District..... 36,962,000~~

~~(3) 10.10.018.015-San Bernardino Unified School District ..... 1,883,000~~

~~(4) 10.10.018.025-San Francisco Unified School District ..... 3,208,000~~

~~(5) 10.10.018.030-San Jose Unified School District..... 1,225,000~~

~~(6) 10.10.018.050-Redwood City Elementary School District ..... 3,822,000~~

~~(7) 10.10.018.065-Sequoia High School District..... 49,000~~

~~(8) 97.20.011-Payments for Audit cost claims..... 42,000~~

~~Provisions:~~

~~1. Expenditure of these funds shall be consistent with provisions in Chapter 7 Article 2 of the Education Code relating to Court-Ordered Programs as amended by legislation to be enacted on or before October 15, 1997 to adjust districts' base year funding levels for Court-Ordered Integration Programs.~~

~~2. Funds appropriated by this item are for reimbursement of amounts necessary to pay costs of~~

Item Amount

~~integration programs initially mandated by the courts, as defined in Section 2205 of the Revenue and Taxation Code, pursuant to any final court order issued after January 1, 1978, and for the costs of audits as required by Provision 4 of this item.~~

~~3. Before submittal to the Controller for payment, school districts shall subject their past year actual claims to audit, in accordance with standards utilized by the Controller in prior years for the audit of past year actual desegregation claims, to ensure that the claims comply with the requirements of Sections 42243.6, 42247.1, 42247.3, and 42247.4 of the Education Code. School districts may contract with the Controller for the performance of those audits. All past year actual claims submitted to the Controller for payment shall be accompanied by any reports issued by the auditing entity, unless the auditing entity was the Controller.~~

~~4. The Controller shall reimburse only those past year actual claims that conform with the requirements set forth in Provision 4.~~

~~5. The Controller shall allocate funds appropriated by this item in accordance with the provisions of Sections 42243.6 and 42247 of the Education Code. Pursuant to Section 42243.8 of the Education Code, the Controller shall reimburse claims received pursuant to Sections 42243.6 and 42247 of the Education Code only from funds appropriated specifically for that purpose by the Legislature.~~

~~6. The Controller shall allocate funds appropriated by this item in accordance with the schedule to be provided by the Department of Finance. The Controller shall allocate these funds only for 1997–98 fiscal year expenditures as claimed by local education agencies pursuant to Sections 42243.6 and 42247 of the Education Code.~~

~~7. The Department of Finance may not authorize any revisions to the schedule contained in this item 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 chairper-~~

Item Amount

~~son of the joint committee, or his or her designee, may in each instance determine.~~

~~8. Funds appropriated by this item shall not be used to reimburse local education agency claims for school construction, reconstruction, replacement of facilities, purchase of existing facilities, purchase of land, or the performance of deferred maintenance activities on facilities.~~

6110-115-0001—For local assistance, Department of Education, for transfer to the Controller (Proposition 98), Voluntary Desegregation, for reimbursement of claims received pursuant to Sections 42247 and 42249 of the Education Code 18,203,000

Schedule:

(1) 10.10.019.061-Allensworth-Richgrove School District..... 1,287,000

(2) 10.10.019.062-Carlsbad Unified School District 632,000

(3) 10.10.019.063-San Dieguito Unified High School District..... 525,000

(4) 10.10.019.064-San Jose School District Collaboration 15,759,000

Provisions:

1. Funds appropriated by this item are for reimbursement of amounts necessary to pay the costs of desegregation programs, as defined in Section 42249 of the Education Code, initiated voluntarily by local education agencies and for the costs of audits as required by Provision 2 of this item.

2. Before submittal to the Controller for payment, school districts shall subject their past year actual claims to audit, in accordance with standards utilized by the Controller in prior years for the audit of past year actual desegregation claims, to ensure that the claims comply with the requirements of Sections 42247, 42247.1, 42248, 42249, and 44249.2 of the Education Code. School districts may contract with the Controller for the performance of those audits. All past year actual claims submitted to the Controller for payment shall be accompanied by any reports issued by the auditing entity, unless the auditing entity was the Controller.

3. The Controller shall reimburse only those past year actual claims that conform with the requirements of Provision 2 of this item.

Item Amount

4. The Controller shall allocate funds appropriated by this item in accordance with Section 42247 of the Education Code. The Controller shall reimburse these claims only from funds appropriated specifically for that purpose by the Legislature.

5. The Controller shall allocate funds appropriated by this item in accordance with the schedule contained herein, unless a revision of that schedule has been approved by the Department of Finance. The Controller shall allocate these funds only for 1997–98 fiscal year expenditures claimed by local education agencies pursuant to Sections 42247 and 42249 of the Education Code.

6. The Department of Finance may not authorize any revisions to the schedule contained herein 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.

7. Funds appropriated by this item may not be used to reimburse local education agency claims for facilities lease costs, school construction, reconstruction, replacement of facilities, purchase of existing facilities, purchase of land, or the performance of deferred maintenance activities on facilities.

8. Effective July 1, 1991, and notwithstanding any other provision of law to the contrary, no school district shall be required to comply with Sections 90 to 101, inclusive, of Title 5 of the California Code of Regulations. Any costs incurred after that date in compliance with those regulations shall be deemed to be incurred voluntarily and shall not be reimbursable as a state-mandated local program. Nothing in this provision shall be interpreted to deny reimbursement of claims for court-ordered or voluntary desegregation pursuant to Sections 42243.6, 42247, and 42249 of the Education Code.

9. As a condition of receiving funding under this item, by January 1, 1998, each school district that receives reimbursement for the costs of a

Item	Amount
desegregation program shall submit to the State Department of Education program outcome data over the preceding three years, or since the inception of its program, whichever period of time is less. The data shall include the ethnic distribution of pupils at schools supported with desegregation funds, and indicators of pupil success at those schools, such as test scores, graduation rates, or dropout rates. Districts may submit evaluation reports that already exist or are otherwise required by a court to comply with this requirement, provided that the reports contain the information specified above. Districts also shall indicate whether their desegregation programs were initiated voluntarily, or as a result of a consent decree.	
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 by this item, $50,000 shall be available to contract with the California Association of Student Councils for the purpose of providing leadership development and training to pupils in grades 3 to 12, inclusive.	
~~6110-121-0001—For local assistance, Department of Education (Proposition 98), Program 10.30.070—Economic Impact Aid of Chapter 1 of Part 29 of the Education Code~~	~~49,349,000~~
~~Provisions:~~	
~~1. Funds appropriated by 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 to the districts listed on a schedule to be jointly developed by the Department of Finance and the Department of Education.~~	
~~2. Expenditure of these funds shall be consistent with Chapter 1 of Part 29 of the Education Code as amended by legislation to be enacted on or before October 15, 1997.~~	

Item		Amount
6110-128-0890—For local assistance, Department of Education, *Program 20.50.030-Eisenhowser Professional Development*, payable from the Federal Trust Fund		~~27,173,000~~ *27,016,000*
~~Schedule:~~		
~~(a) 20.10.015.010-Math/Science Program Teacher Training Grants~~	~~26,873,000~~	
~~(b) 20.60.015.000-Middle School Mathematics Renaissance Program~~	~~300,000~~	
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		~~2,000,000~~ *1,000,000*
6110-136-0890—For local assistance, Department of Education, payable from the Federal Trust Fund		~~788,807,000~~ *836,679,777*
Schedule:		
(a) 10.30.060—Title I-ESEA	~~786,227,000~~ *834,099,777*	
(b) 10.30.065—Stewart B. McKinney Homeless Children Education	2,580,000	
6110-139-0001—For local assistance, Department of Education (Proposition 98), Program 10.10—School Apportionments, Pupil Residency Verification		154,000
Provisions:		
1. Funds appropriated by 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 Chapter 309, Statutes of 1995.		
6110-141-0890—For local assistance, Department of Education, Program 10.30.010—Instruction, Title I of the Elementary and Secondary Education Act—Migrant Education, payable from the Federal Trust Fund		107,448,000
6110-142-0890—For local assistance, Department of Education, Goals 2000, payable from the Federal Trust Fund		~~89,700,000~~ *89,390,000*
Schedule:		
~~(a) 20.10.002-Mathematics Improvement~~	~~2,000,000~~	

Item	Amount
(b) 20.10.003-Reading Improvement..	~~56,000,000~~ *14,600,000*
~~(c) 20.10.025-California Computer Refurbishing Program~~	~~10,000,000~~
(b1) 20.10.003.004-Reading and Writing Enrichment.....	*15,000,000*
(b2) 20.10.003.005-Teaching Apprentice.....	*9,800,000*
(b3) 20.10.003.006-Para-Professional Grades 4–12.....	*9,940,000*
(b4) 20.10.003.007-Academic Preparation Program.....	*5,000,000*
(c1) 20.10.025-Technology Grants	*10,000,000*
(c2) 20.40.001-Arts Grants.....	*1,300,000*
(c3) 20.40.002-Library Grants.....	*500,000*
(d) ~~20.60-Local~~ *20.60.030-Local* Improvement Plans.....	15,200,000
(e) 20.60.040-Family School Partnerships Initiative.....	~~1,500,000~~ *1,050,000*
(ex) 20.60.050.001-Mentor Teaching Program.....	*1,000,000*
(f) 20.60.050-Student Academic Partnerships.....	5,000,000
(g) 20.60.100-Advancement via Individual Determination.....	*1,000,000*

Provisions:

~~1. The funds appropriated in Schedule (a) shall be available only for a mathematics leadership program to improve mathematics instruction which reflects a balance of basic skills, conceptual understanding and problem solving throughout eight stands of mathematics: number, measurement, geometry, patterns and functions, statistics and probability, logic, algebra, and discrete mathematics.~~

2. Of the funds appropriated in Schedule (b), ~~$46,400,000~~ *$5,000,000* shall be available only to provide in-service training in reading instruction to teachers who teach reading in one or more of grades of four through eight and school-site ~~administrators'~~ *administrators,* pursuant to legislation enacted during the 1997–98 Regular Session. *Those funds are available for expenditure only upon the approval by the State Board of Education and the Department of Finance of*

Item Amount

an expenditure plan that is consistent with the Goals 2000 program purpose.

3. Of the funds appropriated in Schedule (b), $4,000,000 shall be available only to establish new grants or continue existing grants awarded pursuant to a letter prepared under the authority of Section 28.00 of the Budget Act of 1996, dated May 8, 1996 to develop partnerships between school districts and institutions of higher education to improve pre-service preparation of teachers in the area of reading. *Those funds are available for expenditure only upon the approval by the State Board of Education and the Department of Finance of an expenditure plan that is consistent with the Goals 2000 program purpose.*

4. Of the funds appropriated in Schedule (b), $5,600,000 shall be available only for providing reading staff development for certificated employees pursuant to Education Code Sections 44755 through 44757 with priority given to providing staff development to employees who did not receive training pursuant to these sections in 1996–97. *Those funds are available for expenditure only upon the approval by the State Board of Education and the Department of Finance of an expenditure plan that is consistent with the Goals 2000 program purpose.*

~~5. The funds appropriated in Schedule (c) shall be allocated by the State Department of Education for the California Computer Refurbishing Program. Funds shall be used to purchase parts and supplies needed for computer repair and refurbishing by a community college, regional occupational program or center, the Youth and Adult Corrections Agency, or other nonprofit organization certified for computer refurbishing by the State Department of Education. The State Department of Education may contract with a local education agency to manage this program. The cost of administration and program management for a county office of education shall not exceed two percent of the total funds provided for this program.~~

5.1. The funds appropriated in Schedule (b1) shall be used for a reading and writing enrichment program for public high schools, and

Item	Amount
shall be available only pursuant to Assembly Bill 1162 of the 1997–98 Regular Session or any other bill that is enacted, and becomes operative, on or before January 1, 1998, and authorizes the allocation of local assistance funding for that purpose.	
5.2. The funds appropriated in Schedule (b2) shall be used for a teaching apprentice program, and shall be available only pursuant to Assembly Bill 351 of the 1997–98 Regular Session, or any other statute that is enacted and becomes operative, on or before January 1, 1998, and authorizes the allocation of local assistance funding for that purpose.	
5.3. The funds appropriated in Schedule (b3) shall be used for a paraprofessional teacher program for grades 4 to 12, inclusive, and shall be available only pursuant to Assembly Bill 353 of the 1997–98 Regular Session, or any other statute that is enacted and becomes operative, on or before January 1, 1998, and authorizes the allocation of local assistance funding for that purpose.	
5.4. The funds appropriated in Schedule (b4) shall be used for an academic preparation program, and shall be available only pursuant to Assembly Bill 418 of the 1997–98 Regular Session, or any other statute that is enacted and becomes operative, on or before January 1, 1998, and authorizes the allocation of local assistance funding for that purpose.	
5.5. The funds appropriated in Schedule (c1) shall be used for computer technology grants. The State Department of Education may redirect up to $6,000,000 from this program to the donated computer program.	
5.6. The funds appropriated in Schedules (c2) and (c3) shall be used for competitive grants to local education agencies for innovative approaches to enhance pupil learning and achievement through the arts and libraries, in the amounts scheduled in this item for those programs, and shall be available only pursuant to a statute that is enacted and becomes operative, on or before January 1, 1998, and authorizes the allocation of local assistance funding for that purpose.	

Item Amount

6. The funds appropriated in Schedule (d) shall be used to implement local improvement plans developed from prior years' allocations of Goals 2000 funds.

7. The funds appropriated in Schedule (e) shall be used to fund Family/School Partnership grants *awarded on a competitive basis* to local education agencies, subject to the approval by the Office of Child Development and Education of the purpose and use of the grants, and the criteria by which the grants will be approved by the Department of Education.

7.1. The funds appropriated in Schedule (ex) shall be used for a mentor teacher program, and shall be available only pursuant to Assembly Bill 858 of the 1997–98 Regular Session, or any other statute that is enacted, and becomes operative, on or before January 1, 1998, and authorizes the allocation of local assistance funding for that purpose.

8. The funds appropriated in Schedule (f) shall be used for competitive grants to local education agencies *for pre-service training, with highest priority for funding given to those agencies that propose* to train and hire college students as academic tutors for ~~K–6~~ ~~pupils~~ *pupils in Kindergarten or any of grades 1 to 6, inclusive,* in the academic areas of English-language arts and mathematics. ~~Local~~ *For the purposes of these training activities, local* education agencies shall be responsible for the day-to-day supervision of tutors, but the agencies may contract with higher education institutions to recruit, train and provide general oversight over placement in schools. Higher education institutions may permit tutors to receive academic credit for their related field work experiences in lieu of pay. ~~It is intended that these funds provide tutors in at least 100 school sites.~~

8.1. The funds appropriated in Schedule (g) shall be used for competitive outreach grants to local education agencies for the expansion of the Advanced Via Individual Determination program.

Item		Amount
6110-151-0001—For local assistance, Department of Education (Proposition 98), Program 10.30.050—Indian Education Centers pursuant to Article 6 (commencing with Section 33380) of Chapter 3 of Part 20 of the Education Code.....		*700,000*
6110-152-0001—For local assistance, Department of Education, Program 10.30.050.....		376,000
Provisions:		
1. Funds appropriated by this item for Indian Education Centers are to carry out the provisions of Article 6 (commencing with Section 33380) of Chapter 3 of Part 20 of the Education Code.		
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.....		~~451,722,000~~ *488,015,000*
Schedule:		
(a) 10.50.010.001-Adult Education	~~442,983,000~~ *479,276,000*	
(b) 10.50.010.008-Remedial education services for participants in the Greater Avenues for Independence (GAIN) program.....	17,478,000	
(c) Reimbursements.....	–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.		
2. The funds appropriated in Schedule (b) constitute the funding for remedial education services for participants in the Greater Avenues for Independence (GAIN) program (Art. 3.2 (commencing with Sec. 11320), Ch. 2, Pt. 3, Div. 9, W.& I.C.). These funds shall be apportioned by the Superintendent of Public Instruction only to school districts that certify that they are unable to provide educational services to GAIN recipients within their adult education block entitlement.		

Item Amount

3. Of the funds appropriated by this item, $50,000,000 shall be used for educational activities for individuals eligible to receive benefits under the Temporary Assistance for Needy Families (TANF) program. Educational activities shall be limited to those designed to increase self-sufficiency, job training, and employment

4. Of the funds appropriated by this item, $25,000,000 shall be allocated on a countywide basis in the form of a block entitlement to be ''banked and drawn upon'' for instructional services provided to TANF recipients. Funds shall be released based upon the number of recipients served above existing service levels.

6110-156-0890—For local assistance, Department of Education, Program 10.50.010.001—Adult Education, payable from the Federal Trust Fund ..... ~~38,486,000~~ *40,954,000*

~~Provisions:~~

~~1. Of the funds appropriated by this item, and as a condition of this appropriation, $7,669,000 shall be used for adult basic education for citizenship and naturalization services for legal permanent residents who are eligible for naturalization.~~

Schedule:

(a) 10.50.010.002—Section 320-Institutionalized..... 4,095,000

(b) 10.50.010.003—Section 320-Experimental/Teaching..... 5,731,000

(c) 10.50.010.004—Section 321-Adult Basic Education 10,558,000

(d) 10.50.010.005—Section 321-English Second Language 6,807,000

(e) 10.50.010.006—Section 321-English Second Language-Citizenship 13,763,000

Provisions:

1. Of the funds appropriated by this item, and as a condition of this appropriation, $13,763,000 shall be used for adult basic education for citizenship and naturalization services for legal permanent residents who are eligible for naturalization. These funds shall be transferred by the Director of Finance to the Department of Community Services and Development. The funds shall be used to provide English as a Second Language-Citizenship classes to assist individuals who have lost their SSI/SSP benefits.

Item | Amount

Citizenship and naturalization services shall include, for this purpose, 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) staff development; (e) citizenship testing; (f) naturalization preparation and assistance; and (g) regional and state coordination and program evaluation. The providers of the citizenship and naturalization services, for purposes of this provision, shall be those community-based organizations, community colleges, and adult education programs approved for this purpose by the State Department of Education and the federal Immigration and Naturalization Service.

6110-158-0001—For local assistance, Department of Education (Proposition 98), for transfer 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..... ~~13,976,000~~ *14,785,000*

Provisions:

1. Notwithstanding any other provision of law, the amount appropriated in this item and any amount allocated for this program in this act shall not exceed, in the aggregate, the maximum amount allocated for the purposes of Section 41841.5 of the Education Code.
2. Notwithstanding Section 41841.5 of the Education Code or any other provision of law, the amount appropriated by 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 1997–98 fiscal year for the Adults in Correctional Facilities program shall be limited to the amount received by that agency for services provided in the 1996–97 fiscal year, *as increased by $370,000 for growth in services,* not to exceed a total of ~~$13,976,000~~ *$15,155,000* for all programs. Funding shall be reduced or eliminated, as appropriate, for any LEA that reduces or eliminates services provided under this pro-

Item Amount

gram in the 1997–98 fiscal year, as compared to the level of service provided in the 1996–97 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, funding distributed to each LEA for reimbursement of services provided in the 1996–97 fiscal year for the Adults in Correctional Facilities program shall be limited to the amount received by that agency for services provided in the 1995–96 fiscal year, ~~not to exceed a total of $13,976,000~~ *as increased by $349,000 for growth in services and $460,000 for cost-of-living adjustments, not to exceed a total of $14,785,000* for all programs. Funding shall be reduced or eliminated, as appropriate, for any LEA that reduces or eliminates services provided under this program in the 1996–97 fiscal year, as compared to the level of service provided in the 1995–96 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.

6110-161-0001—For local assistance, Department of Education (Proposition 98), Program 10.60—Special Education Programs for Exceptional Children .. ~~1,882,777,000~~ *1,863,847,000*

Schedule:

(a) ~~10.60.050.001-Special~~ *10.60.050-Special* education instruction . ~~1,842,955,000~~ *1,824,025,000*

(b) 10.60.050.080-Early Education Program for Individuals with Exceptional Needs 54,217,000

(c) Reimbursements for Early Education Program, Part H..... –14,395,000

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 1997–98

Item | Amount

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 amount appropriated in Schedule (a) of this item, ~~$57,391,000~~ *$50,934,000* shall be available for program growth pursuant to Section 56728.6 of the Education Code. The funds allocated pursuant to this provision shall be the only funds available in this item for program growth for ages 3 to 21 years, inclusive. These funds shall be allocated to fully fund calculated growth units for special education programs serving pupils ages 3 to 21 years, inclusive, excluding pupils ages three and four years not requiring intensive services, based on each special education local plan area's (SELPA) pupil count data and an average number of pupils per unit of:

(a) For special day classes and centers—10.

(b) For resource specialist programs—24.

(c) For designated instructional services—24.

For the purposes of allocating special day class and center (SDC) growth units, a revenue limit offset shall be calculated for the unfunded 1996–97 P-2 SDC average daily attendance for those local educational agencies that are scheduled to receive SDC growth units. In no case shall the offset exceed eight pupils per SDC growth unit. All other SDC growth units shall be allocated using no revenue limit offset.

3. The number of units to be recaptured shall be calculated pursuant to Section 56728.6 of the Education Code. Within each SELPA, to maximize the use of existing units, the units available for recapture shall be shifted to any instructional setting that is eligible for growth pursuant to Provision 2. After maximizing the existing units, growth shall be calculated pursuant to the standards in Provision 2. Waivers of the subcaps (Sec. 56728.6, Ed.C.) may be approved only if compliance would prevent the provision of a free, appropriate public education.

4. Of the amount specified in Provision 2, $500,000 shall be available only for units approved by waiver for SELPAs with small or sparse populations as identified under Article 1.5 (commenc-

Item Amount

ing with Section 56210) of Chapter 3 of Part 30 of the Education Code. Waivers for sparsity may be approved only after previous waivers have been reviewed to determine that those units were utilized in sparsely populated areas of the SELPA, that additional units are necessary for these areas, and that severe hardship would occur without additional units for this purpose.

5. Of the amount appropriated in Schedule (a) of this item, no more than ~~$379,000~~ *$380,000* shall be available for the purposes of Section 56775.5 of the Education Code.

6. Of the funds appropriated in Schedule (a) of this item, ~~$8,552,000~~ *$8,595,000* 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.

7. Of the funds appropriated in Schedule (a) of this item, ~~$6,419,000~~ *$6,668,000* 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 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 agencies that can demonstrate that the requirement would impose a severe hardship.

8. Of the funds appropriated in Schedule (a) of this item, ~~$2,965,000~~ *$3,028,000* shall be available for regional occupational centers and programs that serve pupils having disabilities, ~~$128,151,000~~ *$127,823,000* shall be available for extended year programs for pupils with exceptional needs ages 3 through 21, ~~$65,748,000~~ *$65,760,000* shall be available for regionalized program specialist

Item Amount

services, and ~~$6,185,000~~ *$6,174,000* shall be available for county office of education longer day and year programs.

9. Of the amount appropriated in Schedule (b) of this item, ~~$907,000~~ *$806,000* shall be available for infant program growth units (ages birth–two years). Funds for infant units shall be allocated pursuant to Provision 12 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.

10. Except for instructional personnel services units serving infants, the county office of education or school district reporting instructional personnel services units for funding shall be the agency that employs the personnel staffing the units, unless the combined unit rate and support services ratio of a nonemploying agency is equal to or lesser than that of the employing agency and both agencies agree that the nonemploying agency shall report the units for funding.

11. During the 1997–98 fiscal year, the State Board of Education shall not approve any waiver of Section 56364.1 of the Education Code relating to the full inclusion of pupils with low incidence disabilities. This restriction does not prohibit the State Board of Education from approving any waiver of Section 56364 of the Education Code relating to full inclusion during the 1997–98 fiscal year.

12. Notwithstanding any other provision of law. early education programs for infants and toddlers shall be offered for 200 days. Notwithstanding Section 56726 of, Section 56731 of, or paragraph (2) of subdivision (e) of Section 56737 of, the Education Code, the State Department of Education shall allocate funds for the 1997–98 fiscal year to those programs receiving allocations for instructional units pursuant to Section 56728.8 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. For edu-

Item Amount

cational services for children with exceptional needs, birth through two years of age, no funds shall be allocated pursuant to Section 56726 of the Education Code. The 200-day entitlements shall not exceed 111 percent of the current entitlement for each educational agency.

13. Notwithstanding Chapter 7 (commencing with Section 56700) of Part 30 of the Education Code, state funds appropriated in Schedule (b) of this item in excess of the amount necessary to fund the deficited entitlements pursuant to Section 56728.8 of the Education Code and Provision 12 of this item shall be available for allocation by the State Department of Education to local education 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 at a rate of $6,849 per solely low-incidence child through age two, for each child in excess of the number of solely low-incidence children through age two served by the local educational 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.

14. The State Department of Education, through coordination with the Special Education Local Planning Areas, 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.

6110-161-0890—For local assistance, Department of Education, payable from the Federal Trust Fund, Program 10.60—Special Education Programs for Exceptional Children..... ~~332,024,000~~
331,040,000

Item	Amount
Schedule:	
(a) 10.60.030.910-IDEA, Title VIC, Deaf-Blind Center.....	878,000
~~(b) 10.60.050.010-local entitlements, IDEA special education .....~~	~~259,724,000~~
(bb) 10.60.50.011—Local and State Agency Entitlements, IDEA Special Education.....	*259,953,000*
(c) 10.60.050.015-IDEA, local entitlements, Preschool Program	19,286,000
(d) 10.60.050.020-IDEA, direct and indirect instructional services approved in the State Plan.....	11,366,000
(e) 10.60.050.030-PL 99-457, Preschool Grant Program.....	36,000,000
(f) 10.60.050.040-IDEA, Title VID, Handicapped Personnel Preparation Grants.....	557,000
(h) 10.60.050.075-Juvenile Court Schools	3,000,000
~~(i) 10.60.050.085-Disabled children served by other agencies .....~~	~~1,213,000~~

Provisions:

1. If the funds for Part B of the Individuals with Disabilities Education Act that are actually received by the state exceed ~~$306,377,000~~ *$306,706,862* , 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 ~~$306,377,000~~ *$306,706,862* may be used for state administrative expenses. If the funds for Part B of the Individuals with Disabilities Education Act that are actually received by the state are ~~below $306,377,000~~ *less than $306,706,862* , the reduction shall be taken in direct and indirect instructional services.
2. Of the funds appropriated in Schedule (d) of this item, up to $1,000,000 may be used to fund licensed children's institution growth units pursuant to Section 56776 of the Education Code. These funds are to be used for instructional units only.
3. Of the funds appropriated in Schedule (d) of this item, up to $2,324,000 may be used to provide funding for infant programs, and may be

Item Amount

used for those programs that do not qualify for funding pursuant to Section 56728.8 of the Education Code. Of these funds, $100,000 shall be available, subject to approval of a work plan by the Department of Finance, to conduct follow-up activities related to the funding studies and funding plan submitted pursuant to Provisions 13 and 14 of Item 6110-161-001 of the Budget Act of 1995.

4. Of the funds appropriated in Schedule (d) of this item, $2,425,000 shall be allocated to local education agencies for the purposes of Project Workability I.

5. Of the funds appropriated in Schedule (d) 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.

6. Of the funds appropriated in Schedule (d) 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. All programs are to include evaluation components.

7. Of the funds appropriated in this item for the Preschool Grant Program, $1,228,000 shall be used for in-service training programs. This program shall include state-sponsored and local components.

8. Of the funds appropriated in Schedule (d) 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 (d) of this item, *up to* $100,000 shall be used to develop and test procedures, materials, and training for alternative dispute resolution in special education.

10. The funds appropriated in Schedule (h) of this item may be used to augment instructional

Item | Amount

units for the special education programs in juvenile court schools to cover the required number of days of instruction.

11. The amount appropriated in Schedule (i) shall be available to provide services to disabled children ages 3 through 21 years served by the Department of Developmental Services, the California Youth Authority, and the University of California at Los Angeles Neuropsychiatric Institute, and for children from birth through 21 years of age served by the state special schools.

12. Of the funds appropriated in Schedule (bb), $258,292,289 shall be distributed to local education agencies as local entitlements and the remaining $1,660,217 shall be distributed to state-operated programs serving disabled children from 3 to 21 years of age, inclusive, unless a different level of apportionment to local and state programs is required pursuant to applicable federal law. In accordance with federal law, the funds appropriated in Schedule (bb) shall be distributed to local and state agencies on the basis of an equal amount per eligible, identified pupil.

6110-162-0001—For local assistance, Department of Education (Proposition 98), Program 10.60—Special Education Programs for Exceptional Children 76,692,000

Provisions:

1. Funds appropriated in this item are for equalizing funding rates pursuant to legislation enacted on or before October 15, 1997 to reform the Special Education funding system in such a manner that will reduce the inequities and complexities of the current system and eliminate the financial incentives related to special education placements.

~~2. If legislation referred to in Provision 1 is not enacted on or before October 15, 1997, funds appropriated in this item shall be distributed for program growth pursuant to Section 56728.6 of the Education Code and Provision 2 of Item 6110-161-0001.~~

2. If legislation referred to in Provision 1 is not enacted on or before October 15, 1997, funds appropriated in this item shall be distributed so as to increase the lowest special education unit

Item Amount

rates and support services ratios to a minimum level of support based on a methodology and formulas developed by the Office of the Legislative Analyst in consultation with the appropriate K–12 legislative policy and fiscal committees, the Department of Finance, and the Department of Education.

