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May 10, 2019

Honorable Holly Mitchell, Chair Senate Budget and Fiscal Review Committee

Attention: Mr. Joe Stephenshaw, Staff Director (2)

Honorable Phil Ting, Chair Assembly Budget Committee

Attention: Mr. Christian Griffith, Chief Consultant (2)

Amendment to Budget Bill Item 5180-101-0001, Local Assistance, Department of Social Services

It is requested that Item 5180-101-0001 be increased by \$5,086,000 to reflect a proposed decrease in 1991 Realignment funds available to offset General Fund costs in the California Work Opportunity and Responsibility to Kids (CalWORKs) program.

The 2019-20 May Revision (released on May 9, 2019) maintained the Governor's Budget proposal to increase the redirection of health realignment revenues from 60 percent to 75 percent for the counties of Placer, Sacramento, Santa Barbara, and Stanislaus. The Administration has subsequently reevaluated this proposal due to the potential negative impacts to public health activities in these counties. Therefore, the Administration is withdrawing its proposal, which reduces the amount of redirected funding to offset General Fund costs in CalWORKs by \$5,086,000. Forthcoming statutory changes will conform to reflect this amendment.

If you have any questions or need additional information regarding this matter, please call Guadalupe Manriquez, Principal Program Budget Analyst, at (916) 445-6423.

KEELY MARTIN BOSLER

Director

By:

VIVEK VISWANATHAN Chief Deputy Director

cc: On following page