



Resources (VII): Page 19/Issues 111 and 113; Health (III): Pages 24 and 29/Issues 504 and 505 Implementation of the 2010 Water Bond—Issues in Conference^a

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(In Thousands)

Page	Item	Proposal	Governor	Senate	Assembly	LAO Recommendations
19	0540-001-6080 and 3860-Reim- bursements	Red Bluff Diversion Dam Fish Passage Improvement Project	\$57,900	Deny	AAB	(A)—Project is consistent with a narrowly prescribed bond funding provision and existing cost-sharing agreement with federal partner.
19	3860-001-6080 and 3860-101-6080	Drought Relief Grants	145,000	\$100	\$145,000 one time +2-year encumbrance	(S)+\$300. Approve bond funding for planning purposes at a level sufficient to adopt rules and regulations (\$400) so that programs are ready to begin implementation at start of BY +1 with funding allocated in next year's budget plan.
19	3860-001-6080 and 3860-101-6080	Water Conservation and Recycling Grant Funding	295,000	Deny	\$295,000 one time +2-year encumbrance	(S)+\$400. Approve bond funding for planning purposes at a level sufficient to adopt rules and regulations (\$400) so that programs are ready to begin implementation at start of BY +1 with funding allocated in next year's budget plan.
24 and 29	4265-001-6080 and 4265-111-6080	Department of Public Health Groundwater Projects and Emer- gency Grants	103,501 (501-SO) (103,000-LA)	AAB	Deny	(S)-\$103,000. Approve bond funding for planning purposes at a level sufficient to adopt rules and regulations (\$501) so that programs are ready to begin implementation at start of BY +1 with funding allocated in next year's budget plan.
Totals			\$601,401	\$103,601	\$497,900	\$59,201

^a Both houses rejected additional administration proposals totaling about \$524 million for projects related to wastewater treatment, conveyance, ecosystem restoration, and drinking water programs.

BY = budget year; AAB = approved as budgeted; SO = state operations; and LA = local assistance.

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Major Issues in Conference:

- **Senate-only** approves funding (at Governor’s proposed level) for Department of Public Health (DPH) groundwater projects and emergency grants.
- **Assembly-only** approves funding at Governor’s proposed level (on one-time basis) for drought relief grants, water recycling, and water conservation at the Department of Water Resources (DWR). In these program areas, the Senate approves only \$100,000 for planning purposes for drought relief grants.
- **Assembly-only** approves funding (at Governor’s proposed level) for Red Bluff Diversion Dam.

Recommend a compromise to provide for development of criteria and regulations related to grants (to be funded in next year’s budget) and to allow for construction of a shovel-ready project in the budget year:

- As with the Senate, approve planning funding, but do so for all grant programs for which funding was approved by at least one house. Accordingly, approve funding—at a level matching planning workload requirements as estimated by the departments—in the following three program areas:
 - Drought relief grants (DWR).
 - Water recycling and conservation (DWR).
 - Groundwater projects and emergency grants (DPH).

This would allow the Legislature more oversight and clarity about each department’s plans for the allocation of grant funding related to these programs.

- As with the Assembly, authorize funding for the Red Bluff Diversion Dam Fish Passage Improvement Project to provide the state cost-share amount for this project.