6110-165-0001—For local assistance, Department of Education..... ~~6,907,000~~ *7,022,000*

Schedule:

(a) 10.70—Vocational Education..... ~~23,782,000~~ *23,897,000*

(b) Reimbursements..... –16,875,000

Provisions:

1. ~~$15,731,000~~ *$15,846,000* of the funds appropriated in this item are for the purpose of the federal Job Training Partnership Act.
2. Notwithstanding any other provision of law, of the funds appropriated by this item, ~~$6,907,000~~ *$7,022,000* are available for the purpose of matching Job Training Partnership Act funds available under Section 1602(b)(1) of Title 29 of the United States Code. The Superintendent of Public Instruction shall allocate these funds for ~~provision of remedial education services and for provision of occupational skills training services provided in conjunction with remedial education services to Greater Avenues for Independence (GAIN) participants pursuant to Section 33117.5 of the Education Code.~~ *the provision of education in conjunction with occupational skills training pursuant to Section 33117.5 of the Education Code in the following order of priority: (1) persons participating in the Greater Avenues for Independence (GAIN) program, (2) persons eligible for Temporary Assistance for Needy Families (TANF).*

6110-166-0890—For local assistance, Department of Education, Program 10.70—Vocational Education, payable from the Federal Trust Fund 119,769,000

Provisions:

1. The funds appropriated by this item include Federal Vocational Education Act funds for the 1997–98 fiscal year to be transferred to the community colleges by means of interagency agree-

Item	Amount
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 Greater Avenues for Independence (GAIN) participants.	
3. The Superintendent of Public Instruction shall report, not later than February 1 of each year, to the Joint Legislative Budget Committee, ~~to the Director of Finance, and to the California State Council on Vocational Education, describing~~ *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.	
6110-176-0890—For local assistance, Department of Education, Program 10.40.030—Emergency Immigrant Education ~~and Foreign Language Assistance Programs~~ , payable from the Federal Trust Fund.	32,576,000
6110-180-0001—For local assistance, Department of Education (Proposition 98), for Program 20.10.025-Educational Technology	1,000,000
Provisions:	
1. The funds appropriated in this item shall be allocated by the State Department of Education to the San Diego County Office of Education for one-time costs associated with the establishment of a regional technology center.	
6110-180-0890—For local assistance, Department of Education (Proposition 98), Program 20.10.025—Educational Technology, payable from the Federal Trust Fund	*19,624,000*
Provisions:	
1. The funds appropriated by this item are for allocation to school districts that are awarded competitive grants pursuant to the federal Technology Literacy Challenge Grant Program. The State Board of Education shall review and approve the criteria and procedure used in the application and award of grant funds under this program prior to the release by the Superintendent of Public Instruction to school districts of the application form.	

Item	Amount
6110-181-0465—For local assistance, Department of Education, Program 20.10.055-Environmental Education, payable from the Energy Resources Programs Account, General Fund.....	800,000
6110-183-0890—For local assistance, Department of Education, Program 20.10.045—Health and Physical Education, Instructional Support—Safe and Drug Free Schools and Communities Act of 1994 (PL 103-382).....	~~44,198,000~~ *43,721,000*
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.	
6110-187-0001—For local assistance, Department of Education (Proposition 98), for transfer to Section A of the State School Fund, for cost-of-living increases to be transferred to, in lieu of the amount that otherwise would be provided pursuant to statute, and in augmentation of, the respective appropriations by the Controller upon enactment in accordance with the following	~~125,443,000~~ *119,344,000*
Schedule:	
(0.5) 10.10.004—School Apportionments, for Regional Occupational Centers/Programs, for transfer to Schedule (a) of Item 6110-105-0001..... 7,553,000	

Item		Amount
(1) 10.10.011.003—School apportionments, for remedial summer school programs, for transfer to Schedule (a) of Item 6110-104-0001	~~1,357,000~~ *1,481,000*	
(2) 10.10.011.004—School apportionments, for core academic summer school programs, for transfer to Schedule (b) of Item 6110-104-0001	~~2,517,000~~ *2,918,000*	
(3) 10.10.011.005—School apportionments, Continuation Schools ~~(Sec. 42243.7, Ed. C.)~~	~~714,000~~	
~~(4) 10.25—Class Size Reduction, for transfer to Item 6110-234-0001~~	~~31,066,000~~	
(Sec. 42243.7, Ed. C.)	*704,000*	
(4.5) 10.50.010.000—Adult Education, for transfer to Schedule (a) of Item 6110-156-001	*12,270,000*	
(5) 10.60.050—Special Education Program for Exceptional Children, for transfer to Schedule (a) of Item 6110-161-0001	~~75,010,000~~ *78,931,000*	
(6) 10.60.050.080—Early Education Program for Individuals with Exceptional Needs, for transfer to Schedule (b) of Item 6110-161-0001	~~1,372,000~~ *1,444,000*	
(7) 30.10—Child Development, for transfer to Item 6110-196-0001	~~13,407,000~~ *14,043,000*	
Provisions:		
1. Notwithstanding any other provision of law, the amount provided in this item for transfer to the Special Education Program for Exceptional Children shall be allocated on a dollar amount basis rather than as a percentage increase. The dollar amount shall be equal to ~~2.53~~ *2.65* percent of the average statewide unit rate.		
6110-190-0001—For local assistance, Department of Education (Proposition 98), Program 10-School Apportionments, Community Day Schools		~~52,593,000~~ *30,000,000*

Item Amount

Provisions:

1. The funds appropriated by this item ~~shall be used~~ *are for transfer to Section A of the State School Fund* to reimburse costs incurred pursuant to Chapter 974 of the Statutes of 1995.
2. Funds appropriated by this item shall not be available for the purposes of Section 41972 of the Education Code.
3. Of the funds appropriated by this item, $1,765,000 shall be used to reimburse local mandated costs required by Chapter 974 of the Statutes of 1995.

6110-191-0001—For local assistance, Department of Education (Proposition 98), Program 20.60.050.002-Beginning Teacher Support and Assessment 10,000,000

Provisions:

1. The funds appropriated by this item are for transfer to Section A of the State School Fund, for direct disbursement by the State Department of Education for expansion of the Beginning Teacher Support and Assessment Program, as set forth in Article 4.5 (commencing with Section 44279.2) of Chapter 2 of Part 25 of the Education Code.
2. The funds appropriated by this item shall 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.

6110-194-0001—For local assistance, Department of Education—Staff Development..... 2,249,000

Schedule:

(a) 20.60.010.001-Administrator Training and Evaluation Program 1,593,000
(b) 20.60.080-Exploratorium..... 551,000
(c) 20.60.125-Geography Education Alliances..... 105,000

Provisions:

1. The funds appropriated by 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.

Item			Amount
2. Notwithstanding any other provision of law, the amount appropriated in Schedule (a) of this item shall be the maximum amount allocated for the 1997–98 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.			
6110-196-0001—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 in this item, in lieu of the amount that otherwise would be appropriated pursuant to statute.....			~~543,027,000~~ *577,027,000*
Schedule:			
(a) 30.10.010-Special Program, Child Development Preschool Education		~~121,042,000~~ *131,042,000*	
(b) 30.10.020-Child Care Services		~~761,940,000~~ *921,295,000*	
(1) 30.10.020.001-Special Program, Child Development, General Child Development Programs....	~~350,081,000~~ *370,081,000*		
(2) 30.10.020.002-Special Program, Child Development, Community College Match-Required Center..	2,499,000		
(3) 30.10.020.003-Special Program, Child Development, High School Parenting and Infant Development	~~10,453,000~~ *14,453,000*		

Item	Amount
(4) 30.10.020.004-Special Program, Child Development, Migrant Day Care.....	11,141,000
(5) 30.10.020.007-Special Program, Child Development, Alternative Payment Program.....	~~215,832,000~~ *220,094,000*
(6) 30.10.020.008-Special Program, Child Development, Resource and Referral.....	10,333,000
(7) 30.10.020.009-Special Program, Child Development, Campus Child Care Tax Bailout.....	4,975,000
(8) 30.10.020.015-Special Program, Child Development, Extended Day Care.....	~~37,767,000~~ *37,854,000*
(9) 30.10.020.096-Special Program, Child Development, Allowance for Handicapped..	879,000
(10) 30.10.020.106-Special Program, Child Development, California Child Care Initiative.....	250,000
~~(11) 30.10.020.900—Special Program, Child Development, Child Protective Services....~~	~~4,000,000~~

Item		Amount
(12) 30.10.020.901—Special Program, Child Development, Quality Improvement	14,984,000	
(13) 30.10.020.902—Special Program, Child Development, Automation Set-aside	20,000,000	
(14) 30.10.020.903—Special Program, Child Development, Department of Social Services Pass-through	~~75,297,000~~ *210,297,000*	
(15) 30.10.020.904—Special Program, Child Development, Trustline	125,000	
(16) 30.10.020.905—Special Program, Child Development, Local Planning Councils	1,020,000	
(17) 30.10.020.906—Special Program, Child Development, Dependent Care Grant	~~2,304,000~~ *2,309,000*	
(c) 30.10—Special Program, Child Development, Minimum Wage Impact		13,100,000
(d) Amount Payable from the Federal Trust Fund (Item 6110-196-0890)		~~–353,055,000~~ *–488,410,000*

Provisions:

1. (a) Of the funds appropriated by this item, $3,334,000 is for the purpose of providing the full-year funding for the expansion of the state preschool program initiated with a $3,334,000 augmentation in the Budget Act of 1996. These funds shall be allocated for services to children participating in the

Item Amount

state preschool program. Funds for annualized expansion shall not be used for a cost-of-living adjustment for existing contracted services. *In addition, $10,000,000 of the funds appropriated by this item is available for the expansion of the state preschool program. These funds shall not be used for a cost-of-living adjustment for existing contracted services.*

(b) Of the funds appropriated by this item, $6,666,000 is for the purpose of providing the full-year funding for the expansion of the general child care program initiated with a $6,666,000 augmentation in the Budget Act of 1996. These funds shall be allocated for services to children participating in the general child care program. Funds for annualized expansion shall not be used for a cost-of-living adjustment for existing contracted services. It is the intent of the Legislature that, notwithstanding Section 8263 of the Education Code, the State Department of Education allocate the funds identified in this subdivision, to the extent feasible, to expand child care and development services to preschool children from ages 3 to 5, inclusive , *and to schoolage children* and that this priority be reflected in contracts with local agencies. In expanding services for preschool children, local agencies shall give priority to families consistent with subdivision (b) of Section 8263 of the Education Code.

(c) Of the funds appropriated in this item, $45,000,000 is for the purpose of providing half-year funding for the expansion of child care services for infants and toddlers. It is the intent of the Legislature that, notwithstanding Section 8263 of the Education Code, the State Department of Education allocate these funds to expand child care and development services to infants and children under three years of age.

2. Notwithstanding Section 8278 of the Education Code, funds available for expenditure pursuant

Item	Amount
to Section 8278 of the Education Code shall be expended in the 1997–98 fiscal year pursuant to the following schedule:	
(a) The amount necessary for accounts payable pursuant to paragraph (1) of subdivision (b) of Section 8278 of the Education Code.	
(b) Up to $1,308,000 for administrative costs of alternative payment programs receiving prior year federal Child Care and Development Block Grant carryover funds.	
~~(c) $100,000 for one-time-only planning and operational grants for extended schoolday programs pursuant to Chapter 775, Statutes of 1995.~~	
(d) Of the funds available pursuant to Section 8278 of the Education Code, as scheduled under this item for quality improvement activities, the State Department of Education shall allocate $425,000 to the preschool education projects operated by the public television stations in Redding, San Francisco, San Jose, Los Angeles, Fresno, and San Diego. Of this amount, the department shall allocate $320,000 to public television stations in Redding, 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) the number of trainings conducted and the 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 above in (1) to (6), inclusive, of the preceding paragraph.	
As a condition of receiving funds as described in this subdivision in the 1996–97 fis-	

Item Amount

cal year, each grantee that received funds in the 1995–96 fiscal year shall complete and submit to the State Department of Education, no later than March 1, 1997, an evaluation of the effectiveness of the project operated by the grantee in improving the quality of child care provided in the affected community.

(e) The State Department of Education shall establish a plan for any remaining unexpended balances that sets forth the criteria for determining funding priorities, the funding priorities, and the amount of funding proposed per priority. The remaining funds shall not be allocated sooner than 30 days after the Department of Finance provides notification of its approval of the plan to the Legislature in accordance with the procedures set forth in Section 28.00 of this act.

(f) Any unexpended balances or subsequent abatements from Schedules (a) and (b) as of June 30, 1997, are available pursuant to Section 8278 of the Education Code, for the purpose of making expenditures pursuant to Schedules (a) and (b).

3. The State Department of Education shall report to the Joint Legislative Budget Committee, by March ~~1~~ *31* , 1998, the amount of child development funds, by program, that have been determined after audit to be unearned. The department shall report, by March ~~1~~ *31*, 1998, the settlement of claims payable from unearned contract funds balances, by program.

4. Notwithstanding Section 8266.1 of the Education Code, for child care and development contractors that serve children 10.5 hours or more per day and demonstrate to the satisfaction of the State Department of Education that their costs are reasonable and in excess of those allowed by Section 8266.1, the reimbursement factor in subdivision (a) of Section 8266.1 shall be reduced to 50 percent and the reimbursement factor in subdivision (d) of Section 8266.1 shall be increased to 150 percent. This provision does not apply to the resource and referral programs, the alternative payment programs, the state

Item	Amount
preschool programs, the schoolage community child care services, or the schoolaged parent and infant development programs.	
5. 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 State Department of Education shall contract with the State Child Care Resource and Referral Network to conduct a market rate survey, the results of which shall be provided to the State Department of Education and the State Department of Social Services for utilization by various programs under the jurisdiction of both departments to determine limits of reimbursement to providers.	
6. The funds appropriated by 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.	
7. Notwithstanding Section 8473.3 of the Education Code, if an Extended Day Care Program contractor fails to operate at 98 percent of the minimum days of operation required in its contract, or ceases operations, or the contract is terminated prior to the end of the contract period, the maximum reimbursable amount shall be reduced in proportion to the percentage of the contract minimum days of operations that the contractor was not in operation.	

Item Amount

8. 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 those rules and regulations differ with respect to the conditions specified for the Community Colleges in Item 6870-101-0001, provision 16(c).

9. $14,984,000 specified in schedule (b)(12) shall be reserved for activities to improve the quality and availability of child care. The State Department of Education shall establish an expenditure plan for these funds that sets forth the state and local activities to improve child care, including the reasons therefore. Of the activities specified in the plan, no less than $6,000,000 shall be made available for the following: (a) activities designed to provide comprehensive consumer education to parents and the public and activities that increase parental choice; (b) health and safety training for license exempt providers; (c) expanded hot-line access to public health and communicable disease information; (d) training resources for development of new child care aides from among Temporary Assistance for Needy Family (TANF) recipients; (e) increased support of local child care planning councils to guide the expansion of child care availability at the local level where needs are greatest *; and (f) activities to expand the supply of child care providers* . This plan shall be submitted to the Department of Finance by August 1, 1997. Funds shall not be encumbered prior to approval of the plan by the Department of Finance. Notwithstanding any other provisions of law, the Department of Finance may transfer funds to Item 6110-001-0001 as determined necessary for the approved plan.

~~10. $20,000,000 in schedule (b) (13) is reserved for the development and implementation of a data collection and retrieval system for meeting re-~~

Item Amount

~~porting requirements associated with the federal child care and development funds. Upon the approval of a Feasibility Study Report, the Department of Finance may transfer $20,000,000 from this item to Item 6110-001-0001 for the acquisition and support of the approved data automation system.~~

10. Of the $20,000,000 appropriated by Schedule (b) (13), $2,000,000 is for initial implementation of a Feasibility Study Report (FSR) for a child care data collection and analysis system that will be developed pursuant to Provision 8 in Item 6110-001-0890. Upon approval of an FSR, the Department of Finance may transfer $2,000,000 from this item to Item 6110-001-0001 for the acquisition and support of the approved data automation system. The remaining $18,000,000 provided in Schedule (b) (13) in this item is for additional costs, over and above $2,000,000 of implementing a child care data collection system. The Department of Finance may transfer an amount equal to but not exceeding $18,000,000 from this item to Item 6110-001-0001 for additional costs of implementing the data collection system, not sooner than 30 days after written notification of the Joint Legislative Budget Committee, pursuant to Section 28.00 of this act. It is the intent of the Legislature that any of these funds not needed for the child care data collection and analysis system shall be available for expenditure without regard to fiscal year on a one-time basis for child care services, pursuant to an expenditure plan to be specified in a future Budget Bill.

11. $1,020,000 in schedule (b)(16) shall be allocated to Local Child Care Planning Councils to develop local priorities for the distribution of federal and state child care and development funds and to develop comprehensive countywide community child care plans which shall provide for the expansion of center based child care services, to the extent practical, to meet the needs of eligible families based on the ages of children needing care, the hours of care needed, and geographic areas within the county where care is needed.

Item Amount

12. Of the $13,100,000 appropriated in schedule (c) for child care and development services minimum wage impact, $9,150,000 is to be added as a general Cost of Living Adjustment in addition to the statutory Cost of Living Adjustment for all General Fund direct services. $3,950,000 shall be allocated to providers below the Standard Reimbursement Rate only after application of the cost of living adjustments specified above, to the extent contractors who request increases can document that their increased costs are a direct result of federal or state minimum wage increases. *Any funds remaining from the $3,950,000 after the requirements of this provision have been met also shall be distributed as a general cost-of-living adjustment for all General Fund direct services.*

13. ~~$75,297,000~~ *The amount* in schedule (b)(14) shall be reserved for child care programs for TANF recipients operated by the Department of Social Services upon completion of an Interagency Agreement. The Interagency Agreement shall include an agreement to implement uniform eligibility and family contribution rules for all child care programs operated by either agency as specified in ~~provision 15~~ *Provision 14* of this item.

14. The Department of Education and the Department of Social Services shall ~~implement~~ *develop* the following new criteria *to be included in a legislative proposal* no later than January 1, 1998: Pursuant to the recommendations of the AB 2184 Task Force final report, the California Department of Education and the Department of Social Services in consultation with the Governor's Office of Child Development and Education ~~and~~ , *the Legislative Analyst's Office, representatives of the fiscal committees of the Legislature, and* the Department of Finance shall: (a) establish standard entry and exit income eligibility levels for all child care and development programs. (These entry and exit levels should: ensure that public assistance recipients are eligible for subsidized care; ensure that low income families and those attempting to stay off

Item | Amount

welfare or transition off welfare are eligible, and; be adjustable through the annual budget act to reflect changes in the size of the eligible population and levels of available funding.) and (b) shall adopt a new family fee schedule for all families receiving subsidized child care based on a percentage of the Standard Reimbursement Rate or its replacement. Fees should be charged for each child with a charge for each additional child in the same family at reduced rates, and a cap on the percent of gross income that can be charged in fees.

15. Of the funds received from the federal government under a federal Child Care Block Grant, from $5,000,000 to $10,000,000 shall be used to provide child care services for agricultural workers. This amount does not include funds transferred from the Department of Social Services to the Department of Education to increase the federal Child Care Block grant.

6110-196-0890—For local assistance, Department of Education, for payment to Item 6110-196-0001 payable from the Federal Trust Fund..... ~~353,055,000~~ *488,410,000*

Provisions:

1. Notwithstanding any other provision of law, the funds appropriated by this item, to the extent permissible under federal law, are subject to Section 8262 of the Education Code.
2. The funds appropriated in this item constitute the Federal Child Care and Development Block Grant and are contingent upon receipt of the federal grant.
3. Of the funds appropriated by this item, $21,200,000 in federal child care and development block grant funds appropriated by the federal government prior to the 1996 federal fiscal year shall be available to alternative payment programs.
4. *If the funds available pursuant to subdivision (c) of Provision 3 of Item 6110-196-0890 of the Budget Act of 1996, have not been transferred to Item 6110-001-0890 by June 30, 1997, these funds are available in the 1997–98 fiscal year for the same purposes and subject to the same conditions and reporting requirements otherwise applicable to Item 6110-196-0890 of the Budget Act*

Item Amount

of 1996. Any computer systems software developed with these funds shall, to the greatest extent feasible, be compatible with and integrated with the child care data collection and analysis system to be developed pursuant to Provision 8 of Item 6110-001-0890.

6110-200-0001—For local assistance, Department of Education (Proposition 98), Healthy Start Support Services for Children Act 49,000,000

Provisions:

1. For purposes of allocating up to $10,000,000 of the funds appropriated by this item, the State Department of Education shall give priority to those applicants that address the needs of pregnant and parenting teenagers as specified in Chapter 311, Statutes of 1995.

6110-201-0001—For local assistance, Department of Education (Proposition 98), Program 30.20-Child Nutrition ..... ~~1,000,000~~ *2,000,000*

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 1997–98 school year 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 the Summer Food Service Program for children pursuant to Section 49548.3 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 ..... ~~1,073,545,000~~ *1,182,766,000*

Schedule:

(a) 30.20.010—Child Nutrition ..... ~~1,051,707,000~~ *1,160,928,000*

(b) 30.20.040—Summer Food Service Program..... 21,838,000

6110-202-0001—For local assistance, Department of Education..... 10,364,000

Schedule:

(a) 30.20.010-Child Nutrition..... 10,358,000

Item		Amount
(b) 30.20.020-Pregnant/Lactating Minors.....	6,000	
Provisions:		
1. Funds appropriated by 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 not later than September 30, 1998, to be eligible for reimbursement.		
2. Notwithstanding any other provision of law, except as provided in this provision, funds appropriated by 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.		
6110-210-0001—For local assistance, Department of Education (Proposition 98), Program 20.40—Homework Help Centers.....		*300,000*
6110-226-0001—For local assistance, Department of Education (Proposition 98), Program 20.60—School/Law Enforcement Partnership Programs..		4,481,000
Schedule:		
(a) 20.60.020.001-Partnership Mini-grants/Safe School Planning.....	3,501,000	
(b) 20.60.020.012-Conflict Resolution..	280,000	
(c) 20.60.020.013-School Community Violence Prevention	700,000	
Provisions:		
1. The amount in Schedule (a) includes $2,873,000 in Supplemental Grant funds that have been designated by school districts for school safety purposes pursuant to Section 17 of Chapter 308 of the Statutes of 1995.		
6110-230-0001—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 education agencies for the purposes of the Proposition 98 educational programs funded in this item, in lieu of amounts otherwise provided for those programs by statute		~~2,266,561,000~~ *2,363,695,000*

Item Amount

Provisions:

1. The Superintendent of Public Instruction shall take action, in a manner consistent with state policy as expressed in statute and with the purposes of this act, to ensure the orderly administration of state-funded education programs conducted by local agencies. The allocations for the 1997–98 fiscal year of state aid for these programs shall be in the same amounts as the 1996–97 fiscal year allocations, adjusted as appropriate to reflect changes in other state, federal, and local revenues, and the designation of supplemental grant funds to categorical programs pursuant to Section 17 of Chapter 308 of the Statutes of 1995. The Superintendent of Public Instruction shall apportion funds from the program allocations to each school district, county office of education, or other education agency in a manner consistent with the policies, formulas, regulations, and statutes governing those apportionments, including the appropriate program and schedule provisions set forth in Senate Bill 89 of the 1995–96 Regular Session as amended in the Senate May 30, 1995. If the funds appropriated by this item are less than the amount necessary for these programs, the superintendent shall apportion the deficiency on a proportional basis across all programs. If funding appropriated by this item is greater than the amount necessary for these programs, the Superintendent of Public Instruction shall direct that the excess funds be transferred by the Controller to the State Instructional Materials Fund for the 1997–98 fiscal year for the purchase of instructional materials for kindergarten and grades 1 to 8, inclusive, or grades 9 to 12, inclusive.
2. Notwithstanding any other provision of law, not more than ~~20~~ *15* percent of the amount apportioned to any school district, county office of education, or other education agency under this item for any program may be expended by that recipient for the purposes of any other program for which the recipient is eligible for funding under this item, 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 program pursuant to this item

Item Amount

shall not exceed ~~125~~ *120* percent of the amount of state funding allocated pursuant to Provision 1 to that recipient for that program for the 1997–98 fiscal year.

3. The educational programs that are not eligible for funding under this item are those programs funded by the following items of the Budget Act of 1996 (Ch. 162, Stats. 1996): Items 6110-001-0001, 6110-001-0178, 6110-001-0231, 6110-001-0344, 6110-001-0687, 6110-001-0890, 6110-001-0975, 6110-003-0001, 6110-004-0001, 6110-005-0001, 6110-006-0001, 6110-006-0814, 6110-007-0001, 6110-008-0001, 6110-009-0001, 6110-013-0001, 6110-015-0001, 6110-021-0001, 6110-101-0231, 6110-101-0814, 6110-101-0890, 6110-101-0975, 6110-102-0001, 6110-102-0890, 6110-103-0001, 6110-103-0890, 6110-104-0001, 6110-105-0001, 6110-107-0001, 6110-109-0001, 6110-111-0001, 6110-111-0890, 6110-112-0890, 6110-113-0001, 6110-115-0001, 6110-117-0001, 6110-118-0001, 6110-122-0001, 6110-124-0001, 6110-127,0001, 6110-128-0890, 6110-129-0001, 6110-130-0001, 6110-136-0890, 6110-139-0001, 6110-141-0890, 6110-152-0001, 6110-156-0001, 6110-156-0890, 6110-158-0001, 6110-160-0001, 6110-161-0001, 6110-161-0890, 6110-165-0001, 6110-166-0001, 6110-166-0890, 6110-176-0890, 6110-181-0465, 6110-183-0890, 6110-187-0001, 6110-188-0001, 6110-190-0001, 6110-191-0001, 6110-194-0001, 6110-196-0001, 6110-196-0890, 6110-197-0001, 6110-198-0001, 6110-200-0001, 6110-201-0001, 6110-201-0890, 6110-202-0001, 6110-206-0001, 6110-207-0001, 6110-208-0001, 6110-226-0001, 6110-234-0001, 6110-295-0001, and ~~6350-101-001~~ *6530-101-0001*.

4. The reduction of the maximum allowable building area for each applicant school district pursuant to Section 17746.8 of the Education Code shall be a permanent reduction to the district's eligibility for funding under Chapter 22 (commencing with Section 17700) of Part 10 of the Education Code. To the extent feasible, the reduction shall be applied to district projects that represent the same grade levels of the pupils for which the district is claiming funding pursuant to Section 42263 of the Education Code.

Item	Amount
5. Notwithstanding Provision 3, local education agencies may use the authority granted pursuant to Provision 2 of this item to provide the funds necessary to initiate, to continue support following the three-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.	
6. Notwithstanding Provision 3 of this item, local education agencies may use the authority granted pursuant to Provision 2 of this item to provide the funds necessary to initiate a conflict resolution program pursuant to Chapter 2.5 (commencing with Section 32260) or Part 19 of the Education Code.	
7. The amount appropriated by this item includes funds for the environmental education program established by Chapter 4 (commencing with Section 8700) of Part 6 of the Education Code and the school-based management program established by Article 12 (commencing with Section 44666) of Chapter 3 of Part 25 of the Education Code.	
8. For purposes of Section 42263 of the Education Code, the statewide average cost avoided per pupil for the 1997–98 fiscal year shall be the amount determined for that purpose for the 1996–97 fiscal year.	
9. As a condition of receiving funding under this item, each school district that receives reimbursement for the costs of a desegregation program or programs shall submit a report to the Legislature on or before March 1, 1998, on the use of those funds. The report shall include, but not be limited to, the following information: (1) how the funds received for a desegregation program or programs have been used to alleviate the harmful effects of racial isolation; and (2) how the funds received for a desegregation program or programs have been used to improve the academic performance of pupils in schools that receive desegregation funds. If the report required by this provision is not received from any school district by March 1, 1998, the Controller may not pay the reimbursement claim for desegregation costs of the district for the 1997–98 school year.	

Item Amount

10. Notwithstanding Provision 2 of this item or any other provision of law, not more than 50 percent of the amount apportioned to any school district, county office of education, or other agency under this item for any program may be expended by the recipient of those funds for the purpose of one-time costs associated with implementing a class size reduction program for kindergarten and grades 1 to 3, inclusive, as established pursuant to Chapter 163, Statutes of 1996.

11. As a condition of receiving funds apportioned from this item for general staff development purposes, districts shall use these funds on a priority basis to ensure that (1) each probationary certificated employee assigned to a school within the district as a new teacher receives appropriate training, assistance, and evaluation and (2) state categorical funding for administrator training is supplemented, as needed, so that personnel assigned to evaluate teachers achieve competence in instructional methodologies and evaluation for teachers they are assigned to evaluate.

6110-231-0001—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 and county offices of education for the purpose of the Proposition 98 educational programs funded in Item 6110-230-0001..... ~~67,831,000~~
190,876,000

Provisions:

~~1. The funds appropriated by this item shall be al-~~

1. Of the funds appropriated by this item $67,831,000 shall be al located to all school districts and county offices of education in the state on the basis of an equal amount per unit of average daily attendance for the Proposition 98 educational programs funded in Item 6110-230-0001.

2. Of the funds appropriated by this item $123,045,000 shall be allocated for the purpose of providing cost-of-living adjustments and enrollment growth funding, to be distributed to each program that is funded under Item 6100-230-0001 in an amount that is proportionate to

Item	Amount
the base funding level of the program in the 1996–97 fiscal year.	
6110-234-0001—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 for the Class Size Reduction Program pursuant to Chapter 6.10 (commencing with Section 52120) of Part 28 of the ~~Education Code~~	~~1,227,910,000~~
~~Provisions:~~	
~~1. Pursuant to Subdivision (c) of Section 52126 of the Education Code, the reimbursement rates per pupil for programs operated in 1997–98 shall be $666 for pupils claimed under Subdivision (a) of Section 52126 and $333 for pupils claimed under Subdivision (b) of Section 52126.~~	
Education Code	*1,488,535,000*
Provisions:	
1. The unencumbered balance, as of June 30, 1998, from the funds appropriated by this item shall be allocated to school districts on a per unit average daily attendance basis. These funds are to be available on a one time basis.	
6110-237-0001—For local assistance, Department of Education (Proposition 98), for low-performing schools	*10,000,000*
Provisions:	
1. The funds appropriated by this item are available for funding the Education Accountability and Quality Improvement Act of 1997. This item shall operate only if the Education Accountability and Quality Improvement Act of 1997 is established by Assembly Bill 1056 of the 1997–98 Regular Session, or by any other bill of that session that is enacted, and becomes operative, on or before January 1, 1998.	
6110-241-0001—For local assistance, Department of Education (Proposition 98), Program 20.40, for Joint Use Library Program	*1,000,000*
Provisions:	
1. The funds appropriated in this item are for a school/public library joint use pilot program to explore the ability to improve public and student access to libraries through cooperative agreement.	

Item	Amount
6110-245-0001—For local assistance, Department of Education (Proposition 98), Program 10.10—School Apportionments	*400,000*
Provisions:	
1. The State Department of Education shall recalculate the Pasadena Unified School District 1995–96 fiscal year second principal apportionment to exclude any reductions that were made because of a recalculation of kindergarten average daily attendance and attendance in the district's prekindergarten program. No reduction may be made until the district, the Director of Finance, and the Superintendent of Public Instruction agree to the appropriate reduction and recalculation of average daily attendance on this basis.	
6110-251-0001—For local assistance, Department of Education (Proposition 98), Program 10.10—Necessary Small Schools Program	*180,000*
Provisions:	
1. The funds appropriated by this item shall be used for the Carissa Plains School in San Luis Obispo County, and shall be available if Senate Bill 550 of the 1997–98 Regular Session or any other bill is enacted, and becomes operative, on or before January 1, 1998, that authorizes that apportionment to that school.	
6110-252-0001—For local assistance, Department of Education (Proposition 98), Program 20.60—Community Policing Grant Program	*1,000,000*
Provisions:	
1. The funds appropriated by this item shall be used for grants to school districts that participate in a collaborative effort with local law enforcement officials to improve school safety.	
2. Of the funds appropriated by this item, $125,000 shall be used to fund the Yes Pilot Project to provide youth enhanced services by the Glendale Unified School District.	
6110-253-0001—For local assistance, Department of Education, (Proposition 98), Program 20.60—Middle College High Schools	*1,050,000*
Provisions:	
1. The funds appropriated by this item shall be used to establish additional middle college high schools in collaboration with community colleges.	

Item		Amount
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 of 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, Controller		~~119,726,000~~ *134,319,000*
Schedule:		
(1) 98.01.008.786-School Discipline Rules ~~(Ch. 87/86)~~ *(Ch. 87, Stats. 1986)*	1,229,000	
(2) 98.01.016.193-Intradistrict Attendance ~~(Ch. 161/93)~~ *(Ch. 161, Stats. 1993)*.....	2,170,000	
(3) 98.01.017.201-Interdistrict Attendance ~~(Ch. 172/86)~~ *(Ch. 172, Stats. 1986)*.....	961,000	
(4) 98.01.017.286-Interdistrict Transfer Parent's Employment (Ch. ~~172/86)~~ *172, Stats. 1986)*.....	869,000	
(5) 98.01.048.675-Test Claims and Reimbursement Claims (Ch. 486, Stats. 1975).....	~~4,166,000~~ *6,781,000*	
(6) 98.01.049.801-Graduation Requirements (Ch. 498/93).....	~~2,634,000~~ *3,684,000*	
(7) 98.01.049.802-Notices of Truancy (Ch. 498, Stats. 1983).....	~~4,650,000~~ *5,487,000*	
(8) 98.01.062.492-School Bus Safety (Ch. 624, Stats. 1992).....	~~26,000~~ *672,000*	
(9) 98.01.064.186-Open Meetings Act (Ch. 641, Stats. 1986)	~~1,452,000~~ *1,920,000*	
(10) 98.01.078.192-Charter Schools (Ch. 781, Stats. 1992).....	~~619,000~~ *641,000*	
(11) 98.01.079.980-PERS Death Benefits (Ch. 799, Stats. 1980).....	694,000	
(12) 98.01.081.891-AIDS Prevention Instruction (Ch. 818, Stats. 1991)	3,856,000	
(13) 98.01.096.175-Collective Bargaining (Ch. 961, Stats. 1975)	31,224,000	

Item	Amount
(14) 98.01.096.501-Pupil Classroom Suspension ~~(Ch. 498/93)~~ *(Ch. 965, Stats. 1977)*.....	4,196,000
(15) 98.01.096.577-Public Health ~~Screenings (Ch. 965/77)~~.....	~~1,498,000~~
Screenings (Ch. 965, Stats. 1977).	*3,139,000*
(16) 98.01.101.184-Juvenile Court Records (Ch. 1011, Stats. 1984) ...	128,000
(17) 98.01.103.670-STRS Rate Increase (Ch. 1036, Stats. 1979).....	45,018,000
(18) 98.01.110.784-Removal of Chemicals (Ch. 1107, Stats. 1984).....	~~1,506,000~~
	1,443,000
(19) 98.01.117.677-Immunization Records (Ch. 1176, Stats. 1977) ...	~~3,308,000~~
	4,206,000
(20) 98.01.125.375-Expulsion Transcripts (Ch. 1253, Stats. 1975).....	~~6,000~~
	8,000
(21) 98.01.130.689-Notification to Teachers of Public Expulsion ~~(Ch. 1306/89)~~ *(Ch. 1306, Stats. 1989)*.....	1,814,000
(22) 98.01.134.780-Scoliosis Screening (Ch. 1347, Stats. 1980).....	~~1,950,000~~
	2,103,000
(23) 98.01.139.874-PERS Unused Sick Leave Credit (Ch. 1398, Stats. 1974).....	2,872,000
(24) 98.01.160.784-School Crimes Reporting (Ch. 1607, Stats. 1984)	~~1,158,000~~
	1,715,000
(25) 98.01.165.984-Emergency Procedures (Ch. 1659, Stats. 1984).....	~~1,121,000~~
	6,878,000
(26) 98.01.167.584-School Testing-Physical Fitness (Ch. 1675, Stats. 1984).....	~~601,000~~
	611,000

Provisions:

1. Except as provided in Provisions 2 and 4, allocations of funds appropriated by this item 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 sub-

Item Amount

division (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. The funds appropriated in Schedule (17) ~~is~~ *are* for transfer to the State Teachers' Retirement Fund for the State Teachers' Retirement System for reimbursement of costs incurred pursuant to Chapter 1036 of the Statutes of 1979.

3. If any of the scheduled amounts are insufficient to provide full reimbursement of costs, the Controller may, upon approval of the Director of Finance, 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.

4. Notwithstanding any other provision of law, the funds appropriated in Schedules (11) and (23) 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.

6110-401—For maintenance of accounting records by the State 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).

6110-402—Notwithstanding any provision of law to the contrary, no funds appropriated by 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.

Item Amount

6110-485—Reappropriation (Proposition 98), Department of Education. The sum of $23,910,000 is reappropriated from the Proposition 98 Reversion Account, for the following purpose:

001—General Fund

(a) $15,000,000 to provide funding for the purchase and relocation of new child care facilities to address expansions in child care services and replace facilities lost to the Class Size Reduction program.

~~(b) $3,910,000 for allocation by the State Department of Education to the Oxnard Union High School District for the purpose of extending the school year.~~

~~(c) $5,000,000 for second year costs of the Single Gender Academics Pilot Program pursuant to Chapter 3.1 (commencing with Section 58520) of Part 31 of the Education Code.~~

~~Provisions:~~

~~1. Of the amount provided in schedule (a), priority for the first $9,600,000 shall be given to replace facilities which are no longer available for child care because they must now be used for Class Size Reduction. Child care providers using facilities made available by the use of funds provided in part (a) shall be charged rent at a fair market value for such facilities or an amount sufficient to amortize the cost of purchase and relocation over a ten-year period, whichever is lower. It is intended that the Department shall establish a revolving fund in the state treasury to deposit the rent charges in order to finance other facility expansions and improvements in the future. Prior to the allocation of funds, the Department shall submit a plan by August 1, 1997, to the Office of Child Development and Education, Department of Finance, and the Legislative Analyst's Office, which specifies the application procedures, allowable uses of the funds and the form of the agreement, including but not limited to provisions to protect the state's interests including maintenance and the event of contract termination. Further, prior to allocation it is intended that the Department shall submit reports to the Office of Child Development and Education, Department of Finance, and the Legislative Analyst Office detail-

Item Amount

~~ing the magnitude of requests, who should receive the funds for the facilities and for what reasons and a projection of the rents and funds available to the revolving fund in the future.~~

~~2. The funds appropriated by schedule (b) shall not be disbursed until the Oxnard Union High School District has notified the State Department of Education that they elect to participate in the Extended School Year Program and they will comply with the following requirements:~~

~~(a) The district shall make the extended school year applicable to all high schools and all students in grades 9 to 12, inclusive, in the school district, and be uniform in its application.~~

~~(b) The district shall provide to all students in the district at least 195 days of instruction, and at least 70,200 instructional minutes in the extended school year program. The district shall waive the right to staff development days in lieu of instructional days and waive any right to receive full average daily attendance for those staff development days, including, but not limited to, the use of staff development days authorized by Sections 44670.6, 52022, 52854, and 56242 of the Education Code.~~

~~(c) The district shall contract with an independent evaluator for an evaluation of the Extended School Year Program to be conducted at the conclusion of the fiscal year. The evaluation shall include, but not limited to, the impact of the longer year on student academic achievement, student attendance, and dropout rates. A copy of the evaluation shall be provided to the State Department of Education, the Department of Finance, the Legislative Analyst's Office, and the Joint Legislative Budget Committee by November 1, 1998.~~

~~(d) If the district operates an extended school year program pursuant to this provision the State Department of Education shall apportion nineteen dollars and seventy-five cents ($19.75) per unit of average daily attendance for days 181 through 195 of the 1997–98 school year, not to exceed the~~

Item Amount

~~amount appropriated by this item. This calculation shall be exclusive of adult average daily attendance, the average daily attendance of pupils while participating in regional occupation centers or programs, and average daily attendance for pupils attending summer school.~~

Provisions:

1. The funds appropriated by this item shall be awarded to school districts through a competitive process.

2. Of the funds appropriated by this item, $33,935,000 is available for allocation by the State Department of Education to school districts for the purpose of educational technology for high schools. The funds shall be allocated on the basis of an equal amount per unit of average daily attendance of high school pupils in the district.

6110-490—Reappropriation, Department of Education.

Notwithstanding any other provision of law, the unencumbered balances are reappropriated from the following citations, for the purpose specified, and shall be available for encumbrance and expenditure until June 30, 1997:

001—General Fund

(1) The unencumbered balance as of June 30, 1997 of funds appropriated in Chapter 975, Statutes of 1995, Section 7, is reappropriated for the purpose of developing the statewide pupil assessment in the 1997–98 and 1998–99 fiscal years. *No amount of the reappropriated funds may allocated by the Superintendent of Public Instruction until both of the following occur: (a) The State Board of Education certifies to the Director of Finance that the related content and performance standards, as defined by Section 60603 of the Education Code, have been adopted pursuant to Section 60605 of the Education Code; and (b) A plan for the expenditure of the funds reappropriated by this item is approved by the State Board of Education as being consistent with those standards.*

(2) The unencumbered balance as of June 30, 1997, of funds appropriated in the following items for child development or child care services, which are certified by the State Department of

Item Amount

Education to be unencumbered amounts due to the abatement of expenditure because of a reimbursement received under the Title IV-A program, are reappropriated to continue funding Alternative Payment programs, which were Title IV-A AFDC programs prior to October 1, 1996.

(a) Item 6110-196-0001, Budget Act of 1996.

(b) Item 6110-196-001, Budget Act of 1995.

(3) The unencumbered balance as of June 30, 1997, of funds appropriated in Item 6110-190-0001 of the Budget Act of 1996 is reappropriated for the following purposes:

(a) An amount, not to exceed $18,000,000, shall be allocated to school districts for the purpose of providing telephones in classrooms.

(b) An amount, not to exceed $2,000,000, shall be allocated to school districts for the purpose of the Playground Safety and Recycling Program.

(c) An amount, not to exceed $15,000,000, shall be allocated to school districts for the purpose of the Summer School Math Program.

6110-495—Reversion, Department of Education, Proposition 98. The unencumbered balance as of June 30, 1997, of the appropriation provided for in the following citation shall revert to the Proposition 98 Reversion Account:

1. Chapter 308 of the Statutes of 1995, Section 37, Northridge earthquake matching funds.

6110-496—Reversion, Department of Education. The unencumbered balance as of June 30, 1997, of the appropriation provided for in the following citation shall revert to the General Fund:

1. Chapter 735 of the Statutes of 1989, Bradley Human Relations Pilot Project.
2. Chapter 237 of the Statutes of 1993, model accounting and budget structure.
3. Section 12.31 of Chapter 162 of the Statutes of 1996.

Provisions:

1. The appropriation made by Section 12.31 of Chapter 162 of the Statutes of 1996 shall not be

Item		Amount
deemed an appropriation for Proposition 98 pursuant to Section 8 of Article XVI of the California Constitution.		
6115-001-0001—For support of the Commission for the Establishment of Academic Content and Performance Standards.....		~~0~~ *1,407,000*
Schedule:		
(a) 10-Standards Development.....	1,407,000	
~~(b) Reimbursements.....~~	~~–1,407,000~~	
6120-011-0001—For support of California State Library, Division of Libraries, and California Library Services Board.....		13,374,000
Schedule:		
(a) 10-State Library Services	~~13,396,000~~ *13,137,000*	
(b) 20-Library Development Services	~~2,680,000~~ *2,819,000*	
~~(c) 30-Automation Services.....~~	~~670,000~~	
(c) 30-Information Technology Services.....	*790,000*	
(d) 40.01 Administration	1,482,000	
(e) 40.02 Distributed Administration.	–1,482,000	
(f) Reimbursements.....	–512,000	
(g) Amount payable from the Federal Trust Fund (Item 6120-011-0890)	–2,860,000	
6120-011-0020—For support of the California State Library, Program 10—State Library Services, for support of the State Law Library		544,000
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.....		2,860,000

Item		Amount
6120-012-0001—For support of the California State Library, for debt service payments on lease revenue bonds		~~36,000~~ *46,000*
Schedule:		
(a) Base Rental and Fees	2,613,000	
(b) Insurance	~~12,000~~ *22,000*	
(c) Reimbursements	–2,589,000	
6120-211-0001—For local assistance, California State Library, Program 20—Library Development Services		15,720,000
Schedule:		
(a) 20.10—California Literacy Campaign	3,490,000	
(b) 20.20—Families for Literacy Program	876,000	
(c) 20.30—Direct Loan and Interlibrary Loan Programs	7,919,000	
(d) 20.40—Computerized Data Base pursuant to Section 18767 of the Education Code	275,000	
(e) 20.50—California Library Services Act pursuant to Chapter 4 (commencing with Section 18700) of Part 11 of the Education Code	3,160,000	
Provisions:		
1. Should the funds appropriated in Schedule (c) 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 (c) of this item.		
6120-211-0890—For local assistance, California State Library, Program 20—Library Development Services, payable from the Federal Trust Fund		11,901,000
6120-221-0001—For local assistance, California State Library Program 20-Library Development Services-Public Library Foundation Program		~~15,870,000~~ *25,870,000*
Provisions:		
1. Notwithstanding any other provision of law, for the 1997–98 fiscal year, the date on or before which the fiscal officer of each public library		

Item Amount

shall report to the State Librarian the information specified in Section 18023 of the Education Code shall be December 1, 1997.

2. Notwithstanding any other provision of law, for the 1997–98 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, 1998.

6120-241-0001—For local assistance, Department of Education, Program 20.40, for Joint Use Library Program *1,000,000*

Provisions:

1. The funds appropriated by this item are for school and general public joint use pilot programs to explore the ability to improve public and pupil access to libraries through cooperative agreements between school districts and cities and counties.

6255-001-0001—For state operations, California State Summer School for the Arts, Program 10 639,000

6330-001-0890—For support of the California Occupational Information Coordinating Committee, payable from the Federal Trust Fund..... 284,000

6360-001-0001—For support of the Commission on Teacher Credentialing, for the purpose of administering the Paraprofessional Teacher Training Program..... 60,000

Schedule:

(a) 10-Standards for Preparation and Licensing of Teachers 60,000

6360-001-0407—For support of Commission on Teacher Credentialing, payable from the Teacher Credentials Fund ..... ~~12,576,000~~ *12,728,000*

Schedule:

(a) 10-Standards for Preparation and Licensing of Teachers ..... ~~12,576,000~~ *12,988,000*

(b) 10.40.010-Departmental Administration ..... (2,152,000)

(c) 10.40.020-Distributed Departmental Administration ..... (–2,152,000)

(d) Reimbursements ..... *–260,000*

Provisions:

1. The amount appropriated by this item may be increased based on increases in credential appli-

Item Amount

cations, 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 each house and the Chairperson of the Joint Legislative Budget Committee.

2. Of the funds appropriated by this item, $127,000 shall be used for the administration and support of the Alternative Certification program. The Commission shall complete and submit to the Department of Finance no later than September 1, 1998, an evaluation of the program's effectiveness and a multi-year projection of workload. The Department of Finance may consider the information contained in the report in analyzing future programmatic needs.

3. 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.

4. The Department of Finance may make a loan from the General Fund to the Teacher Credentials Fund for the purpose of providing funding in the event that the reserves in the Teacher Credentials Fund are depleted. Terms and conditions of repayment of any loan made pursuant to this provision shall be determined by the Director of Finance. Interest shall be charged on the loan pursuant to Section 16314 of the Government Code.

5. Of the funds appropriated in this item, $60,000 is for support for the Paraprofessional Teacher Training Program if AB 353 of the 1997–98 Regular Session or any other bill is enacted, and becomes operative, on or before January 1, 1998, and authorizes that program and an interagency agreement is entered into between the Commission on Teacher Credentialing and the State Department of Education for that purpose.

6. Of the funds appropriated in this item, $200,000 is for support for the California Teacher Ap-

Item | Amount

prentice Program if AB 351 of the 1997–98 Regular Session or any other bill is enacted, and becomes operative, on or before January 1, 1998, and authorizes that program, and an interagency agreement is entered into between the Commission on Teacher Credentialing and the State Department of Education for that purpose.

6360-001-0408—For support of Commission on Teacher Credentialing, payable from the Test Development and Administration Account of the Teacher Credentials Fund..... ~~6,669,000~~ *6,517,000*

Schedule:

(a) 10-Standards for Preparation and Licensing of Teachers..... ~~7,329,000~~ *7,177,000*

(b) Reimbursements..... –660,000

Provisions:

1. The amount appropriated by 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 and notification of the Joint Legislative Budget Committee in accordance with the provisions of Section 28.00 of this act.
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.

6360-001-0890—For support of Commission on Teacher Credentialing, payable from the Federal Trust Fund..... 159,000

Schedule:

(a) 10-Standards for Preparation and Licensing of Teachers..... 159,000

6360-101-0001—For local assistance, Commission on Teacher Credentialing (Proposition 98)..... ~~3,828,000~~ *4,528,000*

Schedule:

(a) 10-Standards for Preparation and Licensing of Teachers..... ~~3,828,000~~ *4,528,000*

Item Amount

Provisions:

1. Of the funds appropriated by this item, $2,000,000 is for incentive grant funding to school districts and county offices of education participating in the alternative teacher certification program established in Article 11 (commencing with Section 44380) of Chapter 2 of Part 25 of the Education Code.
2. Of the funds appropriated by this item, $1,478,000 shall be available for grants and subventions to school districts and county offices of education participating in the California School Paraprofessional Teacher Training Program pursuant to Article 6.5 (commencing with Section 69619) of Chapter 2 of Part 42 of the Education Code.
3. Of the funds appropriated by this item, $350,000 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.
4. *Of the funds appropriated by this item, $700,000 shall be used for grants to school districts and county offices of education participating in the California School Paraprofessional Teacher Training and Loan Assumption Program. This amount shall be available for expenditure under this item only if that program is established by Assembly Bill 352 of the 1997–98 Regular Session, or another bill of that session, that is enacted and becomes operative on or before January 1, 1998.*

6360-101-0407—For local assistance, Commission on Teacher Credentialing, payable from the Teacher Credentials Fund..... 0

Schedule:

(a) 10-Standards for Preparation and Licensing of Teachers 19,740,000

(b) Reimbursements ..... –19,740,000

Provisions:

1. Of the funds appropriated by this item, $9,940,000 is for expansion of the Paraprofes-

Item | Amount

sional Teacher Training program, and shall be available if (a) provided from Goals 2000 funds pursuant to an interagency agreement with the State Department of Education, and (b) Assembly Bill 353 or any other bill is enacted, and becomes operative, on or before January 1, 1998, that authorizes that expansion.

2. Of the funds appropriated by this item $9,800,000 is for the California Teacher Apprentice Program, and shall be available if (a) provided from Goals 2000 funds pursuant to an interagency agreement with the State Department of Education, and (b) Assembly Bill 351 or any other bill is enacted, and becomes operative, on or before January 1, 1998, that establishes that program.

6360-486—Reappropriation, (Proposition 98), Commission on Teacher Credentialing. The sum of $4,500,000 is reappropriated from the Proposition 98 Reversion Account, for the following purpose:

0001—General Fund

(1) To provide incentive grants to school districts and county offices of education participating in the alternative teacher certification program established in Article 11 (commencing with Section 44380) of Chapter 2 of Part 25 of the Education Code.

6420-001-0001—For support of California Postsecondary Education Commission ..... ~~2,750,000~~ *3,050,000*

Schedule:

(a) 100000-Personal Services ..... ~~2,459,000~~ *2,639,000*

(b) 300000-Operating Expenses and Equipment..... ~~638,000~~ *757,000*

(c) Reimbursements ..... –16,000

(d) Amount payable from the Federal Trust Fund (Item 6420-001-0890) –331,000

6420-001-0890—For support of California Postsecondary Education Commission, for payment to Item 6420-001-0001, payable from the Federal Trust Fund..... 331,000

6420-101-0001—For local assistance, California Postsecondary Education Commission, for Pipeline Program grants 119,000

Item		Amount
6420-101-0890—For local assistance, California Postsecondary Education Commission, payable from the Federal Trust Fund		5,496,000
6440-001-0001—For support of University of California		~~2,035,198,000~~ *2,044,888,000*
Schedule:		
(a) Support	~~1,940,967,000~~ *1,940,757,000*	
(b) Charles R. Drew Medical Program	7,067,000	
(c) Podiatry Program	857,000	
(d) Mathematics, Engineering and Science Achievement (MESA)	3,553,000	
(e) Acquired Immune Deficiency Syndrome (AIDS) Research	8,079,000	
(f) Institute of Global Conflict and Cooperation	550,000	
(g) Student Financial Aid	52,865,000	
(h) Loan Repayments	5,105,000	
(i) Subject Matter Projects and International Studies Project	12,155,000	
(j) San Diego Supercomputer Center	4,000,000	
(k) San Joaquin Valley campus	*9,900,000*	

Provisions:

1. The appropriations made by this item are exempt from Section 31.00 of this act.
2. None of the funds appropriated by 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 subsection (d) of Section 28.00 of this act.
3. The funds appropriated in Schedule (b) 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 Postgraduate Medical School, as provided for in Sections 1, 2, and 3 of Chapter 1140 of the Statutes of 1973.
4. The University of California shall ensure by adequate controls that funds appropriated by Schedule (b) are expended solely for the support of the program identified in that schedule.

Item Amount

5. The funds appropriated in Schedule (c) are for support of a program of basic and clinical health science education and primary health care delivery research in the field of podiatry, University of California, to be conducted in conjunction with the California College of Podiatric Medicine as provided for in Sections 1 to 4, inclusive, of Chapter 1497 of the Statutes of 1974.
6. Of the amount appropriated in Schedule (a), $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.
7. The funds appropriated in Schedule (g) 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.
8. Of the amount appropriated in Schedule (a), $7,258,300 is for payment of energy service contracts in connection with the issuance of Public Works Board Energy Efficiency Revenue Bonds.
9. Of the amount appropriated in Schedule (h), $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.
10. Of the amount appropriated in Schedule (h), $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.
11. Of the funds appropriated in Schedule (i), $11,191,000 is for subject matter projects pursuant to Article 1 (commencing with Section 99200) of Chapter 5 of Part 65 of the Education Code, and $964,000 is for the international studies project.

Item Amount

12. The funds appropriated in Schedule (j) are for the support and operations of the California Supercomputer Center. Of the amount appropriated in Schedule (j), $2,000,000 shall be made available for expenditure if and only if the California Supercomputer Center is chosen as a national supercomputer center under the National Science Foundation's Partnership for Advanced Computational Infrastructure Program.

13. Of the funds appropriated in Schedule (a), $2,000,000 shall be expended for student outreach, including $500,000 for student outreach in the Central Valley *and $500,000 for Early Academic Outreach Program (EAOP), Puente Project, and Mathematics, Engineering, and Science Achievement (MESA).*

14. Of the funds appropriated in Schedule (a), $500,000 shall be expended for the Center for Earthquake Engineering Research, contingent upon the center receiving federal matching funds from the National Science Foundation.

15. Of the funds appropriated by Schedule (a), $400,000 shall be expended for the International Thermonuclear Experimental Reactor Design Center, contingent upon the center receiving federal matching funds.

16. The appropriations made by this item shall not be expended on administrative costs, attorney fees, other legal costs or consultants of any kind if those expenditures involve resolving issues regarding the right of employees of the University of California, including, but not limited to, technical employees or academic student employees, to representation by an exclusive bargaining representative or to protections under the Higher Education Employer Employee Relations Act (HERRA).

17. The University of California shall report, no later than September 30, 1997, to the Department of Finance and the Joint Legislative Budget Committee the amount expended on attorney fees and related costs expended by the University for all cases before the Public Employer Relations Board (PERB) in which it was a party for the 1994–95, 1995–96, and 1996–97 fiscal years.

Item Amount

18. The University of California shall, by February 1, 1998, provide the Legislature with a comprehensive analysis of the financial condition of each of its Academic Medical Centers. This analysis shall include, but not necessarily be limited to, the following:

(a) The nature and sources of all Medical Center revenues, including state funds.

(b) An inventory of all cash and capital assets, outstanding receivables, current market value of liquid and nonliquid assets, and outstanding amounts of debt service payments.

(c) The amount and level of general reserves, the margin of income over expenses, and the amount of excess reserves.

(d) Options for, and alternatives to, affiliations, mergers, or other related ventures necessary to improve the financial condition of the medical centers while continuing to provide medical education, research, and quality health care. Among the alternatives to be considered, but not necessarily limited to, organizing and operating the five medical centers as single entity and increasing federal, state, and private sources of medical education funding.

19. The University of California also shall submit a report to the Legislature, by February 1, 1998, on the implications for employee contracts, retention of current health and retirement benefits, seniority rights, wages and other conditions of employment, and lay-off procedures if any of the academic medical centers affiliate, merge, or enter into a similar venture with a nonprofit or for-profit entity.

20. 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 a new 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 aca-

Item Amount

demic 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. Notwithstanding subdivision (a) of Section 2.00 of this act, funds appropriated by Schedule (k) plus accumulated interest shall be available for expenditure until June 30, 2000.

21. Of the funds appropriated in Schedule (a), $235,000 shall be expended for viticulture and enology research contingent upon the receipt of an equal amount of private sector matching funds.

22. Of the funds appropriated in Schedule (a), $130,000 shall be expended for the University of California at Santa Cruz to provide technical assistance to small, disadvantaged farmers.

23. Notwithstanding any other provision of law, any reductions made to this item shall be prorated equally among all the programs contained in this item.

6440-001-0007—For support of University of California, payable from the Breast Cancer Research Account ..... ~~14,706,000~~ *17,706,000*

Provisions:

1. Notwithstanding subdivision (a) of Section 2.00 of this act, the funds appropriated by this item shall be available for expenditure until June 30, 2002.

6440-001-0046—For support of University of California, Institute of Transportation Studies, payable from the Transportation Planning and Development Account, State Transportation Fund..... 956,000

6440-001-0234—For support of the University of California, payable from the Research Account, Cigarette and Tobacco Products Surtax Fund ..... ~~24,699,000~~ *32,950,000*

Provisions:

1. The funds appropriated by this item are to be allocated for research regarding tobacco use, with an emphasis on youth and young adults, including, but not limited to, the effects of active and passive smoking, the primary prevention of tobacco use, nicotine addiction and its treatment,

Item | Amount

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 by this item ~~shall be~~ *are* available for expenditure until June 30, 2002.

3. The funds appropriated by this item may not be used to support research or other activities of a partisan political nature, and shall be allocated primarily for applied research. In addition, prior to its use of the funds in this item, the University of California shall submit a research program expenditure plan to the Director of Finance for approval. The Tobacco Education and Research Oversight Committee shall conduct public hearings on the proposed expenditure plan and make recommendations to the Director of Finance regarding approval of the plan.

6440-001-0308—For support of the University of California, payable from the Earthquake Risk Reduction Fund..... 1,500,000

Provisions:

1. The funds appropriated by this item shall be expended for the Center for Earthquake Engineering Research, contingent upon the Center receiving federal matching funds from the National Science Foundation.

6440-001-0814—For support of University of California, for allocation by the State Controller in accordance with the provisions of Government Code Section 8880.5 as enacted by the voters in Proposition 37 at the November 1984 general election, payable from the California State Lottery Education Fund..... 15,801,000

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.

6440-002-0001—For support of University of California .. (55,000,000)

Provisions:

1. Notwithstanding Section 2.00 of this act, the funds appropriated by this item are not available for expenditure or encumbrance prior to July 1, 1998. Claims for these funds shall be sub-

Item		Amount
mitted by the University of California on or after July 1, 1998, and before October 1, 1998.		
2. No reserve may be established by the State Controller for this appropriation before July 1, 1998.		
6440-003-0001—For support of the University of California, for transfer to and in augmentation of Item 6440-001-0001, for payment of lease-purchase payments to be allocated upon order of the Director of Finance no sooner than necessary to allow the University of California to make the required lease-purchase payments.....		~~94,206,000~~ *91,338,000*
Schedule:		
(a) Rental, insurance and administrative payments	~~98,523,000~~ *95,655,000*	
(b) Reimbursements.....	–4,317,000	
6440-301-0001—For capital outlay, University of California		*11,674,000*
Schedule:		
San Francisco Campus:		
(1) 99.02.120-Fresno Medical Center—Preliminary plans, working drawings, construction, and equipment.....	*11,674,000*	
Provisions:		
1. The funds appropriated by this item are for a permanent building for the U.C. San Francisco-Fresno Medical Center. Notwithstanding Section 2.00 of this act, or any other provision of law, the funds appropriated by this item are available for the 1997–98 and 1998–99 fiscal years.		
6440-301-0658—For capital outlay, University of California, payable from the Higher Education Capital Outlay Bond Fund of 1996.....		149,724,000
Schedule:		
Berkeley Campus:		
(1) 99.01.125-Environment, Health, and Safety Facility—Equipment .	222,000	
(2) 99.01.130-Hearst Memorial Mining Building Seismic and Program Improvements—Working Drawings and Construction	32,831,000	
(3) 99.01.180-Seismic Safety Corrections, Barker Hall—Preliminary Plans	589,000	

Item	Amount
Davis Campus:	
(4) 99.03.160-Walker Hall Seismic Replacement Facility—Working Drawings and Construction	10,784,000
Irvine Campus:	
(5) 99.09.100-Social Sciences Unit 2—Equipment.....	1,022,000
(6) ~~99.09.100-Humanities/Fine~~ *99.09.110-Humanities/Fine* Arts Facilities—Construction and Equipment.....	7,646,000
(7) 99.09.125-Environmental Health and Safety Services Building—Working Drawings and Construction.....	11,602,000
(8) 99.09.160-Administration Building Seismic Corrections—Working Drawings and Construction	1,611,000
(9) 99.09.170-Humanities Office Building Seismic Improvements—Working Drawings and Construction	4,479,000
Los Angeles Campus:	
(10) 99.04.100-Electrical Distribution System Expansion, Step 6A—Working Drawings and Construction.....	5,418,000
(11) 99.04.155-Schoenberg Hall Seismic Correction—Working Drawings and Construction	3,214,000
(12) 99.04.160-Rehabilitation Building Seismic Correction—Working Drawings and Construction	2,571,000
(13) 99.04.205-Kinsey Hall Seismic Correction, Phase 2—Preliminary Plans	824,000
(14) 99.04.210-Campus Fire Alarm System Upgrade, Phase 2—Working Drawings and Construction ..	1,815,000
Riverside Campus:	
(15) 99.05.075-Science Library—Equipment.....	1,751,000
(16) 99.05.100-Rivera Library Seismic Upgrade and Remodel—Working Drawings.....	792,000
(17) 99.05.105-Boyce Hall Seismic Upgrade—Working Drawings.....	143,000

Item	Amount
(18) 99.05.110-Fine Arts Seismic Facility—Working Drawings and Construction	23,913,000
San Diego Campus:	
(19) 99.06.170-Galbraith Hall Renovation—Working Drawings and Construction	10,929,000
(20) 99.06.185-York Hall Improvements—Construction	5,423,000
San Francisco Campus:	
(21) 99.02.085-Chilled Water System, Phase 1—Preliminary Plans and Working Drawings	1,188,000
(22) 99.02.110-Health Sciences East Improvements, Phase 1—Working Drawings and Construction	6,026,000
(23) 99.02.115-UC Hall Seismic Replacement, Phase 1—Preliminary Plans	299,000
Santa Barbara Campus:	
(24) 99.08.065-Humanities and Social Sciences Renovations and Seismic Corrections—Equipment	627,000
(25) 99.08.075-Seawater System Renewal—Working Drawings and Construction	8,787,000
(26) 99.08.090-Broida Hall Building Renewal—Preliminary Plans	449,000
Santa Cruz Campus:	
(27) 99.07.095-Mt. Hamilton Infrastructure Improvements—Working Drawings and Construction	2,654,000
(28) 99.07.100-Applied Sciences Building Alterations, Phase 1—Working Drawings and Construction	2,115,000

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 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 in-

Item Amount

flation 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, 1998, 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, 1998, 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.

2. The University is seeking Funds from the Federal Emergency Management Agency (FEMA) for the Kinsey Hall Seismic Correction, Phase 2 project at the Los Angeles campus (Schedule 13). If FEMA funds are allocated to this project, state funds for the project ~~will~~ *shall* be reverted commensurately.

3. The funds appropriated in Schedule (23) for preliminary plans for the University of California Hall Seismic Replacement, Phase 1, are available for expenditure only upon (a) the completion of an environmental impact report for the proposed construction by the University of California of the Mission Bay site in San Francisco, and (b) the availability of all utilities and roads necessary for the proposed construction by the University of California of the Mission Bay site in San Francisco. Prior to the allocation of these funds, the University of California shall inform the Department of Finance and the Legislative Analyst's Office that these conditions have been met.

6440-301-0705—For capital outlay, University of California, payable from the Higher Education Capital Outlay Bond Fund of 1992..... 133,000

Item Amount

Schedule:

San Diego Campus:

(1) 99.06.190-SIO Utilities System Improvements—Preliminary Plans and Working Drawings..... 133,000

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 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, 1998, 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, 1998, 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.

6440-301-0782—For capital outlay, University of California, payable from the Higher Education Capital Outlay Bond Fund of 1986

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

Item		Amount
and claims, may be used: (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, 1998, 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, 1998, 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 Higher Education Capital Outlay Bond Fund of 1988.....		173,000
Schedule:		
Davis Campus:		
(1) 99.03.135-Environmental Services Facility—Equipment.....	74,000	
San Diego Campus:		
(2) 99.06.210-UCSDMC North Annex Seismic Replacement Facility—Equipment	99,000	
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 plans funds have been appropriated and the		

Item Amount

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, 1998, 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, 1998, 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 Higher Education Capital Outlay Bond Fund of 1990.

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 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.

Item | Amount

No later than March 1, 1998, 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, 1998, 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.

6440-302-0658—For capital outlay, University of California, payable from the Higher Education Capital Outlay Bond Fund of 1996..... 21,637,000

Schedule:

Los Angeles Campus:

(1)99.04.300—Center for Health Sciences, Earthquake Reconstruction. 21,637,000

Provisions:

1. These funds are to be used to replace the UCLA Center for Health Sciences facility that was damaged in the 1994 Northridge earthquake. Notwithstanding Control Section 2.00, the appropriation from this general obligation bond is exempt from limitations as to the period of availability and shall remain available from year to year until expended.
2. These funds may be used only as matching funds for a replacement facility consistent with Damage Survey Reports approved by the Federal Emergency Management Agency.
3. Notwithstanding any other provision of law, including without limitation, Government Code Section 13332.11, upon approval of the Budget Act, the University of California may proceed with any phase of this project including preparation of preliminary plans, working drawings, or construction.

Item Amount

6440-490—Reappropriation, University of California.

Notwithstanding any other provision of law, the balances as of June 30, 1997, 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, 1998:

~~001—General Fund~~

0001—General Fund

(1) Item ~~6440-001-001~~ *6440-001-0001* , Budget Act of 1996.

Provisions:

1. Of the funds reappropriated by this item from Item ~~6440-001-001~~ *6440-001-0001* , Budget Act of 1996, up to $15,000,000 shall be available for deferred maintenance, special repair projects, and the replacement of instructional equipment. As of June 30, 1997, the balance of the funds from that item in excess of $15,000,000 shall revert to the General Fund. *However, to the extent that funds reappropriated by this item from the Budget Act of 1996 are available because the University of California did not reach agreement with a labor bargaining unit for the 1996–97 fiscal year, those funds shall be available for expenditure in the 1997–98 fiscal year only for compensation and benefits for employees represented by that labor bargaining unit.*
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, 1997, of Item ~~6440-001-001~~ *6440-001-0001* of the Budget Act of 1996, by September 30, 1997, and the expenditures made pursuant to this item by September 30, 1998.
3. The University of California shall return to the Controller state general funds appropriated in the Budget Act of 1996 in an amount equal to the General Fund portion of federal contract and grant overhead funds in excess of the 1996–97 year budgeted amount. *Funds reappropriated by Item 6440-490 of the Budget Act of 1996 that were not encumbered by the University of California in the 1996–97 fiscal year by contract or work performed by university staff, and were available in the 1996–97 fiscal year be-*

Item Amount

cause the University of California did not reach agreement with a labor bargaining unit for the 1995–96 fiscal year, are available to the University of California in the 1997–98 fiscal year only for compensation and benefits for employees represented by that labor bargaining unit.

(2) Item ~~6440-003-001~~ *6440-003-0001* , Budget Act of 1996.

6440-491—Reappropriation, University of California. The balance of the appropriation provided for in the following citations is reappropriated for the purposes and subject to the limitations, unless otherwise specified, provided for in those appropriations.

0658—Higher Education Capital Outlay Bond Fund of 1996

Item 6440-301-0658, Budget Act of 1996

Davis Campus:

(8) 99.03.155—Campus Wastewater Treatment Plant—Working drawings and construction

(30) 99.10.035—Agriculture and Natural Resources: Alternative Pest Control Quarantine and Containment Facilities—Construction

6600-001-0001—For support of Hastings College of the Law 12,274,000

Provisions:

1. The appropriation made by this item is exempt from Section 31.00 of this act.
2. Of the funds appropriated by 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 State Controller in accordance with the provisions of Government Code Section 8880.5 as enacted by the voters in Proposition 37 at the November 1984 General Election, payable from the California State Lottery Education Fund..... 125,000

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

Item Amount

appropriated in this item are hereby appropriated in augmentation of this item.

6600-301-0658—For capital outlay, Hastings College of the Law, payable from the Higher Education Capital Outlay Bond Fund of 1996..... ~~8,332,000~~ *8,732,000*

Schedule:

(1) 60.10.001-198 McAllister Street Building-Renovation—Construction ..... ~~8,332,000~~ *8,732,000*

6600-490—Reappropriation, Hastings College of the Law. Notwithstanding any other provision of law, the balance, as of June 30, 1997, of the appropriation provided in the following citation is reappropriated and shall be available for encumbrance and expenditure until June 30, 1998:

001—General Fund

(1) Item 6600-001-001, Budget Act of 1996.

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, 1997, of Item 6600-001-001 of the Budget Act of 1996, by September 30, 1997, and shall also report the expenditures made pursuant to this item by September 30, 1998.

6610-001-0001—For support of the California State University..... ~~1,826,333,000~~ *1,841,833,000*

Schedule:

(a) Support..... ~~2,566,479,000~~ *2,581,979,000*

(b) Bilingual Teacher Recruitment 2,000,000

(c) Reimbursements..... –132,778,000

(d) Amount payable from the Higher Education Fees and Income Fund (Item 6610-001-0498)..... –609,368,000

Provisions:

1. The appropriations made by 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 by this item, $557,000 is available for transfer to the California

Item | Amount

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 by this item, $5,815,000 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 by 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 by 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 by this item, $2,309,000 is for repayment of the $24,000,000 to be 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 by this item, $1,700,000 is for conversion of the Stockton Developmental Center into the Regional and Continuing Education Center at CSU, Stanislaus. It ~~is the intent of the Legislature to annually provide funds for this purpose through the 2001–2002 fiscal year.~~ *is the intent of the Legislature that these funds be provided on a one time basis.*

8. Of the amount appropriated by this item, $44,918,000 is for building maintenance in the 1997–98 fiscal year, as that activity is defined

Item Amount

and accounted for in the program budget detail in the Governor's Budget for the 1997–98 fiscal year.

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..... 609,368,000

Provisions:

1. All funds received in the Higher Education Fees and Income, CSU Fund, that are in excess of the amount appropriated by 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..... 10,000,000

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 by 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... ~~2,132,000~~ *2,185,000*

Schedule:

(a) Center for California Studies—Fellows Program.....	279,000
(b) Center for California Studies—Other	25,000
(c) Assembly Fellows	~~567,000~~ *586,000*
(d) Senate Fellows	~~567,000~~ *586,000*
(e) Executive Fellows.....	~~499,000~~ *514,000*
(f) Judicial Fellows	195,000

6610-003-0001—For support of the California State University for transfer to and in augmentation of Item 6610-001-0001, for payment of lease-purchase payments to be allocated upon order of the Director of Finance no sooner than necessary to allow the

Item		Amount
California State University to make the required lease-purchase payments.....		~~59,653,000~~ *56,039,000*
Schedule:		
(a) Rental, insurance and administrative payments.....	~~61,120,000~~ *57,506,000*	
(b) Reimbursements.....	–1,467,000	
6610-301-0658—For capital outlay, California State University, payable from the Higher Education Capital Outlay Bond Fund of 1996.....		~~152,500,000~~ *131,353,000*
Schedule:		
(0.5)06.48.313-CSU, Channel Islands, Camarillo Site: Cost Benefit and Feasibility Studies.....	*1,607,000*	
(1) 06.48.315-Systemwide: Minor Capital Outlay Program—Preliminary plans, working drawings, and construction	~~14,958,000~~ *13,958,000*	
(2) 06.48.375-Systemwide: Seismic Studies—Preliminary plans.....	250,000	
(3) 06.52.103-CSU, Chico: Fire Life Safety—Working drawings	79,000	
(4) 06.52.104-CSU, Chico: Butte Hall Asbestos Abatement—Working drawings	100,000	
~~(5) 06.54.073-CSU, Dominguez Hills: Seismic Upgrade, Educational Resources Complex—Preliminary plans, working drawings, and construction.....~~	~~860,000~~	
(6) 06.56.086-CSU, Fresno: Renovate McLane Hall—Construction.....	~~7,359,000~~ *6,869,000*	
(7) 06.56.087-CSU, Fresno: Infrastructure Improvements—Preliminary plans and working drawings	271,000	
~~(8) 06.62.082-CSU, Fullerton: Seismic Upgrade, Library-Phase II—Preliminary plans, working drawings, and construction .....~~	~~3,153,000~~	
(9) 06.62.083-CSU, Fullerton: Seismic Upgrade, Langsdorf Hall—Preliminary plans and working drawings	258,000	

Item	Amount
(9.1) 06.62.084-CSU, Fullerton: Grand Central Art Center—Preliminary plans, working drawings, and construction	*1,900,000*
(10) 06.67.091-Humboldt State University: Seismic Upgrade Field House—Construction	1,650,000
(11) 06.67.092-Humboldt State University: Infrastructure Improvements—Working drawings	529,000
(12) 06.67.093-Humboldt State University: Seismic Upgrade, West Gym—Working drawings and construction	891,000
(13) 06.71.103-CSU, Long Beach: Fire /Life Safety Infrastructure — Working drawings	146,000
(14) 06.71.104-CSU, Long Beach: Seismic Upgrade, Renovate Fine Arts Bldg. & Addition—Working drawings and construction	808,000
(15) 06.71.105-CSU, Long Beach: Peterson Hall Addition—Preliminary plans and working drawings	1,428,000
(16) 06.73.087-CSU, Los Angeles: Seismic Upgrade-Library, South —Construction	2,028,000
(17) 06.98.098-CSU, Pomona: Engineering Labs Replacement —Construction	23,494,000
~~(18) 06.76.090-CSU, Sacramento: Perimeter Road Safety Improvements—Working drawings and construction~~	~~7,588,000~~
~~(19) 06.78.072-CSU, San Bernardino: Corporation Yard/Administration Services Addition/Renovation —Working drawings and construction~~	~~5,745,000~~
(20) 06.78.086-CSU, San Bernardino: Seismic Upgrade-Visual Arts Building—Construction	4,428,000
(21) 06.80.146-San Diego State University: Infrastructure Improvements—Working drawings	254,000

Item	Amount
(22) 06.84.087-San Francisco State University: Corporation Yard—Equipment	484,000
(23) 06.84.089-San Francisco State University: Central Plant and Utility Infrastructure—Equipment	48,000
(24) 06.84.097-San Francisco State University: Seismic Upgrade, J Paul Leonard Library—Preliminary plans and working drawings	726,000
(25) 06.84.098-San Francisco State University: Renovate Hensill Hall (Seismic)—Preliminary plans and working drawings	~~1,032,000~~ *915,000*
(26) 06.86.104-San Jose State University: Central Plant, Telecommunications and Utility Distribution System Upgrade—Construction	25,737,000
~~(27) 06.86.106-San Jose State University: Seismic Upgrade, Sweeney Hall—Preliminary plans, working drawings, and construction~~	~~798,000~~
(28) 06.68.056-CSU, San Marcos: Academic Complex II-Building 15—Equipment	1,556,000
(29) 06.90.074-Sonoma State University: Library/Information Center—Working drawings and construction	30,775,000
(30) 06.92.051-CSU, Stanislaus: Professional Schools Building—Equipment	2,326,000
~~(31) 06.92.053-CSU, Stanislaus: Campus Perimeter Road—Working drawings and construction~~	~~2,403,000~~
~~(32) 06.92.058-CSU, Stockton Regional Center for Education and Human Services—Preliminary plans, working drawings, construction, and equipment~~	~~2,500,000~~
(33) 70.68.003-California Maritime Academy: Utility Infrastructure—Construction	3,226,000

Item	Amount
(34) 70.68.004-California Maritime Academy: Laboratory/ Library Addition—Construction.....	4,163,000
(35) 06.51.003-California Maritime Academy: Seismic Upgrade, Campuswide—Preliminary plans and working drawings.....	449,000

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 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, 1998, 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, 1998, 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, re-

Item Amount

maining 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 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, 1998, 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, 1998, 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 of 1986.

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 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

Item Amount

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, 1998, 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, 1998, 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.

6610-301-0785—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: (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, 1998, 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, 1998, the California State University shall prepare a report show-

Item	Amount
ing 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 Higher Education Capital Outlay Bond Fund of June 1990.	
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 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, 1998, 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, 1998, 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.	
6610-302-0658—For capital outlay, California State University, payable from the Higher Education Capital Outlay Bond Fund of 1996	*23,047,000*

Item	Amount
Schedule:	
(1) 06.54.073-CSU, Dominguez Hills: Seismic Upgrade, Education Resources Complex—Preliminary plans, working drawings, and construction	*860,000*
(2) 06.62.082-CSU Fullerton: Seismic Upgrade, Library Phase 2—Preliminary plans, working drawings, and construction	*3,153,000*
(3) 06.76.090-CSU Sacramento: Perimeter Road Safety Improvements—Working drawings and construction	*7,588,000*
(4) 06.78.072-CSU San Bernardino: Corporation Yard/Administrative Services Addition/Renovation—Working drawings and construction	*5,745,000*
(5) 06.86.106-CSU San Jose: Seismic Upgrade, Sweeney Hall—Preliminary plans, working drawings, and construction	*798,000*
(6) 06.92.053-CSU Stanislaus: Campus Perimeter Road—Working drawings and construction	*2,403,000*
(7) 06.92.058-CSU Stanislaus: Stockton Development Center, Initial Renovation—Preliminary plans, working drawings, construction, and equipment	*2,500,000*

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, 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

Item Amount

Capital Outlay Bond Fund of 1996 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 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, except that 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 the 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 by this item is available for encumbrance during the 1997–98 and 1998–99 fiscal years, except that the funds appropriated for equipment purposes are available for encumbrance until June 30, 2000. For the purposes of encumbrance, funds appropriated for construction management and project contingencies purposes 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 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), and (d) 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

Item Amount

project and upon resolution of all change orders and claims, may be used: (a) to proceed further with the underground tank corrections program, (b) to perform engineering evaluations on buildings that have been identified as potentially in need of seismic retrofitting, (c) to proceed with the design and construction of projects to meet requirements under the federal Americans with Disabilities Act, or (d) to fund minor capital outlay projects.

6. No later than December 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.

6610-401—In the event the bonds authorized for the projects scheduled in Item 6610-301-660, Budget Act of 1995, are not sold, the California State University shall commit a sufficient portion of its support appropriation provided for in this Budget Act to repay any loans from the Pooled Money Investment Account. It is the intent of the Legislature that this commitment shall be included in future Budget Acts until outstanding loans from the Pooled Money Investment Account are repaid either through the sale of bonds or from an appropriation.

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, provided for in the appropriations

Item Amount

and shall be available for expenditure until June 30, 1999:

001—General Fund

(1) Item 6610-001-001, Budget Act of 1996.

Provisions:

~~1. The reappropriated funds from Item 6610-001-001, Budget Act of 1996, shall be available for the general support of the California State University.~~

~~2. The California State University shall report to the Department of Finance and the Joint Legislative Budget Committee the amount of the balance on June 30, 1997, of Item 6610-001-001 of the Budget Act of 1996, by September 30, 1997, and also shall report the expenditures made pursuant to this item by September 30, 1998, and September 30, 1999.~~

1. Of the funds reappropriated by this item from Item 6610-001-0001, Budget Act of 1996, 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, 1997, the balance generated from systemwide allocations in excess of $15,000,000, excluding funds allocated for judicial settlements and deferred maintenance, shall revert to the General Fund.

2. The California State University shall, by September 30, 1997, report to the Department of Finance and the Joint Legislative Budget Committee the amount of the balance as of June 30, 1997, of Item 6610-001-0001 of the Budget Act of 1996, and a proposed expenditure plan for that balance. The California State University shall report by September 30, 1998, and September 30, 1999, on the expenditures made pursuant to this item.

(2) Item 6610-003-001, Budget Act of 1996.

498—Higher Education Fees and Income, CSU Fund

(1) Item 6610-001-498, Budget Act of 1996.

Item | Amount

6610-492—Reappropriation, California State University. The balance of the appropriation provided for in the following citation is reappropriated for the purposes and subject to the limitations, unless otherwise specified, provided for in the appropriation.

0705—Higher Education Capital Outlay Bond Fund of 1992

(1) Item 6610-001-705, Budget Act of 1993, as reappropriated by Item 6610-492, Budget Act of 1995.

Provisions:

1. Of the funds reappropriated in Schedule (1), an amount not to exceed $4,900,000 is available to match funds provided by the Federal Emergency Management Agency (FEMA) for the restoration of damages sustained in the 1989 Loma Prieta earthquake. These reappropriated funds are available only for expenditure for the acquisition of a replacement site, preliminary plans, working drawings, and construction of the Moss Landing Marine Laboratory.

6870-001-0001—For support of Board of Governors of the California Community Colleges..... 9,303,000

Schedule:

(a) 10-Apportionments	1,072,000
(b) 20-Special Services and Operations	13,585,000
(c) 30.01-Administration	4,465,000
(d) 30.02-Administration—Distributed	–4,465,000
(e) Reimbursements.....	–5,354,000

Provisions:

1. Funds appropriated by 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

Item | Amount

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.

2. Of the funds appropriated in Schedule (e), $229,000 shall be available for expenditure only after the Chancellor of the California Community Colleges certifies to the Department of Finance that a sufficient number of community college districts have entered into service agreements with the chancellor's office to offset fully the estimated cost of $229,000 for preparing information to meet the applicable requirement of the federal Student Right to Know Act.

6870-001-0705—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 1992 506,000

6870-001-0791—For support of Board of Governors of the California Community Colleges, Program 20.40.010—Facilities Planning, payable from the June 1990 Higher Education Capital Outlay Bond Fund..... 400,000

6870-101-0001—For local assistance, Board of Governors of the California Community Colleges (Proposition 98) ..... ~~1,718,528,000~~ *1,869,129,000*

Schedule:

(a) 10.10.010-Apportionments ..... ~~1,296,547,000~~ *1,336,283,000*

Item	Amount
(b) 10.10.020-Basic Skills, GAIN, Apprenticeship	~~35,996,000~~ *36,159,000*
(c) 20.10.005-Student Financial Aid Administration	~~7,146,000~~ *7,189,000*
(d) 20.10.010-Extended Opportunity Programs and Services and Special Services	~~59,474,000~~ *59,937,000*
(e) 20.10.020-Disabled Students	~~42,093,000~~ *42,421,000*
(f) 20.10.070-Matriculation	~~50,309,000~~ *50,700,000*
(g) 20.20.020-Academic Senate for the Community Colleges	452,000
(h) 20.20.040-Faculty and Staff Diversity	1,859,000
(i) 20.30.010-Faculty and Staff Development	~~5,233,000~~ *15,233,000*
(j) 20.30.020-Instructional Improvement, for Transfer to the Community College Fund for Instructional Improvement	1,630,000
(k) 20.30.050-Economic Development	~~9,073,000~~ *19,073,000*
(*l*) 20.30.070-Transfer Education and Articulation	589,000
(n) 20.40.040-Hazardous Substances	8,000,000
(p) 20.40.035-Instructional Equipment and Library materials—Replacement	~~15,000,000~~ *40,000,000*
(q) 20.40.045-Telecommunications and Technology Infrastructure	14,000,000
(r) 10.10.030-Growth for Apportionment	~~67,000,000~~ *84,277,000*
(s) 20.40.025-Scheduled Maintenance /Special Repairs	39,000,000
(t) 20.20.050-Part-Time Faculty Health Insurance	500,000
(u) 20.10.040-Fund for Student Success	~~11,418,000~~ *6,418,000*

Item	Amount
(v) 20.10.045-Special Services for TANF Recipients	~~53,209,000~~ *58,209,000*
(w) 20.20.060-Health Services Fee Waiver Backfill.....	*5,000,000*
(x) 20.20.070-Student Senate	*200,000*
(y) 20.20.080-Full-time faculty.....	*15,000,000*
(z) 20.20.055-Part-time faculty office hours.....	*2,000,000*
(zb) 20.30.055-Job development.....	*25,000,000*

Provisions:

1. The funds appropriated in Schedules (a), (b), (c), (d), (e), (f), (h), (i), (k), (p), (q), (r), (t), ~~and (v)~~ *(v), (w), (x), (y), (z), and (zb)* are for transfer by the Controller during the 1997–98 fiscal year to Section B of the State School Fund.
2. Notwithstanding any other provision of law, ~~$20,907,000~~ *$21,070,000* of the funds appropriated in Schedule (b) shall be for allocation to community college districts in the 1997–98 fiscal year for the purposes of funding FTES in courses in basic skills, including English-as-a-second-language courses and work force preparation courses for newly legalized immigrants, to the extent the total FTES claimed by a district for the 1997–98 fiscal year exceeds the level of total FTES funded for that district in the 1997–98 fiscal year. The Chancellor of the California Community Colleges shall develop criteria for allocating these funds.
3. (a) Of the amount appropriated in Schedule (b), up to $7,089,000 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.

   (b) Notwithstanding Section 8152 of the Education Code, each 60-minute hour of teaching

Item Amount

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 twenty-two cents ($4.22) per hour. For purposes of this provision, each hour of teaching time may include up to 10 minutes for passing time and breaks.

4. Of the funds appropriated in Schedule (b), $8,000,000 is for educational services to participants in the Greater Avenues for Independence Program and shall not be considered as part of the base revenues for community college districts in computing apportionments for the 1998–99 fiscal year. The additional FTES generated above each district's funded FTES shall not be added to the subsequent year's FTES base, and the additional revenues and FTES shall not be included in calculations for determining the average revenues per FTES.

5. Of the funds appropriated in Schedule (d), ~~$52,611,000~~ *$53,020,000* 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; ~~$6,863,000~~ *$6,917,000* is for funding, at all colleges, the Cooperative Agencies Resources for Education 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.

6. (a) The funds appropriated in Schedule (e) 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 (e) at least ~~$792,066~~ *$637,678* shall be used for support of the High Tech Centers for activities including, but not limited to, training of district employees and students in the use of specialized computer equipment for the disabled. All High Tech Centers

Item Amount

shall meet standards developed by the Chancellor's Office. Colleges that receive these augmentations shall not supplant existing resources provided to the centers.

(c) Notwithstanding any other provision of law, of the funds appropriated in Schedule (e), ~~$1,781,130~~ *$1,433,956* 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 1997–98 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 1997–98 fiscal year, the Proposition 98 base funding levels for community colleges and DDS shall be adjusted accordingly.

7. The funds appropriated in Schedule (f) are for the purpose of student matriculation, as specified in Article 1 (commencing with Section 78210) of Chapter 2 of Part 48 of the Education Code.

8. Of the funds appropriated in Schedule (*l*), $589,000 is for Project Assist.

9. Of the funds appropriated in Schedule (a), up to $100,000 is for a maintenance allowance for educational services to inmates, in lieu of other transportation funding, pursuant to regulations adopted by the board of governors.

10. Of the funds appropriated in Schedules (b) and (c), the funds not required for the 1997–98 fiscal year to meet the demand for the programs funded under those schedules shall be made available on a one-time basis for general

Item Amount

apportionment under Schedule (a), provided that no transfer shall occur prior to May 15, 1997.

11. The funds appropriated in Schedule (p) 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 (p), the recipient district shall provide $1 in matching funds. These funds shall not be used for personal services costs or operating expense.

12. Of the funds appropriated in Schedule (s), $39,000,000 shall be distributed by the Chancellor of the California 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 provide to the chancellor a resolution from the district governing board indicating 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 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.

13. Notwithstanding any other provision of law, the funds appropriated in Schedule (r) shall only be allocated for growth in FTES, on a district-by-district basis, as determined by the Chancellor of the California Community Colleges.

14. (a) $9,865,000 of the funds provided in Schedule (q) 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 1996–97 Budget Act for the Telecommunications and Technology Infrastructure program. The funds appropri-

Item	Amount
ated 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 reporting 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 (C 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 components not funded in fiscal year 1996–97, and the following optional purposes: (5) the development and expansion of local area networks both within and between buildings: (6) development of districtwide wide area networks for interconnecting multiple campuses and off campus centers within a district; and (7) implementation of local technology applications that are intended to improve student learning and other services.	
The Chancellor shall allocate the $9,865,000 by providing $85,000 for each of the 106 colleges and $45,000 for each of the 19 governing sites that are not co-located with the colleges. All provisions related to technology standards and telecommunication plans as specified in Item 6870-101-001, Provision 17 (a) of the 1996–97 Budget Act, shall apply.	
(b) $4,135,000 of the funds provided in schedule (q) shall be for the purpose of supporting technical and application innovations	

Item Amount

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 competitive basis through the RFA/RFP application process as follows:

(1) At least $2,200,000 shall be available for technical and application pilot projects that improve inter-college relationships in the areas of: (a) learning and instructional services; (b) student services; (c) administrative services. Not more than 25 percent of the amount shall be allocated for this purpose.

(2) All provisions as specified in Item 6870-101-0001, Provision 17 (b) (2) of the 1996–97 Budget Act shall apply to provision (1) above.

(3) Not more than $1,935,000 shall be available for a regional coordination, cooperative purchase agreement, and a faculty development center. The dollar amounts shall be the same as in 1996–97. All other provisions as specified in Item 6870-101-0001, Provision 17 (b) (3) of the 1996–97 Budget Act shall apply.

(c) Not later than November 1, 1997, the Chancellor shall submit a report to the Legislative Analyst, the budget fiscal committees, and the Department of Finance on any changes to the standards developed pursuant to the control provisions for this program in the 1996–97 Budget Act.

(d) Not later than April 1, 1998 the Chancellor shall provide a status report to the Legislative Analyst and Department of Finance on the implementation of the telecommunication and technology infrastructure program described herein, this report shall be consistent with the report provisions outlined for this program in Item

Item Amount

6870-101-0001, Provision 17(d) of the 1996–97 Budget Act.

15. The funds in Schedule (u) *, with the exception of the funds identified in subdivision (c) of this provision,* shall be used for competitive grants to increase student success based on an analysis of student outcomes. The funds *used for these grants* shall be available for a limited duration, after which colleges shall institutionalize the programs within their budgets. The Chancellor shall develop criteria for allocation of the competitive grants. Of the funds appropriated in Schedule (u):

(a) ~~$1,000,000~~ *$500,000* shall be available for small planning grants of up to one year duration.

(b) ~~$8,695,000~~ *$4,195,000* shall be available for the initial year of two or three year projects where the state share shall be no greater than 75% of the costs of the first year and no more than 25% in the last.

(c) Up to $944,000 is for the Puente Project if these funds are matched by $100,000 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 intended to be allocated to a campus on a temporary basis, and shall be used on an ongoing basis to support a Puente Project that meets the conditions of the Puente Project contract agreement.*

(d) Up to $489,000 is for the Mathematics, Engineering and Science Achievement/Minority Engineering (MESA/MEP) Programs.

(e) Up to ~~$299,000~~ *$290,000* is for Migrant Education Teacher Preparation Programs.

As a condition of receipt of funds pursuant to Provision 15 (a) and (b), colleges must submit to the Chancellor's Office a yearly report including: an expenditure plan, a progress report detailing number of students served, and the ability of the college to increase student success based on an analysis of student outcomes. It is the intent that the Chancellor's Office submit

Item Amount

a report to the Legislature and Department of Finance by September 30, 1998. The report shall include an analysis of the programs funded at each campus, including the effects on student outcomes. The Chancellor shall also identify any colleges which did not continue operation of the program after state funds have ceased and the reasons therefore.

16. The funds appropriated in Schedule (v) 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: work-study; 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 recipients of Temporary Assistance for Needy Families (TANF) who may utilize these services until their educational objectives are met but for no longer than three years. *These funds shall be used to supplement and not supplant existing funds and services provided for TANF 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 TANF recipients in attendance and shall allocate funds for the following purposes:

~~(a) $32,500,000 shall be allocated for work/study. These funds shall be used solely for payments to employers provided that such payments shall not exceed 75% of the wage for the work/study positions; the employers shall pay at least 25% of the wage for the work/study position. These funds shall be expended only if the hours of education and employment for the student are sufficient to meet both state and federal minimum requirements for qualifying work related activities.~~

~~(b) $5,255,000 shall be allocated for job development and job placement services. It is the intent that each campus receiving~~

Item | Amount

~~funds shall develop placements for welfare recipients engaged in paid and non-paid work experiences which further develop students skills in their career objectives and meet federal and state work requirements for work related activities. It is also the intent that the staff at each college shall develop job placements for students completing their educational objectives.~~

~~(c) $10,200,000 shall be allocated for subsidized child care for children of TANF recipients through campus based centers or parental choice vouchers at rates consistent with programs operated by the State Department of Education including parental contribution schedules. Subsidized campus child care for TANF recipients will be provided during the period they are engaged in state and federal qualifying work activities and for up to three months or the end of the academic year, whichever is greater, for those in transition off welfare and enrolled in no less than six units of classes within their educational plan.~~

~~(d) $5,254,000 shall be allocated for professional staff at all colleges to coordinate with county welfare offices for referral and follow-up for welfare recipient students and to compile reports for submission to the Chancellor on the progress of the program.~~

(a) Short-term intensive education and training programs.

(b) Job readiness skills.

(c) Job placement.

(d) Staff coordination.

(e) Curriculum development and redesign.

(f) Child care.

(g) Other related student services.

Of the amount appropriated in this item, at least $15,000,000 shall be allocated for subsidized child care for children of TANF recipients through campus-based centers or parental choice vouchers at rates consistent with programs operated by the State Department of Education including

Item Amount

parental contribution schedules. Subsidized campus child care for TANF recipients shall be provided during the period they are engaged in qualifying state and federal work activities for up to three months or until the end of the academic year, whichever period of time is greater, for those in transition off welfare and enrolled in not less than six units of classes within their educational plan.

As a condition of receipt of the funds available in Schedule (v), colleges are required to submit to the Chancellor's Office reports in a format specified by the Chancellor by the third week following the end of a semester/quarter term commencing in January ~~1997~~ *1998* which identify the costs of specific services utilized by each TANF recipient, their eligibility status, hours engaged monthly in qualifying work activities, and the student's progress toward self sufficiency including units attempted and successfully completed, and success in work activities as reported by employers and comments from teachers and counselors. It is intended that the Chancellor's Office further develop the reporting criteria for participating colleges and submit that for review to the Legislative Analyst, the Governor's Office of Child Development and Education, the Health and Welfare Agency and the Department of Finance no later than August 1, 1997 for review and comment. 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 biannual reports to the Legislature, the Governor's Office, the Legislative Analyst and the Department of Finance by March 30 and September 30 of each year, thereafter as specified in the annual Budget Act.

17. Notwithstanding any other provision of law or regulation, if 1997–98 local revenues (property tax and student fees) exceed the estimates included in the Budget Act, an equivalent amount of funds in Schedule (a) shall only be allocated to districts for one-time purposes

Item | Amount

based on the statewide ratio of actual FTES served for the preceding fiscal year. This amount will be reduced from the apportionment base of districts in subsequent years. Also, if local revenues in excess of the amount estimated for the 1996 Budget Act occurs, funds allocated by the Chancellor from Schedule (a) of Item 6870-101-001 of the 1996 Budget Act, equivalent to the excess local revenue amounts, shall be reduced from district base apportionments for purposes of determining allocations of funds budgeted herein in Schedules (a) and (r).

~~18. Pursuant to Sections 69648.5, 78216, and 84850 of the Education Code, the Chancellor may allocate funds appropriated in Schedules (d), (e), and (f) to one or more districts for program evaluation purposes.~~

18. 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 (d), (e), and (f) 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.

19. $10,000,000 of the funds in Schedule (k) is for the purpose of establishing incentives for expanded industry-driven cooperative education and work force training programs and centers that support California's regional economies and are consistent with the needs identified in regional plans pursuant to Sections 15379.25 and 15363.10 of the Government Code.

These funds shall be expended for grants to districts as determined by the Board of Governors on a competitive basis for purposes that include: (a) curriculum development, faculty and staff training, and support costs for districts partnering with regional business and industries meeting regional work force and skill development strategies; (b) credit and noncredit instruction costs for courses that contribute to work force skill development common to industry clusters within a region or fo-

Item	Amount
cus on the technical skills specific to emerging occupations in targeted industries and growing industry clusters; (c) performance-based training costs that promote continuous work force improvement in the identified priority areas; (d) subsidized internships for program participants in occupational categories that are determined to be consistent with the skill clusters necessary to be successful in the priority areas; (e) one-time acquisition of equipment and minor building alternations to accommodate the program; (f) ongoing development of regional plans, reconfiguration and designation of new regions, and the coordination of services centers in a region.	
No more than $300,000 of the funds specified by this provision shall be available for the purposes of subdivision (f) above, one-half of which shall be used to expand existing programs. No more than $2,000,000 of those funds may may be expended for the purposes of subdivision (a) above. Funds allocated to districts for purposes of subdivisions (c) and (d) above, one-half of which shall be used to expend existing programs, shall be matched by a minimum of one dollar of private business and industry funding for each one dollar of state funds. Of the funds remaining, $1,250,000 shall be allocated on a one-time basis to the Santa Monica Community College District for equipment related to the Academy for Entertainment and Technology. Funds allocated for purposes of subdivision (b) above for credit and noncredit instruction may be transferred to Schedule (r) to facilitate distribution at the Chancellor's discretion.	
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	

Item	Amount
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 Board of Governors shall fully report the allocations and results of this program within the annual report of the Economic Development program pursuant to Section 15379.23 of the Government Code.	
6870-101-0814—For local assistance, Board of Governors of the California Community Colleges, for allocation by the State Controller in accordance with the provisions of Government Code Section 8880.5 as enacted by the voters in Proposition 37 at the November 1984 general election, payable from the California State Lottery Education Fund	91,811,000
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 Program 20.30.020—Instructional Improvement and Innovation, payable from the Community College Fund for Instructional Improvement.....	1,975,000
Provisions:	
1. Of the amount appropriated by this item, not more than $1,630,000 shall be allocated for grants and not more than $345,000 shall be allocated for loans.	
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....	467,000
6870-103-0001—For local assistance, Board of Governors of the California Community Colleges (Proposition 98), for transfer to and in augmentation of Item 6870-101-0001, for lease-purchase payments, including base rental and fees, to be allocated upon order of the Department of Finance no sooner than necessary to allow selected	

Item		Amount
community colleges to make the required lease-purchase payments		~~57,323,000~~ *56,766,000*
6870-111-0001—For local assistance, Board of Governors of the California Community Colleges		0
Schedule:		
(a) 10-Apportionments	8,000,000	
(b) 20.10.060-Foster Parent Training	463,000	
(c) 20.30.030-Vocational Education Special Projects	20,031,000	
(d) 20.30.031-Vocational Education Allocations	28,468,000	
(e) 20.30.060-Job Training Partnership Act	2,337,000	
(f) Reimbursements	–59,299,000	
Provisions:		
1. The amount appropriated in Schedule (e) shall be available for expenditure until June 30, 1999.		
2. The amounts appropriated in Schedules (a), (c) and (d) are for transfer by the Controller to Section B of the State School Fund.		
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 of 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, Controller		1,691,000
Schedule:		
(1) 98.01.000.184—Health Fees (Ch. 1, Stats. 1984, 2nd Ex. Sess.)	1,691,000	
Provisions:		
1. Allocation of funds appropriated by 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 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.		

Item		Amount
6870-301-0658—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 Higher Education Capital Outlay Bond Fund of 1996		~~153,175,000~~ *156,725,000*
Schedule:		
Allan Hancock Joint Community College District		
Lompoc Valley Center		
(1) 40.02.202-Phase I, Facilities—Equipment.....	2,379,000	
(2) 40.02.203-Library Books, Initial Acquisition—Equipment	812,000	
Antelope Valley Community College District		
Antelope Valley College		
(2.1) 40.03.109-Business/Multimedia Center—Working drawings.....	*395,000*	
Cabrillo Community College District		
Cabrillo College		
(3) 40.06.107-Code Compliance: Health & Safety Access—Construction.....	4,804,000	
~~Chabot-La~~ *Chabot-Las* Positas Community College District		
Chabot College		
(4) 40.62.111-Disabled Student Center Renovation—Equipment.....	169,000	
(5) 40.62.112-Chemistry/Computer Science Renovation (Health & Safety)—Construction.....	7,802,000	
Las Positas College		
(6) 40.62.211-Science Center/Tech/Fine Arts, Secondary Effects—Construction and equipment	~~779,000~~ *832,000*	
(7) 40.62.213-Math/Design Building Renovation/Addition—Preliminary plans and working drawings	~~211,000~~ *991,000*	
Chaffey Community College District		
Chaffey College		
(8) 40.08.108-Child Development Center—Preliminary plans.....	125,000	

Item	Amount
Citrus Community College District	
Citrus College	
(9) 40.09.117-Regional Adaptive Therapy Facility—Equipment	60,000
(10) 40.09.119-Cosmetology Addition/Remodel (Health & Safety)—Construction	1,948,000
~~(11) 40.09.121-LibraryAddition/Reconstruction—Preliminary plans and working drawings.....~~	~~518,000~~
Desert Community College District	
College of the Desert	
(12) 40.10.111-Math/Social Science Buildings—Preliminary plans and working drawings.....	~~427,000~~
	410,000
Coast Community College District	
Orange Coast College	
(12.1) 40.11.301-Art Center—Preliminary plans and working drawings.....	*1,078,000*
Compton Community College District	
Compton College	
(13) 40.12.004-Health & Safety—Math/Science—Construction ...	~~8,932,000~~
	9,940,000
(14) 40.12.005-Demolition, Phase I—Working drawings and construction.....	1,136,000
Contra Costa Community College District	
Contra Costa College	
(15) 40.13.105-Child Development Center—Preliminary plans.....	65,000
Diablo Valley College	
(16) 40.13.210-Classroom/Faculty Offices—Equipment.....	198,000
(17) 40.13.214-Physical Science Building (Health & Safety)—Construction	10,257,000
(18) 40.13.215-Music Remodel/Addition—Preliminary plans, working drawings and construction	774,000
(19) 40.13.216-Business Language Building—Preliminary plans and working drawings.....	421,000

Item	Amount
(20) 40.13.217-Library Building Addition—Preliminary plans and working drawings.....	323,000
Los Medanos College	
(21) 40.13.310-Vocational Technology Addition—Preliminary plans and working drawings.....	171,000
(22) 40.13.311-Child Development Center—-Preliminary plans.....	41,000
El Camino Community College District	
El Camino College	
(23) 40.14.106-Library Renovation, Phase II—Equipment.....	949,000
Foothill-DeAnza Community College District	
DeAnza College	
(24) 40.15.105-Child Development Center—Preliminary plans.....	112,000
Foothill College	
(25) 40.15.203-Child Care/Development Center (Health & Safety)—Construction.....	2,917,000
Fremont-Newark Community College District	
Ohlone College	
(26) 40.16.108-Child Development Center—Preliminary plans.....	61,000
(27) 40.16.110-Instructional Computing Laboratory—Preliminary plans and working drawings	850,000
Gavilan Community College District	
Gavilan College	
(28) 40.17.105-Child Development Center—Preliminary plans.....	57,000
(29) 40.17.106-Health Occupations Building—Preliminary plans and working drawings.....	178,000
Glendale Community College District	
Glendale College	
(30) 40.18.117-Aviation Arts Building Addition—Equipment.....	48,000
(31) 40.18.118-Fire Protection/Utility System Upgrade—Construction..	2,139,000
Grossmont-Cuyamaca Community College District	
Cuyamaca College	
(32) 40.19.114-Child Development Center—Preliminary plans.....	76,000

Item	Amount
Grossmont College	
(33) 40.19.202-Information System Building—Equipment	191,000
Imperial Community College District	
Imperial Valley College	
(34) 40.21.104-Library Addition—Construction and equipment	~~1,445,000~~ *1,167,000*
Kern Community College District	
Bakersfield College	
(35) 40.22.105-Child Development Center—Preliminary plans.....	85,000
(36) 40.22.108-Science and Engineering Code Corrections—Construction.....	3,979,000
Lassen Community College District	
Lassen Community College	
(37) 40.24.103-Child Development Center—Preliminary plans.....	73,000
Long Beach Community College District	
Long Beach City College	
(38) 40.25.113-Science/Math Building D (Health & Safety)—Construction	12,842,000
(39) 40.25.114-Electrical System Replacement (Health & Safety)—Preliminary plans, working drawings and construction	907,000
Los Angeles Community College District	
East Los Angeles College	
(40) 40.26.103-Child Care/Development Center (Health & Safety)—Construction	3,478,000
Los Angeles City College	
(41) 40.26.203-Mechanical System Conversion—Construction.....	1,091,000
Los Angeles Valley College	
(42) 40.26.801-Ventilation System—Construction	~~3,484,000~~ *4,000,000*
West Los Angeles College	
(43) 40.26.903-Fine Arts Building-Equipment.....	966,000
(44) 40.26.905-Child Development Center—Preliminary plans.....	70,000

Item	Amount
Los Rios Community College District	
American River College	
(45) 40.27.101-Child Development Center—Preliminary plans.....	148,000
Cosumnes River College	
(46) 40.27.208-Child Development Center—Preliminary plans.....	135,000
Sacramento City College	
(47) 40.27.306-Learning Resource Center—Equipment.....	3,189,000
Folsom Lake Center	
(48) 40.27.500-On Site Development—Preliminary plans and working drawings	~~2,228,000~~ *880,000*
(49) 40.27.501-Instructional Facilities, Phase 1A—Preliminary plans and working drawings.....	~~1,193,000~~ *1,064,000*
Marin Community College District	
Marin Community College	
(50) 40.28.206-Child Development Center—Preliminary plans.....	135,000
Merced Community College District	
Merced College	
(51) 40.30.115-Child Development Center—Preliminary plans.....	111,000
Mira Costa Community College District	
Mira Costa College	
(52) 40.31.104-Buildings G & H Conversion, Secondary Effects—Equipment.....	308,000
(53) 40.31.107-Child Development Facility Expansion—Preliminary plans	56,000
Mt. San Antonio Community College District	
Mt. San Antonio College	
(54) 40.33.109-Learning Technology Center—Construction	11,918,000
Mt. San Jacinto Community College District	
Mt. San Jacinto College	
(55) 40.34.111-Child Development Center—Preliminary plans.....	110,000

Item	Amount
(56) 40.34.113-Business & Technology, Secondary Effects—Preliminary plans and working drawings	83,000
Menifee Valley Center	
(57) 40.34.209-Child Development Center—Preliminary plans.....	138,000
Palo Verde Community College District	
Palo Verde College	
(58) 40.37.100-Phase I, Facilities—Preliminary plans and working drawings	1,210,000
Palomar Community College District	
Palomar College	
(59) 40.38.110-Infrastructure Code Compliance for Health & Safety —Construction	11,571,000
Pasadena Area Community College District	
Pasadena City College	
(60) 40.39.110-Library Secondary Effects—Equipment	1,073,000
(61) 40.39.111-Health & Safety Physical Education—Equipment	326,000
Redwoods Community College District	
College of the Redwoods	
(62) 40.42.104-Library & Media Services—Preliminary plans and working drawings.....	799,000
(63) 40.42.105-Child Development Center—Preliminary plans.....	119,000
Rio Hondo Community College District	
Rio Hondo College	
(64) 40.43.105-Science Building (Health & Safety)—Construction	~~10,380,000~~ *10,965,000*
Riverside Community College District	
Moreno Valley Center	
(65) 40.44.206-Buildings, Phase II, Secondary Effects—Equipment.....	865,000
Norco Center	
(66) 40.44.306-Buildings, Phase II, Secondary Effects—Equipment.....	822,000

Item	Amount
Saddleback Community College District	
Irvine Valley College	
(67) 40.45.126-Fire/Safety Access Road—Preliminary plans and working drawings.....	155,000
(68) 40.45.127-Learning Resource Center, Secondary Effects—Preliminary plans and working drawings	49,000
San Bernardino Community College District	
San Bernardino College	
(68.1) 40.46.205-Child Development Centers (Health and Safety)—Preliminary plans	*59,000*
San Diego Community College District	
San Diego City College	
(69) 40.47.101-Learning Resource Center—Preliminary plans.....	~~632,000~~ *1,251,000*
San Francisco Community College District	
San Francisco City College	
(70) 40.48.104-Remodel Allied Health—Construction.....	5,830,000
San Jose—Evergreen Community College District	
Evergreen College	
(71) 40.50.103-Biology/Nursing Addition—Preliminary plans and working drawings.....	658,000
San Jose City College	
(71.5) 40.50.201-Library addition—Preliminary plans and working drawings	*765,000*
San Luis Obispo County Community College District	
Cuesta College	
(72) 40.51.108-Art/Music Laboratories Addition—Preliminary plans and working drawings.....	458,000
(73) 40.51.109—Learning Skills Center/Classroom Building—Preliminary plans and working drawings	821,000
(74) 40.51.110-Child Development Center—Preliminary plans.....	78,000

Item	Amount
San Mateo County Community College District	
Skyline College	
(75) 40.52.305-Learning Resources Center, Secondary Effects—Construction and equipment.....	2,974,000
Santa Barbara Community College District	
Santa Barbara City College	
(76) 40.53.115-Business/Communications, Secondary Effects—Equipment	378,000
(77) 40.53.118-Life Science/Geology Code Corrections—Construction	~~2,610,000~~ *3,310,000*
Santa Clarita Community College District	
College of the Canyons	
(78) 40.54.103-Library—Equipment ...	139,000
(79) 40.54.109-Remodel Old Library and Labs, Secondary Effects—Construction.....	4,636,000
Sequoias Community College District	
College of the Sequoias	
(80) 40.56.109-Music Building—Preliminary plans and working drawings	314,000
Sierra Joint Community College District	
Sierra College	
(81) 40.58.106—Student Services Center, Secondary Effects—Preliminary plans and working drawings	~~599,000~~ *266,000*
Western Nevada County Center	
(82) 40.58.205-Child Development Center—Preliminary plans.....	51,000
State Center Community College District	
Fresno City College	
(83) 40.64.105-Lab/Office Space Reconstruction, Secondary Effects—Preliminary plans and working drawings.....	180,000
Madera Center	
(84) 40.64.300-Off-Site Development —Preliminary plans and working drawings	383,000
(85) 40.64.301-On-Site Development, Phase I Facilities—Preliminary plans and working drawings	~~1,278,000~~ *893,000*

Item	Amount
Ventura County Community College District	
Moorpark College	
(86) 40.65.106-Math/Science Building—Equipment.....	1,046,000
(87) 40.65.107-Math/Science, Secondary Effects–Construction.....	962,000
Ventura College	
(88) 40.65.303-Math & Science Complex, Secondary Effects—Construction.....	936,000
Victor Valley Community College District	
Victor Valley College	
(89) 40.66.109-Child Development Center—Preliminary plans.....	56,000
(90) 40.66.114-Old Library Remodel, Secondary Effects—Equipment..	621,000
West Valley-Mission Community College District	
Mission College	
(91) 40.69.205—Learning Resource Center—Preliminary plans and working drawings	598,000
(92) 40.69.206—Child Development Center—Preliminary plans.....	60,000
Yosemite Community College District	
Modesto Junior College	
(93) 40.70.210-Sierra Hall Instructional Facility–Preliminary plans and working drawings.....	1,406,000

Provisions:

1. The funds appropriated by this item for preliminary planning for child development facility projects shall be available upon approval by the Department of Finance of the program-related space needs and the cost standards for those facilities. Program space and cost standards are to be developed for this purpose by the Office of the Chancellor of the California Community Colleges, the Department of Finance, the Office of Legislative Analyst, the Community Colleges Child Development Advisory Committee, and other appropriate agencies.

Item		Amount
6870-301-0660—For capital outlay, State Public Works Board, payable for the Public Buildings Construction Fund, from proceeds from the sale of bonds, negotiable notes, or negotiable bond anticipation notes for the construction of instructional facilities pursuant to Chapter 3.8 (commencing with Section 15820.50) of Part 10b of Division 3 of Title 2 of the Government Code.....		*1,416,000*
Schedule:		
Cabrillo Community College District		
Cabrillo College		
(1) 40.06.104.930-Learning Resource Center—Construction.....	*1,250,000*	
San Francisco Community College District		
San Francisco City College		
(2) 40.48.103.931-Library—Construction.....	*166,000*	
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 and preconstruction activities (including, but not limited to, site search, acquisition, environmental documents, preliminary plans, working drawings, equipment, and other costs relating to the design and construction of the facilities) or the exercise of any purchase option for the project authorized by this item.		
2. The State Public Works Board and the Board of Governors of the California Community Colleges may obtain interim financing for the project costs authorized in this item from sources including, but not limited to, the Pooled Money Investment Account pursuant to Sections 16312 and 16313 of the Government Code.		
3. The maximum amount of bonds, notes, or bond anticipation notes to be sold may not exceed the cost of construction and preconstruction activities and any additional amounts necessary to pay interim and permanent financing costs.		
4. In the event the bonds authorized for the project are not sold, the Board of Governors of the California Community Colleges shall commit a sufficient portion of its support appropriation provided for in this act to repay any loans. It is the		

Item Amount

intent of the Legislature that this commitment be included in future Budget Acts until outstanding loans are repaid either through the sale of bonds or from an appropriation.

6870-490—Reappropriation, California Community Colleges. The unencumbered 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:

0658—Higher Education Capital Outlay Bond Fund of 1996, 6870-301-0658, Budget Act of 1996

Citrus Community College District

Citrus College

(12) 40.09.117-Regional Adaptive Physical Therapy Facility—Construction

Fremont-Newark Community College District

Ohlone College

(27) 40.16.107-Site Safety Improvement—Construction

Los Angeles Community College District

East Los Angeles College

(34) 40.26.103 Child/Care Development Center (Health and Safety)—Working drawings

La Pierce College

(36) 40.26.501-Ventilation Enhancement-Science Building (Health and Safety)—Construction

Mt. San Jacinto Community College District

Mt. San Jacinto College

(46) 40.34.110-Site Safety Improvements—Construction

San Luis Obispo Community College District

Cuesta College

(60.1) 40.51.200-North County Satellite Center —Acquisition

(60.2) 40.51.201-North County Satellite Center —Working drawings

San Mateo Community College District

Districtwide

(62) 40.52.006-Fire Alarm Renovation, Phase II, Working drawings and construction

Skyline College

(63) 40.52.305-Learning Resource Center, Secondary Effects—Working drawings

Item Amount

Santa Barbara Community College District
Santa Barbara City College
(64) 40.53.115-Business/Communications, Secondary Effects—Construction
Victor Valley Community College District
Victor Valley College
(74) 40.66.114-Old Library Remodel, Secondary Effects—Construction
705—Higher Education Capital Outlay Bond Fund, 1992, Item 6870-301-705, Budget Act of 1992
Los Angeles Community District College
Los Angeles Mission College
(55.1) 40.26.403-Site acquisition
Provisions:
1. Notwithstanding Section 2.00 of this act, the balance of the appropriation provided in this item for the project at the Los Angeles Community College District, Mission College, is available for expenditure only until June 30, 1998.

6880-001-0305—For support of Council for Private Postsecondary and Vocational Education, payable from the Private Postsecondary and Vocational Education Administration Fund 4,707,000

Schedule:

(a) 10-Oversight and Approval	4,787,000
(b) 20.10-Administration	1,564,000
(c) 20.20-Administration—Distributed	–1,564,000
(d) Reimbursements.....	–80,000

Provisions:

1. Of the amount appropriated in Schedule (a), $775,000 shall only be available for expenditure for cost of the Attorney General, Office of Administrative Hearings, and operating expenses directly related to administrative hearings pursuant to Sections 94913, 94932, and 94933 of the Education Code.
2. The amount appropriated in this item includes revenues derived from the assessment of fines and penalties imposed as specified in Chapter 654 *; of the* Statutes of 1995.
3. The funds appropriated by this item are for support of the Council for Private Postsecondary and Vocational Education, contingent upon the enactment by June 30, 1997, of a statute that continues the existence of the council. In the event that a statute is not enacted as specified by this

Item | Amount

provision, the Director of Finance shall transfer the funds appropriated by this item to Item 6420-001-0001 for support of the California Postsecondary Education Commission. If, subsequent to the transfer of these funds, a statute is enacted that reestablishes the Council for Private Postsecondary and Vocational Education, operative during the 1997–98 fiscal year, the Director of Finance is authorized to transfer the unencumbered balance of these funds back to the council for the purposes of this item.

6880-001-0890—For support of Council for Private Postsecondary and Vocational Education, Program 10—Oversight and Approval, payable from the Federal Trust Fund 1,000,000

Provisions:

1. Notwithstanding any other provision of law, the Federal Trust Fund Account of the Council 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 cash-flow needs for the purposes funded by 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 council demonstrates and certifies that a sufficient surplus exists in the Private Postsecondary and Vocational Education Administration Fund to 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.
2. *The funds appropriated by this item are for support of the Council for Private Postsecondary and Vocational Education, contingent upon the enactment by June 30, 1997, of a statute that continues the existence of the council. In the event that a statute is not enacted as specified by this provision, the Director of Finance shall transfer the funds appropriated by this item to Item 6420-001-0001 for support of the California Postsecondary Education Commission. If, subsequent to the transfer of these funds, a statute is*

Item		Amount
enacted that reestablishes the Council for Private Postsecondary and Vocational Education, operative during the 1997–98 fiscal year, the Director of Finance is authorized to transfer the unencumbered balance of these funds back to the council for the purposes of this item.		
6880-001-0960—For support of Council for Private Postsecondary and Vocational Education, Program 10—Oversight and Approval, payable from the Student Tuition Recovery Fund		310,000
Provisions:		
1. The appropriation made by this item shall be in lieu of any Student Tuition Recovery Fund allocation for administrative expenses made pursuant to subdivision (b) of Section 94982 of the Education Code during the 1996–97 fiscal year, and no funds shall be allocated by the Controller pursuant to subdivision (b) of Section 94343 of the Education Code during the 1996–97 fiscal year.		
2. The funds appropriated by this item are for support of the Council for Private Postsecondary and Vocational Education, contingent upon the enactment by June 30, 1997, of a statute that continues the existence of the council. In the event that a statute is not enacted as specified by this provision, the Director of Finance shall transfer the funds appropriated by this item to Item 6420-001-0001 for support of the California Postsecondary Education Commission. If, subsequent to the transfer of these funds, a statute is enacted that reestablishes the Council for Private Postsecondary and Vocational Education, operative during the 1997–98 fiscal year, the Director of Finance is authorized to transfer these funds back to the council for the purposes of this item.		
7980-001-0001—For support of the Student Aid Commission.....		~~11,845,000~~ *12,885,000*
Schedule:		
(a) 15-Financial Aid Grants Program ...	~~11,891,000~~ *12,931,000*	
(b) 50-California Loan Program	150,000	
(c) 80.01-Administration and Support Services	8,816,000	

Item Amount

(d) 80.02-Distributed Administration and Support Services..... –8,816,000

(e) Reimbursements..... –196,000

Provisions:

~~1. Notwithstanding Education Code Section 69766,~~

1. Notwithstanding Section 69766 of the Education Code, $4,965,000 of the ~~amount appropriated~~ *funds appropriated by this item* shall be transferred to the Guaranteed Loan Reserve Fund.

7980-101-0001—For local assistance, Student Aid Commission..... ~~282,518,000~~ *292,718,000*

Schedule:

(a) 15-Financial Aid Grants Program. ~~294,138,000~~ *304,338,000*

(b) Reimbursements..... –3,643,000

(c) Amount payable from the Federal Trust Fund (Item 7980-101-0890). –7,977,000

Provisions:

1. Funds appropriated in Schedule (a) are for the purposes of all of the following:

(a) Awards in the Cal Grant Program under Article 3 (commencing with Section 69530) of Chapter 2 of Part 42 of the Education Code.

(b) Graduate fellowship awards under Article 9 (commencing with Section 69670) of Chapter 2 of Part 42 of the Education Code.

(c) Grants under Article 16 (commencing with Section 69900) of Chapter 2 of Part 42 of the Education Code, and for 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 6.5 (commencing with Section 69612) of Chapter 2 of Part 42 of the Education Code.

(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) New and renewal Cal Grant awards in amounts not to exceed award levels comparable to those in effect for the 1996–97

Item Amount

award year except as otherwise provided by law.

2. Notwithstanding any other provision of law, of the 19,026 new grants funded in Schedule (a) for Cal Grant A for the 1997–98 fiscal year, 500 grants shall be awarded to community college students who transfer to a four-year college or university.

3. Notwithstanding any other provision of law, of the 15,578 new grants funded in Schedule (a) for Cal Grant B for the 1997–98 fiscal year, 250 grants shall be awarded to community college students who transfer to a four-year college or university.

4. If federal trust funds for the 1997–98 fiscal year exceed budgeted levels, the funds appropriated shall, to the extent allowable by federal law, be reduced on a dollar-for-dollar basis.

5. Eligibility for money appropriated by this item is limited to students who demonstrate financial need according to nationally accepted needs analysis methodologies, who meet other Student Aid Commission eligibility criteria, and whose income or family's gross income does not exceed $61,800 for the purposes of determining recipients for the 1997–98 award year.

6. Notwithstanding any other provision of law, of the amount appropriated by this item, $10,000,000 shall be made available to increase the award level of new Cal Grant awards in the A and B programs for students attending private institutions.

~~7. Notwithstanding Provision 2 or 3 or any other provision of law, of the amount appropriated by this item, $1,000,000 is available for up to 500 additional Cal Grants for students who are enrolled in or are planning to enroll in fields of study in preparation for careers in digital animation. The commission shall determine the criteria for distribution of the awards, including requirements for selection of qualified applicants to receive awards. Funds for grants shall be made available based on receipt of an equal matching contribution from prospective employers in the digital animation field.~~

7. Notwithstanding Provision 2 or 3 or any other provision of law, of the amount appropriated in

Item | Amount

Schedule (a), $11,200,000 first shall be used to increase the number of new Cal Grant B awards to equal the number of new Cal Grant A awards; thereafter, the new awards shall be apportioned equally between the Cal Grant A and B programs.

7980-101-0890—For local assistance, Student Aid Commission, for payment to Item 7980-101-0001, payable from the Federal Trust Fund..... 7,977,000

7980-102-0001—For local assistance, Student Aid Commission (Proposition 98), for the California Student Opportunity and Access Program (Cal-SOAP) 690,000

GENERAL GOVERNMENT

8100-001-0001—For support of Office of Criminal Justice Planning 3,433,000

Schedule:

(a) 20.01-Administration 2,436,000

(b) 20.02-Distributed Administration . –2,436,000

(c) 50-Criminal Justice Projects ..... ~~10,810,000~~ *11,122,000*

(d) Reimbursements..... –460,000

(e) Amount payable from Local Public Prosecutors and Public Defenders Training Fund (Item 8100-001-0241) ..... –67,000

(f) Amount payable from Victim-Witness Assistance Fund (Item 8100-001-0425) ..... –1,477,000

(g) Amount payable from the Federal Trust Fund (Item 8100-001-0890) ~~–5,373,000~~ *–5,685,000*

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 1,477,000

Item		Amount
8100-001-0890—For support of Office of Criminal Justice Planning, for payment to Item 8100-001-0001, payable from the Federal Trust Fund		~~5,373,000~~ *5,685,000*
8100-011-0214—For support of Office of Criminal Justice Planning, payable from the Restitution Fund		*150,000*
Provisions:		
1. Notwithstanding any other provision of law, funds appropriated by this item shall be used to fund administrative costs of victim services projects.		
8100-101-0001—For local assistance, Office of Criminal Justice Planning, Program 50, Criminal Justice Projects.....		~~32,715,000~~ *36,515,000*
Schedule:		
(a) 50.20.102-Victims Legal Resources Center.....	173,000	
(b) 50.20.103-Joint Venture	166,000	
(c) 50.20.151-Domestic Violence Program	1,460,000	
(d) 50.20.152-Family Violence Prevention.....	194,000	
(e) 50.20.301-Rape Crisis Program	101,000	
(f) 50.20.351-Homeless Youth Project.	883,000	
(g) 50.20.352-Youth Emergency Telephone Referral.....	253,000	
(h) 50.20.353-Child Sexual Abuse and Exploitation Program.....	3,000	
(i) 50.20.354-Child Sexual Abuse Prevention and Training	672,000	
(j) 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	923,000	
(k) 50.30.511-California Career Criminal Apprehension Program	2,308,000	
(*l*) 50.30.512-California Career Criminal Prosecution Program, to be allocated pursuant to Chapter ~~2.3~~ *2.2* (commencing with Section 999b) of Title 6 of Part 2 of the Penal Code	3,987,000	
(m) 50.30.513-Major Narcotic Vendors Prosecution Program.....	2,641,000	

Item		Amount
(n) 50.30.514-Serious Habitual Offender	547,000	
(o) 50.30.515-Vertical Prosecution of Statutory Rape	8,361,000	
(p) 50.30.521-Child Sexual Assault Prosecution Program	1,304,000	
(q) 50.30.522-Evidentiary Medical Training	1,364,000	
(r) 50.30.531-Vertical Defense	692,000	
(s) 50.30.541-Public Prosecutors and Public Defenders	29,000	
(t) 50.30.651-Suppression of Drug Abuse in Schools Program	3,274,000	
(u) 50.30.661-California Gang Violence Suppression Program	5,131,000	
(v) 50.30.700-Special Projects: Public Safety	~~641,000~~ *4,316,000*	
(vx) 50.38.800-Special projects: Victims' Services	*125,000*	
(w) Reimbursements	–2,392,000	

Provisions:

1. Notwithstanding any other provisions 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 cash-flow problems according to the criteria set forth by the office.
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 year 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.

8100-101-0241—For local assistance, Office of Criminal Justice Planning, Program 50, Criminal Justice Projects, payable from the Local Public Prosecutors and Public Defenders Training Fund 1,027,000

Item		Amount
Provisions:		
1. Notwithstanding any other provisions 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 cash-flow problems according to the criteria set forth by the office.		
8100-101-0425—For local assistance, Office of Criminal Justice Planning, Program 50, Criminal Justice Projects, payable from the Victim-Witness Assistance Fund		15,519,000
Schedule:		
(a) 50.20.101-Victim-Witness Assistance Program	10,871,000	
(b) 50.20.301-Rape Crisis Program	3,670,000	
(c) 50.20.353-Child Sexual Abuse and Exploitation Program	978,000	
Provisions:		
1. Notwithstanding any other provisions 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 cash-flow problems according to the criteria set forth by the office.		
8100-101-0890—For local assistance, Office of Criminal Justice Planning, Program 50, Criminal Justice Projects, payable from the Federal Trust Fund....		~~95,619,000~~ *113,727,000*
Schedule:		
(a) 50.20.151-Domestic Violence Program	~~2,492,000~~ *5,548,000*	
(b) 50.20.161-Violence Against Women Act.....	~~9,636,000~~ *12,417,000*	
(c) 50.20.302-Rape Prevention	~~4,062,000~~ *4,791,000*	
(d) 50.20.451-Victims of Crime Act (VOCA).....	~~13,361,000~~ *23,137,000*	
(e) 50.30.525-Child Justice Act	1,045,000	

Item		Amount
(f) 50.30.551-Anti-Drug Abuse Program	~~47,467,000~~ *49,233,000*	
(g) 50.30.552-Marijuana Suppression Program	2,668,000	
(h) 50.30.555-Residential Substance Abuse Treatment	4,205,000	
(i) 50.30.661-Gang Violence Suppression	1,005,000	
(j) 50.30.701-Juvenile Justice and Delinquency Prevention	6,310,000	
(k) 50.30.703-Community Delinquency Prevention Program	2,254,000	
(*l*) 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 cash-flow problems according to the criteria set forth by the office.		
8100-111-0214—For local assistance, Office of Criminal Justice Planning, payable from the Restitution Fund		*4,830,000*
Provisions:		
1. Notwithstanding any other provision of law, funds appropriated by this item shall be used to fund victim services projects.		
8120-001-0268—For support of Commission on Peace Officer Standards and Training, payable from the Peace Officers' Training Fund		10,198,000
Schedule:		
(a) 10-Standards	3,735,000	
(b) 20-Training	15,231,000	
(c) 30-Peace Officer Training	88,000	
(d) 40.01-Administration	3,852,000	
(e) 40.02-Distributed Administration	–3,852,000	
(f) Amount payable from the Peace Officers' Training Fund (Item 8120-011-0268)	–7,300,000	
(g) Amount payable from the Peace ~~Officers~~ *Officers'* Training Fund (Item 8120-012-0268)	–1,556,000	

Item	Amount
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.....	7,300,000
Provisions:	
1. Funds appropriated by 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.....	1,556,000
Provisions:	
1. The funds appropriated by this item are to be used for the implementation of ''Tools for Tolerance'' training program for law enforcement personnel operated by the Simon Wiesenthal Center-Museum of Tolerance. ~~The Commission on Peace Officer Standards and Training shall limit eligibility for reimbursement for this program to those individuals who have completed cultural tolerance and sensitivity coursework certified by the commission as part of the Basic Officer's Course Certificate.~~ *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 non-sworn 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.*	
8120-101-0268—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.....	21,937,000

Item | Amount

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.

8120-102-0268—For local assistance, Commission on Peace Officer Standards and Training, Program 30..... 444,000

Provisions:

1. Funds appropriated by this item are to be used for the implementation of the ''Tools for Tolerance'' training program for law enforcement personnel operated by the Simon Wiesenthal Center-Museum of Tolerance. ~~The Commission on Peace Officer Standards and Training shall limit eligibility for reimbursement for this program to those individuals that have already completed cultural tolerance and sensitivity coursework certified by the commission as part of the Basic Officer's Course Certificate.~~ *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 non-sworn 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.*

8140-001-0001—For support of State Public Defender . 8,576,000

Schedule:

(a) 10-State Public Defender..... 8,600,000

(b) Reimbursements..... –24,000

Provisions:

1. Any federal funds received by the Office of the State Public Defender as reimbursements for legal services provided for capital cases shall re-

Item		Amount
vert 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		7,000,000
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.		
3. Notwithstanding any other provision of law, funds appropriated by this item shall be available for reimbursement for one hundred percent of any extraordinary costs incurred by the County of Sonoma in the homicide trial of People v. Davis and by the County of Siskiyou in the homicide trial of People v. Bowcutt.		
8260-001-0001—For support of California Arts Council		1,955,000
Schedule:		
(a) 10-Artists in Residence	797,000	
(b) 20-Organizational Grants	1,062,000	
(c) 25-Performing Arts Touring/Presenting Program	312,000	
(d) 40-Statewide Projects	487,000	
(e) 45-California Challenge Program	63,000	
(f) 50.01-Administration	976,000	
(g) 50.02-Distributed Administration	–915,000	

Item		Amount
(h) Amount payable from the Graphic Design License Plate Account (Item 8260-001-0078)	–210,000	
(i) Amount payable from the Federal Trust Fund (Item 8260-001-0890)	–617,000	
8260-001-0078—For support of California Arts Council, for payment to Item 8260-001-0001, payable from the Graphic Design License Plate Account		210,000
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.....		~~9,731,000~~ *10,049,000*
Schedule:		
(a) 10-Artists in Residence.....	~~2,003,000~~ *2,073,000*	
(b) 20-Organizational Grants	~~6,010,000~~ *6,101,000*	
(c) 25-Performing Arts Touring/Presenting Program	~~492,000~~ *540,000*	
(d) 40-Statewide Projects.....	~~1,661,000~~ *1,770,000*	
(e) Amount payable from the Graphic Design License Plate Account (Item 8260-101-0078)	–435,000	
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.		
8260-101-0078—For local assistance, California Arts Council, for payment to Item 8260-101-0001, payable from the Graphic Design License Plate Account		435,000
8260-101-0890—For local assistance, California Arts Council, payable from the Federal Trust Fund		170,000
Schedule:		
(a) 10-Artists in Residence.....	74,000	
(b) 25-Performing Arts Touring/Presenting Program	12,000	
(c) 40-Statewide Projects.....	84,000	

Item		Amount
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.		
8260-111-0001—For local assistance, California Arts Council		759,000
Provisions:		
1. Funds appropriated for the California Challenge Program shall not be expended unless the grant recipient provides matching funds through new and increased private contributions based on criteria established by the California Arts Council specifically for this program.		
8280-001-0001—For support of Native American Heritage Commission, Program 10		310,000
8300-001-0001—For support of Agricultural Labor Relations Board		4,557,000
Schedule:		
(a) 10-Board Administration	2,136,000	
(b) 20-General Counsel Administration	2,421,000	
(c) 30.01-Administrative Services	234,000	
(d) 30.02-Distributed Administrative Services	–234,000	
8320-001-0001—For support of Public Employment Relations Board		4,292,000
Schedule:		
(a) 11-Public Employment Relations	4,299,000	
(b) Reimbursements	–7,000	

Item		Amount
8350-001-0001—For support of Department of Industrial Relations		~~120,201,000~~ *119,061,000*
Schedule:		
(1) 10-Regulation of Workers' Compensation Self-Insurance Plans.....	2,920,000	
(2) 20-Conciliation of Employer-Employee Disputes	~~1,816,000~~ *1,815,000*	
(3) 30-Workers' Compensation Administration	~~91,298,000~~ *92,238,000*	
(4) 35-Industrial Medical Council	~~3,803,000~~ *3,798,000*	
(5) 36-Commission on Health and Safety and Worker's Compensation.....	~~721,000~~ *1,068,000*	
(6) 40-Prevention of Industrial Injuries and Deaths of California Workers.....	~~58,821,000~~ *58,569,000*	
(7) 50-Enforcement and Promulgation of Laws Relating to Wages, Hours, and Conditions of Employment, and Licensing and Adjudication.....	~~26,315,000~~ *25,821,000*	
(8) 60-Promotion, Development, and Administration of Apprenticeship and Other On-the-Job Training ...	~~3,947,000~~ *3,945,000*	
(9) 70-Labor Force Research and Data Dissemination	~~4,356,000~~ *3,079,000*	
(10) 80-Payment of Claims, Wages, and Contingencies	23,632,000	
(11) 94.01-Administration.....	~~16,671,000~~ *16,544,000*	
(12) 94.02-Distributed Administration	~~–16,671,000~~ *–16,544,000*	
(13) Reimbursements	–6,264,000	
(14) Amount payable from the Farm Labor Contractor's Special Account (Item 8350-001-0023).....	–27,000	

Item	Amount
(15) Amount payable from the Industrial Medicine Fund (Item 8350-001-0079)	–1,707,000
(16) Amount payable from the Cal-OSHA Targeted Inspection and Consultation Fund (Item 8350-001-0096)	–6,164,000
(17) Amount payable from Workers' Compensation Managed Care Fund (Item 8350-001-0132)	~~–395,000~~ *–221,000*
(18) Amount payable from the Industrial Relations Construction Industry Enforcement Fund (Item 8350-001-0216)	–50,000
(19) Amount payable from the Workplace Health and Safety Revolving Fund (Item 8350-001-0222)	~~–721,000~~ *–1,068,000*
(20) Amount payable from Workers' Compensation Administration Revolving Fund (Item 8350-001-0223)	~~–17,629,000~~ *–17,852,000*
(21) Amount payable from the Loss Control Certification Fund (Item 8350-001-0284)	–739,000
(22) Amount payable from Asbestos Consultant Certification Account (Item 8350-001-0368)	–326,000
(23) Amount payable from Asbestos Training Approval Account (Item 8350-001-0369)	–237,000
(24) Amount payable from the Self-Insurance Plans Fund (Item 8350-001-0396)	–2,866,000
(25) Amount payable from the Elevator Safety Inspection Account, General Fund (Item 8350-001-0452)	–5,970,000
(26) Amount payable from the Pressure Vessel Inspection Account, General Fund (Item 8350-001-0453)	–3,230,000
(27) Amount payable from the Garment Manufacturer's Special Account (Item 8350-001-0481)	–50,000

Item		Amount
(28) Amount payable from Employment Training Fund (Item 8350-001-0514)	–2,802,000	
(29) Amount payable from the Uninsured Employer's Account, Uninsured Employer's Fund (Item 8350-001-0571)	–23,529,000	
(30) Amount payable from the Federal Trust Fund (Item 8350-001-0890)	–22,786,000	
(31) Amount payable from the Industrial Relations Unpaid Wage Fund (Item 8350-001-0913)	–946,000	
(32) Amount payable from the Workers' Compensation Administration Revolving Fund (Item 8350-015-0223)	–490,000	
(33) Amount payable from the Industrial Relations Unpaid Wage Fund ~~(Labor Code Section 96.6)~~ *(Sec. 96.6, Labor Code)*	–500,000	
8350-001-0023—For support of Department of Industrial Relations, for payment to Item 8350-001-0001, payable from the Farm Labor Contractor's Special Account		27,000
8350-001-0079—For support of Department of Industrial Relations, for payment to Item 8350-001-0001, payable from the Industrial Medicine Fund		1,707,000
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		6,164,000
Provisions:		
1. The amount appropriated in this item includes revenues derived from the assessment of fines and penalties imposed as specified in Chapter 654, Statutes of 1995.		
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		~~395,000~~ *221,000*
Provisions:		
1. It is the intent of the Legislature that the regulation of workers' compensation health care organizations pursuant to Sections 4600.3 and 4600.5 of the Labor Code be fully supported by		

Item	Amount
fees assessed on certified health care organizations and applicants for certification.	
2. Notwithstanding the provisions of ~~1994 Budget Act Item 8350-021-001~~ *Item 8350-021-001 of Section 2.00 of the Budget Act of 1994 (Ch. 139, Stats. 1994)* , the General Fund loan to the Division of Workers' Compensation in the amount of $1,699,000 for initial startup of the Workers' Compensation Managed Care Program shall be repaid, plus interest, to the General Fund no later than June 30, 1998.	
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.....	50,000
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	~~721,000~~ *1,068,000*
Provisions:	
1. Funds appropriated by 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.	
2. In order to ensure quality research and study projects and the dissemination of information, the Commission on Health, Safety, and Workers' Compensation shall (a) hold meetings of applicable advisory committees on a quarterly basis, or as requested, to consult on the design and progress of studies, and (b) distribute copies of potential study requests to the advisory committees, and any interested parties as requested, at least 15 calender days prior to any decision to release contracts for new studies.	
8350-001-0223—For support of Department of Industrial Relations, for Workers' Compensation Administration, for payment to Item 8350-001-0001, payable from the Workers' Compensation Administration Revolving Fund.....	~~17,629,000~~ *17,852,000*
8350-001-0284—For support of Department of Industrial Relations, for payment to Item 8350-001-0001, payable from the Loss Control Certification Fund	739,000

Item	Amount
8350-001-0368—For support of Department of Industrial Relations, for payment to Item 8350-001-0001, payable from the Asbestos Consultant Certification Account	326,000
8350-001-0369—For support of Department of Industrial Relations, for payment to Item 8350-001-0001, payable from the Asbestos Training Approval Account	237,000
8350-001-0396—For support of Department of Industrial Relations, for payment to Item 8350-001-0001, payable from the Self-Insurance Plans Fund	2,866,000
8350-001-0452—For support of Department of Industrial Relations, for payment to Item 8350-001-0001, payable from the Elevator Safety Inspection Account, General Fund	5,970,000
8350-001-0453—For support of Department of Industrial Relations, for payment to Item 8350-001-0001, payable from the Pressure Vessel Inspection Account, General Fund	3,230,000
Provisions:	
1. The amount appropriated in this item includes revenues derived from the assessment of fines and penalties imposed as specified in Chapter 654, Statutes of 1995.	
8350-001-0481—For support of Department of Industrial Relations, for payment to Item 8350-001-0001, payable from the Garment Manufacturer's 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	2,802,000
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, $2,802,000 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.	
8350-001-0571—For support of Department of Industrial Relations, for payment to Item 8350-001-0001, payable from the Uninsured Employer's Account, Uninsured Employer's Fund	23,529,000
8350-001-0890—For support of Department of Industrial Relations, for payment to Item 8350-001-0001, payable from the Federal Trust Fund	22,786,000

Item		Amount
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		946,000
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 and garment 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 and garment industries regarding wages, hours, conditions of employment, licensing, registration, and child labor laws and regulations.		
8350-011-0001—For support of Department of Industrial Relations, for transfer to the Uninsured Employer's Account		18,603,000
8350-015-0223—For support of Department of Industrial Relations, Industrial Medical Council for payment to Item 8350-001-0001, payable from the Workers' Compensation Administration Revolving Fund		490,000
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 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, State Controller		1,257,000
Schedule:		
(1) 98.01.117.189-Peace Officer's Cancer Presumption (Ch. 1171, Stats. 1989)	603,000	
(2) 98.01.156.882-Firefighter's Cancer Presumption (Ch. 1568, Stats. 1982)	654,000	
(3) 98.01.999.001-Personal alarm devices (8 Cal. Code Regs. Sec. 3401(c))	0	

Item		Amount
(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. Allocations of funds appropriated by 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 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.
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 1997–98 fiscal year:
   (a) Personal alarm devices (8 Cal. Code Regs. Sec. 3401(c))
   (b) 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 ..... ~~6,035,000~~ *5,450,000*

Schedule:

(a) 20-Labor Relations 1,518,000

Item		Amount
(b) 25-Legal	4,386,000	
(c) 40.01-Administration	~~4,686,000~~ *4,101,000*	
(d) 40.02-Distributed Administration	–3,701,000	
(e) 52-Classification and Compensation	3,262,000	
(f) 54-Benefits Administration	9,627,000	
(g) 56-Training and Development	~~9,253,000~~ *8,838,000*	
(h) 58-Merit Award	341,000	
(i) Reimbursements	~~–16,393,000~~ *–15,978,000*	
(j) Amount payable from the Flexelect Benefit Fund (Item 8380-001-0821)	–790,000	
(k) Amount payable from the Deferred Compensation Plan Fund (Item 8380-001-0915)	–6,154,000	
8380-001-0821—For support of Department of Personnel Administration, for payment to Item 8380-001-0001, payable from the Flexelect Benefit Fund		790,000
8380-001-0915—For support of Department of Personnel Administration, for payment to Item 8380-001-0001, payable from the Deferred Compensation Plan Fund		6,154,000
8380-495—Reversion, Department of Personnel Administration. As of June 30, 1997, 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.		
0853—Petroleum Violation Escrow Account		
(1) Chapter 980, Statutes of 1995		
8385-001-0001—For support of California Citizens' Compensation Commission, Program 10		25,000
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		5,507,000
Schedule:		
(a) Payment of Claims	7,570,000	
(b) Support, State Compensation Insurance Fund	379,000	
(c) Prelitigation Expenses	170,000	
(d) Support, Department of Industrial Relations	688,000	

Item Amount

(e) Amount payable from Subsequent Injuries Moneys Account, General Fund (Item 8450-001-0016) .. –3,300,000

Provisions:

1. This item shall not be construed as a limitation on funds appropriated by Item 8450-001-0016.
2. The funds appropriated by 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 1997–98 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 Fund, General Fund 3,300,000

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 Subsequent Injuries Fund that is in addition to the amount 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. 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 the 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 reimbursing of the State Compensation Insurance Fund for the cost of services as adjusting agent, Governor's office, Office of Emergency Services. The State Compensation Insurance Fund

Item Amount

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 1,799,000

Schedule:

(a) 10-Board of Chiropractic Examiners 1,829,000

(b) Reimbursements ..... –30,000

8510-001-0264—For support of Osteopathic Medical Board of California payable from the Osteopathic Contingent Fund 849,000

Schedule:

(a) 10-Osteopathic Medical Board of California 865,000

(b) Reimbursements ..... –16,000

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 1,350,000

Schedule:

(a) 10.01 Support 569,000

(b) 10.02 Training 781,000

8550-001-0191—For support of California Horse Racing Board, payable from the Fair and Exposition Fund 6,109,000

Schedule:

(a) 10-California Horse Racing Board 7,872,000

(b) Amount payable from Satellite Wagering Account (Item 8550-001-0192) ..... –1,500,000

(c) Amount payable from the Racetrack Security Account, Special Deposit Fund (Item 8550-001-0942) –263,000

Item	Amount
8550-001-0192—For support of the California Horse Racing Board, for payment to Item 8550-001-0191, payable from the Satellite Wagering Account, Fair and Exposition Fund	1,500,000
Provisions:	
1. Notwithstanding any other provision of law, funds appropriated by this item are to be expended for drug testing of horses.	
8550-001-0942—For support of the 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, 1998	(2,000,000)
8560-001-0510—For support of California Exposition and State Fair, provided that the expenditures from the appropriation made by this item shall not exceed those operating revenues deposited in the California Exposition and State Fair Enterprise Fund by the California Exposition and State Fair	16,734,000
Schedule:	
(a) 100000-Personal Services 9,104,000	
(b) 300000-Operating Expenses and Equipment..... 8,695,000	
(c) Reimbursements ..... –1,065,000	
Provisions:	
1. The Director of Finance may authorize augmentations of up to a total of 10 percent of the amount available for expenditure from the California Exposition and State Fair Enterprise Fund in this item if the California Exposition and State Fair has certified in writing that there is sufficient money in the reserve of the California Exposition and State Fair Enterprise Fund to cover the augmentation.	
2. It is the intent of the Legislature that the funds made available from the appropriation made in this item may be expended for promotional and public relations purposes of the California Exposition and State Fair pursuant to subdivision (a) of Section 4403 of the Food and Agricultural Code.	

Item Amount

3. The amount appropriated in this item includes revenues derived from the assessment of fines and penalties imposed as specified in Chapter 654, Statutes of 1995.

8560-301-0510—For capital outlay, California Exposition and State Fair, payable from the California Exposition and State Fair Enterprise Fund 500,000

Schedule:

(1) 50.01.001-Unanticipated Capital Outlay Projects—Preliminary Plans, Working Drawings and Construction 500,000

Provisions:

1. It is the intent of the Legislature to provide Cal-Expo sufficient opportunity to respond to available attractions and facility needs identified by fair goers prior to the succeeding fair. In order to accomplish this intent the funds appropriated in Schedule (1) of this item are to be expended only on projects which: (1) may be completed prior to the following fair opening date, (2) projects must address health safety or other conditions which would impact visitor attendance and (3) projects where no other viable temporary solution is available. Funds appropriated in Schedule (1) of this item are subject to Department of Finance approval prior to expenditures. Projects may not be authorized sooner than 15 days after notification in writing of the necessity therefor to the Chairperson of the Joint Legislative Budget Committee.

2. Of the funds appropriated in Schedule (1) of this item, an amount not to exceed $50,000, which is directly attributable to in-house labor for this project, may be transferred to category (a) of Item 8560-001-0510, with the approval of the Department of Finance.

8570-001-0001—For support of Department of Food and Agriculture ..... ~~49,690,000~~ *50,053,376*

Schedule:

(a) 11-Agricultural Plant and Animal, Pest and Disease Prevention..... ~~57,219,000~~ *57,585,376*

(b) 21-Marketing, Commodities, and Agricultural Services..... ~~18,050,000~~ *18,045,000*

Item	Amount
(c) 31-Assistance to Fairs and County Agricultural Activities	2,772,000
(d) 41.01-Executive, Management, and Administrative Services	9,140,000
(e) 41.02-Distributed Executive, Management, and Administrative Services	–8,780,000
(f) Reimbursements	–8,895,000
(g) Amount payable from the Agriculture Fund (Item 8570-001-0111)	–11,032,000
(h) Amount payable from the Fair and Exposition Fund (Item 8570-001-0191)	–1,722,000
(i) Amount payable from the Harbors and Watercraft Revolving Fund (Item 8570-001-0516)	–939,000
(j) Amount payable from the Agriculture Building Fund (Item 8570-001-0601)	~~–1,361,000~~ *–1,359,000*
(k) Amount payable from the Federal Trust Fund (Item 8570-001-0890)	–4,426,000
(*l*) Amount payable from the Agricultural Pest Control Research Account (Item 8570-011-0112)	–13,000
(m) Amount payable from the Satellite Wagering Account (Item 8570-012-0192)	–323,000

Provisions:

1. Funds appropriated to Schedule (a) 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. 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

Item Amount

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.

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 Business and Professions Code Section 19630, $283,000 shall be available for use by the Department of Food and Agriculture to develop and administer an operational and policy framework for the network of California fairs. 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. Notwithstanding any other provision of law, of the funds appropriated pursuant to subdivision (c) of Section 224 of the Food and Agricultural Code, $208,000 shall be available for use by the Department of Food and Agriculture to establish a 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.

8570-001-0111—For support of Department of Food and Agriculture, for payment to Item 8570-001-0001, payable from the Agriculture Fund 11,032,000

Provisions:

1. The amount appropriated in this item includes revenues derived from the assessment of fines and penalties imposed as specified in Chapter 654, Statutes of 1995.

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 1,722,000

Item		Amount
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		939,000
8570-001-0601—For support of Department of Food and Agriculture, for payment to Item 8570-001-0001, payable from the Agriculture Building Fund		~~1,361,000~~ *1,359,000*
Provisions:		
1. Funds appropriated by 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.....		4,426,000
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		7,428,000
8570-003-0001—For support of Department of Food and Agriculture for rental payments on lease revenue bonds		~~1,600,000~~ *1,624,000*
Schedule:		
(a) Base Rental and Fees.....	*1,620,000*	
(b) Insurance	*4,000*	
8570-003-0111—For support of Department of Food and Agriculture, for rental payments on lease revenue bonds, payable from the Agriculture Fund..		40,000
8570-003-0601—For support of Department of Food and Agriculture, for rental payments on lease revenue bonds, payable from the Agriculture Building Fund.....		~~224,000~~ *229,000*
Schedule:		
(a) Base rental and fees	*228,000*	
(b) Insurance	*1,000*	

Item		Amount
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		13,000
Provisions:		
1. The amount appropriated in this item includes revenues derived from the assessment of fines and penalties imposed as specified in Chapter 654, Statutes of 1995.		
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)
8570-012-0192—For support of Department of Food and Agriculture, for payment to Item 8570-001-0001, payable from the Satellite Wagering Account.....		323,000
8570-101-0001—For local assistance, Department of Food and Agriculture		~~4,987,000~~ *5,014,624*
Schedule:		
(a) 11-Agricultural Plant and Animal, Pest and Disease Prevention.....	~~4,987,000~~ *5,014,624*	
(b) 31-Assistance to Fairs and County Agricultural Activities	1,333,000	
(c) Amount payable from the Fair and Exposition Fund (Item 8570-101-0191).....	–950,000	
(d) 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 by this item are for unemployment insurance at local fairs.		
2. The funds appropriated by 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		

Item		Amount
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 by 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.		
8570-301-0001—For capital outlay, Department of Food and Agriculture		~~1,059,000~~ *798,000*
Schedule:		
(1) 90.80.010-Relocation-Truckee Agriculture Inspection Station—Acquisition, preliminary plans and working drawings	~~589,000~~ *328,000*	
(2) 90.90.010-Minor Projects.....	470,000	
8570-401—For support of the 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.		

Item Amount

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 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 the 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, and the Subcommittee on Fairs and Expostions of the Assembly Committee on Agriculture. 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 Satelite 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.

Item			Amount
8620-001-0001—For support of the Fair Political Practices Commission			2,341,000
Schedule:			
(a) 10.10-Local enforcement		1,042,000	
(b) 10.20-Legal, technical assistance and state enforcement		1,299,000	
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 the political campaigns, officials, and lobbyists			~~2,191,000~~ *2,163,000*
Schedule:			
(1) 10-Secretary of State		713,000	
For transfer by the State Controller to Item 0890-001-0001 as follows:			
(a) Personal Services	487,000		
(b) Operating expenses and equipment	226,000		
(2) 20-Franchise Tax Board		~~1,264,000~~ *1,236,000*	
For transfer by the State Controller to Item 1730-001-0001 as follows:			
(c) 30-Political Reform Audit	~~1,264,000~~ *1,236,000*		
(3) 30-Department of Justice		222,000	
For transfer by the State Controller to Item 0820-001-0001 as follows:			
(d) 40-Criminal Law	80,000		
(e) 50-Law Enforcement	142,000		
(4) 40-Fair Political Practices Commission		(3,297,000)	
(5) Reimbursements		–8,000	
For transfer by the State Controller to Item 0890-001-0001(d)			
Provisions:			
1. The Controller shall transfer funds as specified above, including any allocations made by the Department of Finance, on January 1, 1998.			

Item	Amount
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.....	2,336,000
8660-001-0046—For support of Public Utilities Commission, for payment to Item 8660-001-0462, payable from the Transportation Planning and Development Account, State Transportation Fund.....	2,414,000
8660-001-0412—For support of Public Utilities Commission, for payment to Item 8660-001-0462, payable from the Transportation Rate Fund.....	1,808,000
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, General Fund	7,196,000
8660-001-0462—For support of Public Utilities Commission, payable from the Public Utilities Commission Utilities Reimbursement Account, General Fund .	~~46,088,000~~ *48,511,000*

Schedule:

(a) 100000-Personal Services	~~53,702,000~~ *54,939,000*
(b) 300000-Operating Expenses and Equipment.....	~~19,506,000~~ *23,692,000*
(c) Reimbursements	~~–12,378,000~~ *–15,378,000*
(d) Amount payable from the State Highway Account, State Transportation Fund (Item 8660-001-0042)	–2,336,000
(e) Amount payable from the Transportation Planning and Development Account, State Transportation Fund (Item 8660-001-0046) ..	–2,414,000
(f) Amount payable from the Transportation Rate Fund (Item 8660-001-0412).....	–1,808,000
(g) Amount payable from the Public Utilities Commission Transportation Reimbursement Account, General Fund (Item 8660-001-0461).....	–7,196,000
(h) Amount payable from the Federal Trust Fund (Item 8660-001-0890)	–988,000

Item		Amount
Provisions:		
1. The Public Utilities Commission shall require any public utility requesting a merger to reimburse the commission for those expenses that the commission deems necessary to assist in its consideration of the proposed merger.		
8660-001-0890—For support of Public Utilities Commission, for payment to Item 8660-001-0462, payable from the Federal Trust Fund		988,000
8660-003-0462—For support of Public Utilities Commission for rental payments on lease revenue bonds.		~~5,031,000~~ *5,030,000*
Schedule:		
(a) Base Rental and Fees	~~4,988,000~~ *4,987,000*	
(b) Insurance.....	43,000	
8700-001-0001—For support of Board of Control.....		857,000
Schedule:		
(a) 11-Citizens Indemnification	48,843,000	
(b) 21-Disaster Relief Claim Program	20,000	
(c) 31-Civil Claims Against the State.	857,000	
(d) 41-Citizens Benefiting the Public	20,000	
(e) 51.01-Administration	3,299,000	
(f) 51.03-Executive Office.....	175,000	
(g) 51.04-Revenue Recovery and Compliance Branch	917,000	
(h) 51.02-Distributed Administration.	–4,391,000	
(i) Reimbursements.....	–20,000	
(j) Amount payable from the Restitution Fund (Item 8700-001-0214) ..	–27,880,000	
(k) Amount payable from the Federal Trust Fund (Item 8700-001-0890)	–20,963,000	
(*l*) Amount payable from the Restitution Fund (Item 8700-002-0214) ..	–20,000	
Provisions:		
1. The Board of Control 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.		

Item		Amount
8700-001-0214—For support of Board of Control, 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		27,880,000
8700-001-0890—For support of the Board of Control, for payment to Item 8700-001-0001, payable from the Federal Trust Fund		20,963,000
8700-002-0214—For support of Board of Control 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
8700-011-0001—For transfer to the Restitution Fund upon written approval of the Department of Finance to provide operating funds for support of the Victims of Crimes Program on a monthly basis, as needed, for cash-flow purposes, with all money transferred during the 1997–98 fiscal year to be repaid to the General Fund prior to September 30, 1998		(20,963,000)
Provisions:		
1. Notwithstanding Section 16314 of the Government Code, any funds transferred pursuant to this item shall not be subject to the payment of interest charges thereon.		
8700-101-0001—For local assistance, Board of Control for reimbursement of special election costs pursuant to Chapter 1102 of the Statutes of 1996		534,000
8700-295-0001—For local assistance, Board of Control, 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, 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, the mandate identified in the appropriation schedule of this item with an appropriation		

Item		Amount
of $0 and included in the language of this provision is specifically identified by the Legislature for suspension during the 1997–98 fiscal year:		
(a) Adult Felony Restitution (Ch. 1123, Stats. 1977)		
8770-001-0001—For support of the Electricity Oversight Board		
Schedule:		
(a) 30-Administration	*682,000*	
(b) Reimbursements	*–682,000*	
Provisions:		
1. The Electricity Oversight Board shall be funded through an agreement between the Public Utilities Commission (PUC) and the California Energy Commission (CEC) for one fiscal year. The amount of expenditures specified by this item shall be contributed in equal amounts by the two commissions.		
8780-001-0001—For support of Milton Marks ''Little Hoover'' Commission on California State Government Organization and Economy		~~697,000~~ *597,000*
Schedule:		
(a) 10-Milton Marks Commission on California State Government Organization and Economy	~~699,000~~ *599,000*	
(b) Reimbursements	–2,000	
8800-001-0001—For support of Memberships in Interstate Organizations, to be allocated by the State Controller		1,631,000
Schedule:		
(a) 10-Council of State Governments	364,000	
(b) 20-National Conference of State Legislatures	366,000	
(c) 30-Western States Legislative Forestry Task Force	22,000	
(d) 35-Pacific Fisheries Legislative Task Force	22,000	
(e) 40-Governmental Accounting Standards Board	69,000	
(f) 50-State and Local Legal Center	8,000	
(g) 60-National Governors' Association	139,000	
(h) 70-Council of State Policy and Planning Agencies	15,000	

Item		Amount
(i) 80-Coastal States' Organization....	13,000	
(j) 90-Western Governors' Association	36,000	
(k) 91-National Center for State Courts	306,000	
(*l*) 92-Western Interstate Commission for Higher Education.....	81,000	
(m) 93-Interstate Compact for Education	115,000	
(n) 94-For the Sake of the Salmon....	75,000	
8820-001-0001—For support of Commission on the Status of Women		420,000
Schedule:		
(a) 100000-Personal Services	280,000	
(b) 300000-Operating Expenses and Equipment.....	143,000	
(c) Reimbursements	–3,000	
8830-001-0001—For support of California Law Revision Commission		~~566,000~~ *597,000*
Schedule:		
(a) 10-Law Revision Commission.....	~~581,000~~ *612,000*	
(b) Reimbursements.....	–15,000	
8840-001-0001—For support of California Commission on Uniform State Laws.....		117,000
8855-001-0001—For support of Bureau of State Audits, for transfer to the State Audit Fund.....		~~9,106,000~~ *10,182,000*
Schedule:		
(a) 10-State Auditor.....	~~9,616,000~~ *10,692,000*	
(b) Reimbursements.....	–510,000	
8860-001-0001—For support of Department of Finance		22,028,000
Schedule:		
(a) 10-Annual Financial Plan	13,902,000	
(b) 20-Program and Information System Assessments	5,633,000	
(c) 30-Supportive Data	9,011,000	
(d) 40.01-Administration	4,401,000	
(e) 40.02-Distributed Administration .	–3,926,000	
(f) Reimbursements.....	–6,993,000	
Provisions:		
1. The funds appropriated by 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		

Item	Amount
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.	
8885-001-0001—For support of Commission on State Mandates, Program 10	1,007,000
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.	
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	

Item		Amount
until such time as the Commission has received spending authorization.		
8910-001-0001–For support of Office of Administrative Law		2,016,000
Schedule:		
(a) 10-Regulatory Oversight	2,156,000	
(b) Reimbursements	–140,000	
8940-001-0001—For support of Military Department		~~20,140,000~~ *21,290,000*
Schedule:		
(a) 10-Army National Guard	~~33,323,000~~ *33,473,000*	
(b) 20-Air National Guard	12,176,000	
(c) 30.01-Office of the Adjutant General	5,346,000	
(d) 30.02-Distributed Office of the Adjutant General	–5,346,000	
(e) 35-Military Support to Civil Authority	~~2,076,000~~ *3,076,000*	
(f) 40-Military Retirement	2,587,000	
(g) 65-California National Guard youth programs	6,650,000	
(h) Reimbursements	–7,239,000	
(i) Amount payable from the Armory Discretionary Improvement Fund (Item 8940-001-0485)	–150,000	
(j) Amount payable from the Federal Trust Fund (Item 8940-001-0890)	–29,283,000	

Provisions:

1. No expenditures shall be made from the funds appropriated by this item as a substitution for personnel, equipment, facilities, or other assistance, 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 National Guard, or the California National Guard Reserve from the federal government.
2. The funds appropriated in Schedule (f) shall be for military retirements, in accordance with Sections 228 and 256 of the Military and Veterans Code.
3. *It is the intent of the Legislature to make a subsequent appropriation of $1,000,000 to continue to support the use of armories as emergency shelters during the 1998–99 fiscal year.*

Item		Amount
8940-001-0485—For support of Military Department, for payment to Item 8940-001-0001, payable from the Armory Discretionary Improvement Fund.....		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.....		29,283,000
8940-301-0001—For capital outlay, Military Department		~~14,044,000~~ *6,862,000*
Schedule:		
(1) 70.10.010-Statewide-Project planning—Study, working drawings, and construction	~~997,000~~ *792,000*	
~~(2) 70.11.010 Statewide: Building Systems Restoration—Preliminary plans, working drawings, and construction.....~~	~~1,989,000~~	
(3) 70.12.010 Statewide: Armory Facility Survey and Master Plan, Phase I—Study.....	485,000	
(4) 70.43.030 Long Beach-Redondo: Security Lighting—Preliminary plans, working drawings, and construction.....	~~503,000~~ *279,000*	
(5) 70.44.030 San Diego: Security Lighting—Preliminary plans, working drawings, and construction	~~1,653,000~~ *988,000*	
~~(6) 70.52.010 Los Angeles Armory—Construction .....~~	~~5,569,000~~	
(5.1) 70.44.400 San Diego Armory—Preliminary plans, working drawings, and construction ..	*293,000*	
(5.2) 70.48.40 Ontario Armory—Preliminary plans, working drawings, and construction.....	*292,000*	

Item		Amount
(7) 70.58.030 Long Beach-Sterns: Security Lighting—Preliminary plans, working drawings, and construction.....	~~643,000~~ *503,000*	
(7.1) 70.53.400 Burbank Beach Armory—Preliminary plans, working drawings, and construction ..	*292,000*	
(7.2) 70.54.400 Inglewood Armory—Preliminary plans, working drawings, and construction.....	*388,000*	
(8) 70.59.030 Stockton: Security Lighting—Preliminary plans, working drawings, and construction	~~288,000~~ *257,000*	
(8.1) 70.66.400 Bakersfield Armory—Preliminary plans, working drawings, and construction.....	*164,000*	
(8.2) 70.67.400 El Cajon Armory—Preliminary plans, working drawings, and construction.....	*153,000*	
(8.3) 70.77.400 Manhatten Beach Armory—Preliminary plans, working drawings, and construction ..	*239,000*	
(8.4) 70.79.400 Petaluma Armory—Preliminary plans, working drawings, and construction.....	*105,000*	
(9) 70.90.030 Statewide: Minor Projects.....	~~1,917,000~~ *1,632,000*	
8940-301-0890—For capital outlay, Military Department, payable from the Federal Trust Fund		~~12,347,000~~ *2,933,000*
Schedule:		
(1) 70.10.010 Statewide-Project planning—Study, working drawings, and construction	~~3,412,000~~ *1,008,000*	
~~(2) 70.11.010 Statewide: Building Systems Restoration—Preliminary plans, working drawings, and construction.....~~	~~1,989,000~~	
~~(3) 70.52.010 Los Angeles Armory—Construction .....~~	~~6,946,000~~	
(2.1) 70.44.400 San Diego Armory—Preliminary plans, working drawings, and construction.....	*292,000*	

Item		Amount
(2.2) 70.48.400 Ontario Armory—Preliminary plans, working drawings, and construction.....	*293,000*	
(4) 70.53.400 Burbank Beach Armory—Preliminary plans, working drawings, and construction ..	*293,000*	
(5) 70.54.400 Inglewood Armory—Preliminary plans, working drawings, and construction.....	*387,000*	
(6) 70.66.400 Bakersfield Armory—Preliminary plans, working drawings, and construction.....	*164,000*	
(7) 70.67.400 El Cajon Armory—Preliminary plans, working drawings, and construction.....	*152,000*	
(8) 70.77.400 Manhatten Beach Armory—Preliminary plans, working drawings, and construction ..	*239,000*	
(9) 70.79.400 Petaluma Armory—Preliminary plans, working drawings, and construction.....	*105,000*	
8940-490—Reappropriation, Military Department. 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:		
0001—General Fund		
Item 8940-301-0001, Budget Act of 1996, Schedule (2) 70.52.010-Los Angeles: Armory-Site Acquisition, and Working Drawings.		
0890—Federal Trust Fund		
Item 8940-301-0890, Budget Act of 1996, Schedule (2) 70.52.010-Los Angeles: Armory-Site Acquisition and Working Drawings.		
8955-001-0001—For support of Department of Veterans Affairs.....		2,070,000
Schedule:		
(a) 10-Farm and Home Loans to Veterans	1,247,000	
(b) 20-Veterans Claims and Rights	1,449,000	
(c) 30-Care of Sick and Disabled Veterans	756,000	
(d) 35-Home Start-up Costs.....	209,000	
(e) 50.01-General Administration.....	2,103,000	
(f) 50.02-Distributed General Administration.....	–2,103,000	
(g) Reimbursements.....	–319,000	

Item		Amount
(h) Amount payable from the Veterans Service Office Fund (Item 8955-001-0083)	–25,000	
(i) Amount payable from the Veterans' Farm and Home Building Fund of 1943 (Item 8955-001-0592)	–1,247,000	
8955-001-0083—For support of Department of Veterans Affairs, for payment to Item 8955-001-0001, payable from the Veterans Service Office Fund		25,000
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		1,247,000
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 et seq. of the Military and Veterans Code		1,600,000
Schedule:		
(a) 20-Veterans Claims and Rights	2,438,000	
(b) Reimbursements	–838,000	
8955-101-0083—For local assistance, Department of Veterans Affairs, county veteran services offices, payable from the Veterans Service Office Fund		196,000
8960-011-0001—For support of Veterans' Home of California-Yountville		~~25,482,000~~ *28,669,611*
Schedule:		
(a) 30-Care of Sick and Disabled Veterans	~~54,409,000~~ *57,609,073*	
(b) Reimbursements	~~–18,967,000~~ *–18,809,895*	
(c) Amount payable from the Federal Trust Fund (Item 8960-011-0890)	~~–9,960,000~~ *–10,129,567*	

Provisions:

1. The General Fund shall make a loan available to the Veterans' Home of California to meet cash needs resulting from the delay in receipt of federal funds or reimbursements for medical services provided. The loan is short term, and shall be repaid within six months. Interest charges shall be waived pursuant to subdivision (e) of Section 16314 of the Government Code.

Item Amount

2. Any loan authorized pursuant to this item shall require approval by the Department of Finance. Provisions 2, 3, and 4 of Item 9840-011-0001 shall also apply to any loan authorized pursuant to this item.

3. Notwithstanding Section 1012.3 of the Military and Veterans Code or any other provision of law, the Department of Veterans Affairs may increase the fees and charges to residents of the Veterans' Home of California. The department shall assess the fees on an ability-to-pay basis and under no circumstances shall the fees charged exceed the cost of the level of care provided to the resident. In addition, the department shall determine a reasonable level of monthly income for residents' personal use and shall exempt this income from the monthly fees.

4. Of the funds appropriated by this item, $3,606,000 shall be available for the installation of the Veterans' Home Information System at the Veterans' Home of California at Yountville. These funds shall be expended subject to a determination by the Department of Veterans Affairs oversight contractor, the Department of Finance, and the Department of Information Technology that, prior to implementation of the General Ledger, Accounts Payable, Fixed Assets, Accounts Receivable, and Billing Modules at the Yountville Veterans Home, the modules have been successfully implemented in Barstow. Notification of that determination shall be transmitted to the Joint Legislative Budget Committee.

5. Notwithstanding any other provision of law, the California Veterans' Home at Yountville may pursue a deficiency augmentation pursuant to the authority provided in Section 27.00 of this act, if workload data is provided to the Department of Finance that justifies the need for funding or additional positions in the medical care services area.

6. Of the funds appropriated in Schedule (a), $250,000 from the General Fund and $250,000 of federal funds shall be made available to fund a full-time groundskeeper, renovate the memorial monument and tomb of the unknown soldier, clean and restore tombstones, and generally im-

Item	Amount
prove and maintain the veterans cemetery at the Veterans' Home of California at Yountville. Expenditure of the General Fund appropriation is contingent upon receipt of federal funds that have been approved specifically for expenditure on the Yountville Cemetery. The amount of General Fund funds expended for this purpose may be no greater than the amount of federal funds received and expended for this purpose.	
7. Of the funds appropriated in Schedule (a), $500,000 shall be made 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 of the public.	
8. By January 1, 1998, the Department of Veterans Affairs shall provide the fiscal and policy committees of each house of the Legislature with an account of actions taken to increase utilization of, and access to, both outpatient and inpatient services at Holderman Hospital.	
9. To the extent that federal funds become available during the 1997–98 fiscal year for reimbursements of pharmacy costs incurred at the Veterans' Home of California, the Department of Veterans Affairs shall expend those funds, in lieu of funds appropriated by this item, to support the operation of the home. In that event, an amount otherwise appropriated by this item equal to the amount of expended federal funds shall revert to the General Fund.	
8960-011-0890—For support of Veterans' Home of California-Yountville, for payment to Item 8960-011-0001, payable from the Federal Trust Fund.....	~~9,960,000~~ *10,129,567*
8960-490—Reappropriation, Veterans Home of California-Yountville. 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, 1998:	
0001—General Fund	
(1) Item 8960-301-0001 (3) and (4), Budget Act of 1996.	

Item		Amount
8965-001-0001—For support of Veterans' Home of California-Barstow.....		~~10,084,000~~ *9,083,000*
Schedule:		
(a) 30-Care of Sick and Disabled Veterans	~~15,840,000~~ *15,536,000*	
(b) Reimbursements.....	~~–3,016,000~~ *–3,359,000*	
(c) Amount payable from the Federal Trust Fund (Item 8965-001-0890).	~~–2,740,000~~ *–3,094,000*	
Provisions:		
1. Notwithstanding Section 1012.3 of the Military and Veterans Code or any other provision of law, the Department of Veterans Affairs may increase the fees and charges to residents of the Veterans' Home of California, Barstow. The department shall assess the fees on an ability-to-pay basis, and under no circumstances shall the fees charged exceed the cost of the level of care provided to the resident. In addition, the department shall determine a reasonable level of monthly income for residents' personal use and shall exempt this income from the monthly fees.		
8965-001-0890—For support of Veterans' Home of California-Barstow, for payment to Item 8965-001-0001, payable from the Federal Trust Fund.....		~~2,740,000~~ *3,094,000*
8965-003-0001—For Support of the ~~Veterans~~ *Veterans'* Home of ~~California~~ ~~Barstow~~ *California-Barstow* for rental payments on lease revenue bonds		~~860,000~~ *861,000*
Schedule:		
(a) Base rental and fees.....	~~1,313,000~~ *1,314,000*	
(b) Insurance.....	30,000	
(c) Reimbursements.....	–255,000	
(d) Amount payable from Federal Trust Fund (Item 8965-003-0890)	–228,000	
8965-003-0890—For support of the Veterans Home of California Barstow for rental payments on lease revenue bonds, for payment to Item 8965-003-0001, payable from the Federal Trust Fund		228,000

Item		Amount
8975-001-0001—For support of the Veterans Memorial Commission		*350,000*
Provisions:		
1. The funds appropriated by this item shall be used to complete the development and construction of the Veterans Memorial on the grounds of the State Capitol by December 31, 1997, and for no other purpose. As of January 1, 1998, any and all funds remaining in the Veterans Memorial Account, including funds contributed as a result of fundraising activities of the Veterans Memorial Commission, shall revert to the General Fund. Any and all activities of the commission shall be terminated as of January 1, 1998, and any officers or employees of the commission shall be discharged from their assignments, in accordance with legislation enacted in the 1997–98 Regular Session that repeals the commission created pursuant to Chapter 5 (commencing with Section 1310) of Division 6 of the Military and Veterans Code.		
9100-101-0001—For local assistance, Tax Relief		~~474,941,000~~ *460,373,000*
Schedule:		
(a) 10-Senior Citizens' Property Tax Assistance	2,100,000	
(b) 20-Senior Citizens' Property Tax Deferral Program	16,500,000	
(c) 30-Senior Citizen Renters' Tax Assistance	14,500,000	
(d) 50-Homeowners' Property Tax Relief	~~405,471,000~~ *390,903,000*	
(e) 60-Subventions for Open Space	36,000,000	
(f) 90-Substandard Housing	370,000	
Provisions:		
1. Schedule (a) 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 (a) may be used to make payments to senior citizen renter claimants under Schedule (c).		
2. Schedule (b) is for property tax postponement and assistance to claimants in accordance with		

Item	Amount
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 (c) 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.	
Any unexpended balance in Schedule (c) may be used to make payments to senior citizen homeowner claimants under Schedule (a).	
4. Schedule (d) 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 Section 16120 of the Government Code.	
5. Schedule (e) 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, 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 Section 16140 of the Government Code.	
6. Schedule (f) 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	

Item		Amount
Safety Code, to be allocated to local agencies, prorated on the basis of their share of disallowed deductions that resulted from the agencies' proceedings.		
This amount is in lieu of any statutory requirement.		
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 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, State Controller.....		952,000
Schedule:		
(1) 98.01.124.277-Senior Citizens' Property Tax Deferral Program (Ch. 1242, Stats. 1977).....	258,000	
(2) 98.01.092.187-Countywide Tax Rates (Ch. 921, Stats. 1987).....	350,000	
(3) 98.01.069.792-Allocation of Property Tax Revenue (Ch. 697, Stat. 1992).....	344,000	
(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 below, 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. 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		

Item	Amount
are specifically identified by the Legislature for suspension during the 1997–98 fiscal year:	
(a) Senior Citizen's Mobilehome Property Tax Deferral (Ch. 1051, Stats. 1983)	
(b) Property Tax-Family Transfers (Ch. 48, Stats. 1987)	
3. 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.	
9210-101-0001—For local assistance, local government financing, payable from the General Fund.....	100,000,000
Provisions:	
1. The funds appropriated by this item are for allocation by the Controller to local jurisdictions for public safety purposes, as determined by the Director of Finance pursuant to Section 30061 et seq. of the Government Code.	
9210-103-0001—For local assistance, Local Government Financing. For assistance to redevelopment agencies, to be allocated by the State Controller.....	~~5,000,000~~ *6,000,000*
Provisions:	
1. The appropriation made by 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 ~~State~~ Controller shall allocate funds appropriated in this item to redevelopment agencies that have 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 1996–97 fiscal year (as reported for inclusion in the ~~State~~ Controller's ''Annual Report of Financial Transactions Concerning Community Redevelopment Agen-	

Item Amount

cies of California, Fiscal Year 1996–97''), less housing set-aside amounts not available for debt service, and less any reserve requirement deficiency existing as of December 31, 1997, 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, 1997, less the amount of gross tax increment revenues allocated to it in the 1996–97 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 ~~State~~ Controller shall prorate the allocation to those redevelopment agencies ~~which~~ *that* meet the requirements of Provision 2.

4. Notwithstanding Section 2.00, the ~~State~~ Controller shall allocate 50 percent of the appropriation in this item on or before December 31, 1997, and 50 percent of the appropriation in this item on July 31, 1998. Expenditure of the amount to be allocated on July 31, 1998, shall be accounted by the ~~State~~ Controller as an expenditure of the 1998–99 fiscal year.

5. The Controller shall allocate any funds remaining following the allocation required pursuant to Provision 2 to those redevelopment agencies that met the requirements of Provision 2 of Item 9210-103-001 of Section 2.00 of the Budget Act of 1994 (Chapter 139, Statutes of 1994), in an amount sufficient to eliminate any then-remaining shortfall in payment of eligible claims from the 1994–95 fiscal year. If the allocation required by this provision would exceed the amount of the appropriation remaining fol-

Item		Amount
lowing the allocation required pursuant to Provision 2, the Controller shall prorate the allocation required pursuant to this provision. Any allocation required pursuant to this provision shall be made by the Controller on or before September 30, 1998.		
9210-105-0001—For local assistance, Local Government Financing, for assistance to the City of Manteca..		*35,000*
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 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, State Controller.....		4,850,000
Schedule:		
(1) 98.01.048.675-Test Claims and Reimbursement Claims (Ch. 486/75)	2,580,000	
(2) 98.01.064.186-Open Meetings Act Notices (Ch. 641/86).....	2,199,000	
(3) 98.01.084.578-Filipino Employee Surveys (Ch. 845/78).....	0	
(4) 98.01.088.981-Lis Pendens (Ch. 889/81)	0	
(5) 98.01.098.084-Proration of Fines and Court Audits (Ch. 980/84)....	0	
(6) 98.01.099.991-Rape Victim Counseling Ctr. Notices (Ch. 999/91)..	71,000	
(7) 98.01.128.180-Involuntary Lien Notices (Ch. 1281/80).....	0	
(8) 98.01.160.984-Domestic Violence Information (Ch. 1609/84).....	0	
Provisions:		
1. Except as provided in Provision 2 below, 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		

Item Amount

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

2. 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 1997–98 fiscal year:
   (a) Filipino Employee Surveys (Ch. 845/78)
   (b) Lis Pendens (Ch. 889/81)
   (c) Proration of Fines and Court Audits (Ch. 980/84)
   (d) Involuntary Lien Notices (Ch. 1281/80)
   (e) Domestic Violence Information (Ch. 1609/84)
3. 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.

9620-001-0001—For Payment of Interest on General Fund loans, upon order of the Director of Finance, for any General Fund loan ..... ~~51,000,000~~ *20,000,000*

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 obtaining the lowest possible rate of interest on this borrowing. The state fiscal officers shall use external borrowing rather than borrowing from internal state funds whenever it is economically advantageous to the General Fund.
2. In the event that interest expenses related to internal borrowing exceed the amount appropriated by this item, there is hereby appropriated any amounts necessary to pay the interest. Funds appropriated by this item shall not be expended prior to 30 days after the Department of

Item	Amount
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 Cash Management Improvement Act of 1990	~~12,000,000~~ *4,900,000*
Provisions:	
1. Expenditures from the funds appropriated by this item 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.	
2. In the event that expenditures for interest payments to the federal government arising from the Cash Management Improvement Act 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 Committee and the chairperson of the fiscal committees in each house.	

Item		Amount
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 22825.7, 22828, 22829, and 22952 of the Government Code, which cost is not chargeable to any other appropriation		278,710,000
Schedule:		
(a) Health benefit premiums.....	247,787,000	
(b) Dental care premiums.....	30,923,000	
Provisions:		
1. The maximum transfer amounts specified in subdivision (b) of Section 6.50 of this act ~~shall~~ *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 1997–98 fiscal year, shall not be enrolled in a basic health benefits plan during the 1997–98 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 ~~shall~~ *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 annu~~itants shall be $148 for a single enrollee, $282 for~~ *itants shall be $170 for a single enrollee, $314 for*		

Item	Amount
an enrollee and one dependent, and ~~$362~~ *$384* for an enrollee and two or more dependents.	
9670-001-0001—For equity claims before the State Board of Control 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.....	1,000

Provisions:

1. In the event that expenditures for purposes of Item 9670-001-0001 exceed the amount appropriated in this item, the Director of Finance may allocate sufficient amounts, not to exceed $1,200,000, from the Special Fund for Economic Uncertainties to this item.
2. 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.
3. Expenditures made under this item shall be charged to the fiscal year in which the warrant is issued by the State Controller.
4. 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.
5. No payment shall be approved by the Department of Finance or made by the Department of

Item Amount

Justice from this item except in full and final satisfaction of the claim, settlement, compromise, or judgment upon which the payment is based.

6. 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 the General Fund or 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 Board of Control and Settlements and Judgments by Department of Justice) are to be recorded under Organization Code 9671 (Equity Claims of Board of Control) and Organization Code 9672 (Settlements and Judgments by Department of Justice).

9800-001-0001—For Augmentation for Employee Compensation ..... ~~0~~
250,000,000

Provisions:

1. It is the intent of the Legislature that the appropriation amount specified by this item not be construed to control or influence collective bargaining between the state employer and the exclusive representatives of state employees. It is the intent of the Legislature that funds be appropriated in accordance with the provisions of any memoranda of understanding executed by the employer and employee organizations and subsequently ratified by the Legislature pursuant to Chapter 10.3 (commencing with Section 3512) of Division 4 of Title 1 of the Government Code.

2. It is the intent of the Legislature that the amount appropriated by this item be considered the amount necessary to fund the first year of a multiyear compensation agreement to be imple-

Item | Amount

mented in memoranda of understanding. It is further the intent of the Legislature that the memoranda of understanding creatively address a range of employment compensation and benefit issues, including, but not limited to, redressing the loss of purchasing power for state employees that has occurred since the last general salary increase, mitigating salary inequities, and improving future purchasing power for state employees.

9800-001-0494—For Augmentation for Employee Compensation, payable from other unallocated special funds..... ~~0~~ *150,000,000*

Provisions:

1. It is the intent of the Legislature that the amount in this item ~~shall~~ not be construed to control or influence collective bargaining between the state employer and the exclusive representatives of state employees. It is the intent of the Legislature that funds be appropriated in accordance with the provisions of any memoranda of understanding executed by the employer and employee organizations and subsequently ratified by the Legislature pursuant to Chapter 10.3 (commencing with Section 3512) of Division 4 of Title 1 of the Government Code.
2. *It is the intent of the Legislature that the amount appropriated by this item be considered the amount necessary to fund the first year of a multiyear compensation agreement to be implemented in memoranda of understanding. It is further the intent of the Legislature that the memoranda of understanding creatively address a range of employment compensation and benefit issues, including, but not limited to, redressing the loss of purchasing power for state employees that has occurred since the last general salary increase, mitigating salary inequities, and improving future purchasing power for state employees.*

9800-001-0988—For Augmentation for Employee Compensation, payable from other unallocated nongovernmental cost funds..... ~~0~~ *90,000,000*

Item Amount

Provisions:

1. It is the intent of the Legislature that the amount in this item shall not be construed to control or influence collective bargaining between the state employer and the exclusive representatives of state employees. It is the intent of the Legislature that funds be appropriated in accordance with the provisions of any memoranda of understanding executed by the employer and employee organizations and subsequently ratified by the Legislature pursuant to Chapter 10.3 (commencing with Section 3512) of Division 4 of Title 1 of the Government Code.

2. It is the intent of the Legislature that the amount appropriated by this item be considered the amount necessary to fund the first year of a multiyear compensation agreement to be implemented in memoranda of understanding. It is further the intent of the Legislature that the memoranda of understanding creatively address a range of employment compensation and benefit issues, including, but not limited to, redressing the loss of purchasing power for state employees that has occurred since the last general salary increase, mitigating salary inequities, and improving future purchasing power for state employees.

9800-011-0001—For Augmentation for Employee Compensation (Proposition 98)..... ~~0~~ *10,000,000*

Provisions:

1. It is the intent of the Legislature that the amount in this item shall not be construed to control or influence collective bargaining between the state employer and the exclusive representatives of state employees. It is the intent of the Legislature that funds be appropriated in accordance with the provisions of any memoranda of understanding executed by the employer and employee organizations and subsequently ratified by the Legislature pursuant to Chapter 10.3 (commencing with Section 3512) of Division 4 of Title 1 of the Government Code.

2. It is the intent of the Legislature that the amount appropriated by this item shall be considered as the amount necessary to fund the first year of a multiyear compensation agreement to

Item Amount

be implemented in memoranda of understanding. It is further the intent of the Legislature that the provisions of any memoranda of understanding creatively address a range of employment compensation and benefit issues, including, but not limited to, satisfying the loss of purchasing power for state employees that has occurred since the last general salary increase, mitigating salary inequities, and improving the future purchasing power for state employees.

9840-001-0001—For Augmentation for Contingencies or Emergencies 2,000,000

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 $200,000 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 emer-

Item Amount

gency, 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 1997–98 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, except 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 1997–98 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

Item	Amount
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 nongovernmental cost funds made by this act for the 1997–98 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.	

Item Amount

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, 1997, the balances of the appropriations made by Items 9840-001-0001, 9840-001-0494 and 9840-001-0988, Budget Act of 1996, shall revert to the unappropriated surplus of the General Fund, special funds, and nongovernmental cost funds, respectively.

As of July 1, 1997, the amounts reverted as of June 30, 1997, for Items 9840-001-0001, 9840-001-0494 and 9840-001-0988, Budget Act of 1996, are reappropriated and shall be available until June 30, 1998, 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 1996–97 fiscal year.

9860-301-0001—For unallocated capital outlay (10.10.010) 50,000

Provisions:

1. The funds appropriated by 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 1998–99 or 1999–2000 Governor's Budget. 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.

9899-001-0001—For allocation by Department of Finance in support of century change information technology activities for applicant state agencies, departments, boards, commissions, or other entities of state government..... 25,000,000

Provisions:

1. The Department of Finance shall make allocations from the funds appropriated by this item for the 1997–98 fiscal year for century change information technology activities of applicant state agencies, departments, boards, commissions, or other entities of state government

Item Amount

(hereafter ''state agency'') that comply with the requirements of the Management Memorandum 96-28 and California 2000 Program Guide of the Department of Information Technology. The Department of Finance shall apportion the funds available under this item based on the ''Year 2000 Statement of Validation'' for each application as prepared by the Department of Information Technology pursuant to Provision 1 of Item 0505-001-001 of this act.

2. No authorization for expenditure may be granted under this item to the Legislature, the University of California, the California State University, the State Compensation Insurance Fund, or any agency provided for under Article VI of the California Constitution.

3. An allocation approved by the Department of Finance under this item shall be made not 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 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. Commencing October 1, 1997, the Department of Finance shall provide quarterly reports 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, listing the allocations made pursuant to this item and identifying the department, the project, and the amount for each allocation.

9899-001-0494—For allocation by Department of Finance in support of century change information technology activities for applicant state agencies, departments, boards, commissions, or other entities of state government, payable from unallocated special funds 20,000,000

Provisions:

1. In accordance with the procedure set forth in Provision 1 of Item 9899-001-0001 of this act, and notwithstanding any other provision of law, the Department of Finance may authorize an applicant state agency, department, board, commis-

Item | Amount

sion, or other entity of state government to expend special fund moneys for century change information technology activities that are consistent with the purposes of that special fund. There are hereby appropriated from each special fund the sums necessary to fund the projects authorized under this provision as consistent with the purposes of that special fund, except that the aggregate amount of special fund moneys that may be authorized for expenditure pursuant to this item for the 1997–98 fiscal year may not exceed twenty million dollars ($20,000,000).

2. Provisions 2 and 3 of Item 9899-001-0001 of this act also apply to allocations authorized by this item.

9899-001-0988—For allocation by Department of Finance in support of century change information technology activities for applicant state agencies, departments, boards, commissions, or other entities of state government, payable from unallocated nongovernmental cost funds..... 5,000,000

Provisions:

1. In accordance with the procedure set forth in Provision 1 of Item 9899-001-0001 of this act, and notwithstanding any other provision of law, the Department of Finance may authorize an applicant state agency, department, board, commission, or other entity of state government to expend nongovernmental cost fund moneys for century change information technology activities that are consistent with the purposes of that nongovernmental cost fund. There are hereby appropriated from each nongovernmental cost fund the sums necessary to fund the projects authorized under this provision as consistent with the purposes of that fund, except that the aggregate amount of nongovernmental cost fund moneys that may be authorized for expenditure pursuant to this item for the 1997–98 fiscal year may not exceed five million dollars ($5,000,000).

2. Provisions 2 and 3 of Item 9899-001-0001 of this act also apply to allocations authorized by this item.

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, 1997, 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 retirement 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 1997–98,'' submitted by the Governor to the Legislature at the 1997 portion of the 1997–98 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. 3.50. 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 Employ-

ees' Retirement Fund as provided by Sections ~~20751 and 20752~~ *20822 and 20824* of the Government Code, the state's contribution to the Teachers' Retirement Fund as provided by Sections ~~23000, 23400, and 23400.1~~ *22950, 22951, and 23000* of the Education Code, the state's contribution to the Old Age and Survi~~vors'~~ *vors* Insurance Revolving Fund as provided by Sections ~~20782 and 20783~~ *20862 and 20863* of the Government Code, the state's contribution to the Old Age and ~~Survivors'~~ *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 ~~20751, 20752, 20782, 20783~~ *20822, 20824, 20862, 20863* , 22825.1, 22828, and 22829 of the Government Code and by Sections ~~23000, 23400 and 23400.1~~ *22950, 22951, and 23000* of the Education Code, shall continue to be available for expenditure, and shall be charged for any expenditure ~~which~~ *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 ~~State~~ Controller may transfer to the State Payroll Revolving Fund the contributions required by Sections ~~20751, 20752, 20782, 20783~~ *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 ~~20754~~ *20826* of the Government Code, may transfer from the State Payroll Revolving Fund to the Public Employees' Retirement Fund and the Old Age and Sur~~vivors'~~ *vivors* Insurance Revolving Fund the amounts of contributions.

SEC. 3.60. (a) Notwithstanding any other provision of law, the employers' retirement contributions for the 1997–98 fiscal year ~~,~~ ~~which~~ *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 and who is in that employ-

ment 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	~~13.106%~~
	12.721%
Miscellaneous, Second Tier	~~9.345%~~
	9.822%
State Industrial.....	~~9.260%~~
	9.048%
State Safety	~~14.656%~~
	13.754%
Highway Patrol	~~15.851%~~
	15.515%
Peace Officer/Firefighter.....	~~15.401%~~
	15.270%

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 1997–98 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 ~~State~~ 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. 3.90. (a) Notwithstanding any other provision of this act, the Director of Finance shall reduce each item of appropriation in Section 2.00 of this act that makes an appropriation from the General Fund for the support of any state agency, department, board, commission, or other entity of state government by not more than three percent to reflect an aggregate reduction in the amount of three hundred million dollars ($300,000,000). The Director of Finance shall allocate the necessary reductions to accomplish the reductions required by this section. To the extent possible, vacant positions shall be eliminated to achieve the reduction.

(b) The Director of Finance shall notify the Chairperson of the Joint Legislative Budget Committee in writing no later than 30 days following the director's reduction of an appropriation pursuant to this section.

SEC. 3.95. Notwithstanding any other provision of law, an unallocated reduction of one million dollars ($1,000,000) is hereby made to the Legislative Data Center in Item 0160-001-0001 of Section 2.00 of this act.

SEC. 4.20. 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 0.5 percent of the gross health insurance premiums paid by the employer and employee for administrative expenses.

SEC. 5.25. (a) Payment of specified attorney's fee claims, settlements, compromises, and judgments 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.

(b) Expenditures authorized by 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) Payments authorized by this section shall be made only for (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.

(d) 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.

(e) 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. 6.00. No more than $35,000 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 $250,000, and any approved critical project costing more than $35,000, but not greater than $250,000, 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. 8.50. (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 1997–98 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 1997. 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. 9.50. 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, any state agency that contracts for the services of legal counsel may not pay more than one hundred twenty-five dollars ($125) per hour for those services, except that, with the approval of the Department of Finance, a higher rate may be paid for services requiring specialized legal skills. The Department of Finance shall submit no later than March 2, 1998, to the Joint Legislative Budget Committee and the fiscal committees in each house of the Legislature, a report identifying, for each approval granted under this section to pay a higher rate for legal services, the agency that applied for and received the approval, the type of specialized services required, and the total amount of the anticipated expenditures for those legal services.

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 1997–98 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.

SEC. 11.50. Notwithstanding any other provision of law, the sum of two million one hundred twenty-six thousand dollars ($2,126,000) shall be allocated to the Habitat Conservation Fund for the 1997–98 fiscal year from the tidelands oil revenue otherwise subject to Section 6217 of the Public Resources Code.

SEC. 11.51. The Director of Finance may allocate funds among the Energy and Resources Fund; the Energy Account, Energy and Resources Fund; and the Resources Account, Energy and Resources Fund.

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, 1997, from the following funds: (a) State Construction Program Fund; (b) Special Account for Capital Outlay; (c) Energy and Resources Fund; and (d) Capital Outlay Fund for Public Higher Education.

SEC. 11.60. Notwithstanding Article 12 (commencing with Section 16429.30) of Chapter 2 of Part 2 of Division 4 of Title 2 of the Government Code, ~~Section 25115 of the Revenue and Taxation Code,~~ or any other provision of law, all moneys deposited in the California Unitary Fund during the 1997–98 fiscal year and all expenditures, disbursements, and transfers from the California Unitary Fund shall be budgeted and accounted for at the fund level. No expenditure, disbursement, or transfer shall be made from the California Unitary Fund except in accordance with this act.

SEC. 11.61. Notwithstanding Article 12 (commencing with Section 16429.30) of Chapter 2 of Part 2 of Division 4 of Title 2 of the Government Code, ~~Section 25115 of the Revenue and Taxation Code,~~ or any other provision of law, all moneys deposited in the California Unitary Fund during the 1997–98 fiscal year shall be transferred to the General Fund on a quarterly basis.

SEC. 12.00. For the purposes of Article XIII B of the California Constitution, there is hereby established a state ''appropriations limit'' of forty-five billion one hundred ~~twenty-seven million dollars~~

~~($45,127,000,000)~~ *twenty-six million nine hundred ninety-nine thousand dollars ($45,126,999,000)* for the 1997–98 fiscal year.

Any judicial action or proceeding to attack, review, set aside, void, or annul the ''appropriations limit'' for the 1997–98 fiscal year shall be commenced within 45 days of the effective date of this act.

SEC. 12.20. (a) The Controller shall transfer from the General Fund to the Special Deposit Fund for the 1997–98 fiscal year the sum of thirty million seven thousand, four hundred fifty-three dollars ($30,007,453), which is hereby appropriated to satisfy the state's obligation for that fiscal year, as identified in the February 14, 1996, Stipulation For Settlement And Entry of Judgment in the cases of Malibu Video Systems v. Brown and Abramovitz v. Wilson, as consolidated (Case Nos. BC101796, BC103453, BC106884, and BC120571 in the Superior Court of the County of Los Angeles), to make repayments, including interest as specified in the stipulation, to various special funds as identified in Exhibit A of that stipulation. The Controller shall transfer, upon order of the Department of Finance, from those moneys in the Special Deposit Fund to each identified special fund, an amount equal to the repayment obligation for that special fund for the 1997–98 fiscal year, including an adjustment for interest, pursuant to the stipulation.

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 Final Change Book for the 1997–98 fiscal year ending balance in the Special Fund for Economic Uncertainties, as of July 1, 1997. 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 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 1997–98 fiscal year are ~~twenty billion nine hundred eighty-five million five hundred thirty-nine thousand dollars ($20,985,539,000), or 41.9~~ ____ *dollars ($____), or* ____ percent of total General Fund revenues and transfers subject to the state appropri-

ations limit. General Fund revenues appropriated for school districts are ~~eighteen billion nine hundred nineteen million eight hundred thirty-seven thousand dollars ($18,919,837,000), or 37.8~~ ____ *dollars ($____), or* ____ percent of total General Fund revenues and transfers subject to the state appropriations limit. General Fund revenues appropriated for ~~California Community College districts are one billion seven hundred seventy-seven million five hundred forty-two thousand dollars ($1,777,542,000), or 3.5 percent of total~~ *community college districts are ____ dollars ($____), or ____ 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 ~~eighty-eight million one hundred sixty thousand dollars ($88,160,000), or 0.2~~ ____ *dollars ($____), or* ____ percent of total General Fund revenues and transfers subject to the state appropriations limit. General Fund revenues appropriated for partial repayment of emergency loans are ~~two hundred million dollars ($200,000,000), or 0.4~~ ____ *dollars ($____), or* ____ percent of total General Fund revenues and transfers subject to the state appropriations limit.

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, 1997, of the appropriations made by Items 0160-001-0001 and 8840-001-0001 of the Budget Act of 1996 are reappropriated and shall be available for encumbrance until June 30, 1998, 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.

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 1997–98 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 1997–98 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 1997–98 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, 1998, 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.

EDUCATION

SEC. 24.00. For the 1997–98 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 (a) promotes or uses reading instruction methodologies that emphasize contextual clues in lieu of fluent decoding, or (b) systematically uses or encourages inventive spelling techniques in the teaching of writing.

SEC. 24.10. (a) Notwithstanding Section 1464 of the Penal Code or Section 41304 of the Education Code, the first one million and ninety-four thousand dollars ($1,094,000) received by the Driver Training Penalty Assessment Fund for the 1997–98 fiscal year shall be available for the purposes of Item 6110-001-0178. The amount retained by the Driver Training Penalty Assessment Fund for the pur-

poses of Item 6110-001-0178 may be adjusted by the Department of Finance for actions pursuant to any Budget Act Control Section.

(b) After moneys are retained in the Driver Training Penalty Assessment Fund pursuant to subsection (a), the Controller shall transfer, on a monthly basis, any balance in the fund to the Victim Witness Assistance Fund, and the Peace Officers' Training Fund, using ratios of 15.575 percent and 6.240 percent, respectively. 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 1997–98 fiscal year pursuant to Section 17789 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, 1999, the amount of lottery funds that each entity received and the purposes for which those funds were expended in the 1997–98 fiscal year, including administrative costs, and proposed expenditures and purposes for expenditure for the 1998–99 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 January 15, 1998, the State Department of Education shall report to the Legislature and the Governor the results of the survey for the 1996–97 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 for personal services or operating expenses and equipment for a program, project, or function, which amount is designated 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. Upon the conclusion of the 1997–98 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.

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 1997–98 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, Temporary Assistance for Needy Families (TANF), 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 considers 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 a deficiency or emergency expenditure shall include a determination by the Director of Finance as to whether the expenditure was proposed previously at any point in the Legislature's consideration of the Budget Bill for the 1997–98 fiscal year and was not approved and, if the expenditure not approved, for what reasons.

(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 1997–98 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 10 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 1997–98 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 1997–98 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 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, 1998.

SEC. 28.50. Except as otherwise provided by law, an officer, department, division, bureau, or other agency of the state may expend for the 1997–98 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. For any expenditure of reimbursements for the 1997–98 fiscal year that exceed 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.

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, 1998, no moneys in that 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, 1998.~~

~~(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.~~

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, ~~1997~~ 1998 , no moneys in that 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, ~~1997~~ 1998 .

(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.

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 budget 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 five thousand two hundred eighty-three dollars ($5,283) as of July 1, 1997. 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 1997–98 fiscal year shall terminate on June 30, 1998, except for those positions that have been (a) included in the Governor's Budget for the 1998–99 fiscal year as proposed new positions, or (b) approved by the Department of Finance and reported to the Legislature after the 1998–99 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 1998–99 fiscal year, provided these positions are shown in the Governor's Budget for the 1999–00 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 posi-

tions deleted by the Legislature through the budget process for the 1998–99 fiscal year.

(e) No money in any 1997–98 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 1998–99 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. 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, such 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. 35.00. This act, inasmuch as it provides for an appropriation for the usual current expenses of the state, shall, under the provisions of Section 8 of Article IV of the California Constitution, take effect immediately.

SEC. 36.00. 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 California 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 1997–98 fiscal year and provides for capital outlay appropriations, in continuation of existing programs and to promote and sustain the economy of the state. It is imperative that these appropriations be available for expenditure commencing not later than July 1, 1997. 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.

Department	Organization Code
''A''	
Academic Content and Performance Standards, Commission for the Establishment of	6115
Accountancy, Board of	1120
Acupuncture Examining Committee	1400
Administrative Law, Office of	8910
Aging, Commission on	4180
Aging, Department of	4170
Agricultural Labor Relations Board	8300
Air Resources Board, State	3900
Alcohol and Drug Programs, State Department of	4200
Alcoholic Beverage Control, Department of	2100
Alcoholic Beverage Control Appeals Board	2120
Alternative Energy and Advanced Transportation Financing Authority, California	0971
Architectural Examiners, State Board of	1130
Arts Council, California	8260
Assembly	0120
Athletic Commission, State	1140
Audits, Bureau of State	8855
Augmentation for Contingencies or Emergencies	9840
''B''	
Banking Department, State	2140
Barbering and Cosmetology, State Board of	1165
Behavioral Science Examiners, Board of	1170
Boards. See subject (e.g., Air Resources, Control, etc.)	
Boating and Waterways, Department of	3680
Business, Transportation and Housing Agency, Secretary of the	0520

Department	Organization Code
''C''	
California Tahoe Conservancy	3125
Child Development and Education, Secretary of	0558
Child Development Programs Advisory Committee.	4220
Chiropractic Examiners, State Board of	8500
Citizens Compensation Commission, California	8385
Coachella Valley Mountains Conservancy	3850
Coastal Commission, California	3720
Coastal Conservancy, State	3760
Colorado River Board of California	3460
Commerce (see Trade and Commerce Agency, 2920)	
Community Colleges, Board of Governors of the California	6870
Community Services and Development, Department of	4700
Conservation, Department of	3480
Conservation Corps, California	3340
Consumer Affairs-Bureaus, Programs and Divisions, Department of	1111
Consumer Affairs-Regulatory Boards, Department of	1120–1600
Contractors State License Board	1230
Contributions to. See subject (e.g., Judges' Retirement, Teachers' Retirement, etc.)	
Control, Board of	8700
Controller, State	0840
Corporations, Department of	2180
Corrections, Board of	5430
Corrections, Department of	5240
Councils. See subject (e.g., Arts, etc.)	
Court Reporters Board of California	1520
Criminal Justice Planning, Office of	8100
''D''	
Debt and Investment Advisory Commission, California	0956
Debt Limit Allocation Committee, California	0959
Delta Protection Commission	3840
Dental Examiners of California, Board of	1260–1270
Dentistry, Board of	1260
Department of. See subject (e.g., Corrections, Food and Agriculture, etc.)	

Department	Organization Code
Developmental Disabilities, Area Boards on.....	4110
Developmental Disabilities, State Council on.....	4100
Developmental Services, State Department of.....	4300
''E''	
Education, State Department of.....	6110
Emergency Medical Services Authority.....	4120
Emergency Services, Office of	0690
Employee Compensation, Augmentation for.....	9800
Employment Development Department.....	5100
Energy Resources Conservation and Development Commission, State.....	3360
Environmental Health Hazard Assessment, Office of.....	3980
Environmental Protection, Secretary for.....	0555
Equalization, State Board of.....	0860
Equity Claims of Board of Control and Settlements and Judgments by Department of Justice	9670
Exposition and State Fair, California.....	8560
''F''	
Fair Employment and Housing Commission	1705
Fair Employment and Housing, Department of.....	1700
Fair Political Practices Commission.....	8620
Finance, Department of.....	8860
Financial Institutions, Department of.....	2150
Fish and Game, Department of.....	3600
Food and Agriculture, Department of.....	8570
Forestry and Fire Protection, Department of	3540
Franchise Tax Board	1730
''G''	
General Services, Department of	1760
Geologists and Geophysicists, State Board of Registration for	1340
Governor's Office.....	0500
Guide Dogs for the Blind, State Board of.....	1350
''H''	
Hastings College of the Law	6600
Health and Welfare Agency, Secretary of the	0530
Health and Welfare Agency Data Center	4130
Health and Dental Benefits for Annuitants	9650

Department	Organization Code
Health Services, State Department of	4260
Hearing Aid Dispensers Examining Committee	1410
Highway Patrol, Department of the California	2720
Homicide Trials, Payments to Counties for Costs of.	8180
Horse Racing Board, California	8550
Housing and Community Development, Department of	2240
''I''	
Independent Living Council, State	5170
Industrial Development Financing Advisory Commission, California	0965
Industrial Relations, Department of	8350
Information Technology, Department of	0505
Institutions (See Department of Corrections, State Department of Health, etc.)	
Insurance, Department of	0845
Integrated Waste Management Board, California	3910
Interest Payments to the Federal Government	9625
''J''	
Judges' Retirement Fund, Contributions to	0390
Judicial Performance, Commission on	0280
Judiciary	0250
Justice, Department of	0820
''L''	
Lands Commission, State	3560
Landscape Architects, Board of	1370
Law Revision Commission, California	8830
Legislative Analyst, Office of the	0130
Legislative Counsel Bureau	0160
Legislature (See Assembly, Senate, or Joint Expenses)	
Library, California State	6120
Lieutenant Governor, Office of the	0750
Local Government Financing	9210
''M''	
Managed Risk Medical Insurance Board	4280
Medical Assistance Commission, California	4270
Medical Board of California	1390–1460
Memberships in Interstate Organizations	8800

Department	Organization Code
Mental Health, State Department of	4440
Military Department	8940
Milton Marks ''Little Hoover'' Commission on California State Government Organization and Economy	8780
Motor Vehicles, Department of	2740
''N''	
Native American Heritage Commission	8280
Nursing Home Administrators, State Board of	1470
''O''	
Occupational Information Coordinating Committee, California	6330
Office of. See subject (e.g., Emergency Services, Planning and Research, etc.)	
Optometry, State Board of	1480
Osteopathic Medical Board of California	8510
''P''	
Parks and Recreation, Department of	3790
Payment of Interest on General Fund Loans	9620
Peace Officer Standards and Training, Commission on	8120
Personnel Administration, Department of	8380
Personnel Board, State	1880
Pesticide Regulation, Department of	3930
Pharmacy, California State Board of	1490
Physical Therapy Examining Committee	1420
Physician's Assistant Examining Committee	1430
Pilot Commissioners for the Bays of San Francisco, San Pablo and Suisun, Board of	8530
Planning and Research, Office of	0650
Podiatry Examining Committee	1440
Political Reform Act of 1974	8640
Postsecondary Education Commission, California	6420
Prison Terms, Board of	5440
Private Postsecondary and Vocational Education, Council for	6880
Professional Engineers and Land Surveyors, State Board of Registration for	1500
Psychiatric Technician Program, Board of Vocational Nurse	1600
Psychology, Board of	1450

Department	Organization Code
Public Defender, State	8140
Public Employees' Retirement System	1900
Public Employment Relations Board	8320
Public Utilities Commission	8660

''R''

Real Estate Appraisers, Office of	2310
Real Estate, Department of	2320
Registered Nursing, Board of	1510
Rehabilitation, Department of	5160
Resources Agency, Secretary of the	0540
Resources Programs, Special	3110
Respiratory Care Examining Committee	1455

''S''

San Francisco Bay Conservation and Development Commission	3820
San Joaquin River Conservancy	3830
Santa Monica Mountains Conservancy	3810
Savings and Loan, Department of	2340
Science Center, California	1100
Secretary of State	0890
Seismic Safety Commission	3580
Senate	0110
Social Services, State Department of	5180
Special Environmental Programs	3985
Special Resources Programs	3110
Special Transportation Programs	2640
Speech Pathology and Audiology Examining Committee	1460
State. See subject (e.g., Controller, Treasurer, etc.)	
State and Consumer Services, Secretary for	0510
State Mandates, Commission on	8885
Statewide Health Planning and Development, Office of	4140
Status of Women, Commission on the	8820
Stephen P. Teale Data Center	2780
Structural Pest Control Board	1530
Student Aid Commission	7980
Summer School for the Arts, California State	6255

Department	Organization Code
''T''	
Tax Credit Allocation Committee, California	0968
Tax Relief	9100
Teacher Credentialing, Commission on	6360
Teachers' Retirement System, State	1920
Toxic Substances Control, Department of	3960
Trade and Commerce Agency, California	2920
Traffic Safety, Office of	2700
Transportation, Department of	2660
Transportation Commission, California	2600
Transportation Programs, Special	2640
Treasurer, State	0950
Trial Court Funding, State	0450
''U''	
Unallocated Capital Outlay	9860
Uniform State Laws, California Commission on	8840
University, California State	6610
University of California	6440
''V''	
Veterans Affairs, Department of	8955
Veterans' Home of California-Yountville	8960
Veterans' Home of California-Barstow	8965
Veterinary Medicine, Board of Examiners in	1560–1570
Violent Offender Incarceration and Truth in Sentencing (Federal Crime Bill Program)	5991
Vocational Nurse and Psychiatric Technician Examiners, Board of	1590–1600
''W''	
Water Resources, Department of	3860
Water Resources Control Board, State	3940
Wildlife Conservation Board	3640
Workers' Compensation Benefits for Subsequent Injuries	8450
Workers' Compensation Benefits for Disaster Service Workers	8460
World Trade Commission (see Trade and Commerce Agency, 2920)	

Department	Organization Code
''Y''	
Youth and Adult Correctional Agency, Secretary of the	0550
Youth Authority, Department of the	5460
Youthful Offender Parole Board	5450

INDEX FOR CONTROL SECTIONS

SEC. 99.50. The following is an index to the general sections of this act. These sections serve to define terms and identify restrictions concerning the appropriations contained in this act.

1.00 Budget Act Citation
1.50 Intent and Format
2.00 Availability of Appropriations
3.00 Defines purposes of Appropriations
3.50 Benefit Charges against Salaries and Wages
3.60 Contribution to Public Employees' Retirement Benefits
4.20 Contribution to Public Employees' Contingency Reserve Fund
5.25 Attorneys' Fees
6.00 Project alterations limits
8.50 Federal Funds Receipts
8.51 Federal Funds Accounts
9.20 Administrative Costs associated with the acquisition of property
9.30 Federal Levy of State Funds
9.50 Minor Capital Outlay Projects
11.00 EDP/Information Technology Reporting Requirements
11.51 Energy-related Fund Transfers
11.52 Transfer of Unencumbered Balance of Various Funds to the General Fund
11.60 Accounting of, and Allocations from, California Unitary Fund
11.61 Unitary Fund Transfer
12.00 State Appropriations Limit (SAL)
12.20 Loans to Special Funds for Litigation
12.30 Special Fund for Economic Uncertainties
12.32 Proposition 98 Funding Guarantee
13.00 Legislative Counsel Bureau
14.00 Special fund loans between boards of the Department of Consumer Affairs
~~16.01 Abortion Restrictions on Disciplined Providers~~
24.00 State School Fund Allocations
24.03 Reading Control
24.10 Transfer Surplus of Driver Training Penalty Assessment Fund to the General Fund
24.30 Transfer School Building Rental Income to the General Fund
24.60 Report of Lottery Funds Received
24.70 Local Educational Agency Fiscal Accountability
26.00 Intraschedule Transfers
27.00 Deficiency Reporting Requirements
28.00 Program Change Notification
28.50 Agency Reimbursement Payments

29.00 Personnel-Year Estimates of Governor's Budget, May Revision and Final Change Book
30.00 Continuous Appropriations
31.00 Budget Act Administrative Procedures for Salaries and Wages
32.00 Prohibits Excess Expenditures
33.00 Item Veto Severability
34.00 Constitutional Severability
35.00 Provides that Budget Act is for Usual and Current Expenses
36.00 Urgency Clause
99.00 Alphabetical Organization Index
99.50 Numerical Control Section Index

O