

UC Davis State Government Relations Update May 2021

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Legislation

AB 26 (Holden) passed out of the Assembly Appropriations Committee with amendments. The bill disqualifies a person from being a peace officer if they have been found by a law enforcement agency that employs them to have either used excessive force resulting in great bodily injury or death or failed to intercede in that incident as required by the law enforcement agency's policies. The University has a Watch position on the bill.

AB 32 (Aguiar-Curry) passed out of the Assembly Appropriations Committee with amendments. The bill requires the State Department of Health Care Services to indefinitely continue the telehealth flexibilities in place during the COVID-19 pandemic state of emergency. The University has a Support position on the bill.

AB 45 (Aguiar-Curry) passed out of the Assembly Appropriations Committee with amendments. The bill imposes a \$250 fee on each manufacturer who produces industrial hemp products or raw hemp extract, to be used, upon appropriation, to fund an Industrial Hemp Research Program at the UC. The University's position on the bill is pending.

AB 48 (Gonzalez) passed out of the Assembly Appropriations Committee. The bill prohibits the use of kinetic energy projectiles or chemical agents by any law enforcement agency to disperse any assembly, protest, or demonstration, except in compliance with specified standards, and prohibits their use solely due to a violation of an imposed curfew, verbal threat, or noncompliance with a law enforcement directive. The University has a Watch position on the bill.

AB 53 (Low) was held in the Assembly Appropriations Committee. The bill requires public schools, CCC, CSU and requests UC to close campuses on a day on which a statewide general election is held. The University's position on the bill is pending.

AB 75 (O'Donnell) passed out of the Assembly Appropriations Committee with amendments. The bill creates the Kindergarten-Community Colleges Public Education Facilities Bond Act of 2022 as a state general obligation bond act that would provide an unspecified amount of funds to construct and modernize education facilities. The University's position on the bill is pending.

AB 99 (Irwin) passed out of the Assembly Appropriations Committee. The bill establishes the California Cradle-to-Career Data System Governing Board and requires the governing board to also provide operational oversight of the Cradle-to-Career Data Office that the bill would establish within the Government Operations Agency under the direction of the Department of General Services to serve as the managing entity of the data system. The University's position on the bill is pending.

AB 233 (Boerner Horvath) passed out of the Assembly Appropriations Committee. The bill requests UC Regents to require UC to establish specified systemwide protocols for admission processes by 4/15/22, to be effective in the university's admission cycle beginning 8/1/22, including staff reporting of any attempts to influence admissions decisions, processes to improve the proficiency and consistency of application readers, and methodology and strategy for selecting applicants with similar ratings. The University has an Oppose position on the bill.

AB 245 (Chiu) passed off of the Assembly Floor. The bill requires a UC, CSU, or CCC campus to update a former student's records to include the student's updated legal name or gender if the institution receives government-issued documentation from the student demonstrating that the former student's legal name or gender has been changed. The University's position on the bill is pending.

AB 237 (Gray) passed off of the Assembly Floor. The bill makes it an unfair practice for a covered employer to fail or refuse to maintain or pay for continued health care or other medical coverage for an enrolled employee or their enrolled dependents, for the duration of the enrolled employee's participation in the authorized strike, at the level and under the conditions that coverage would have been provided if the employee had continued to work in their position for the duration of the strike. The University's position on the bill is pending.

AB 288 (Bonta) was held in the Assembly Appropriations Committee as a two-year bill. The bill enacts the California Ban on Scholarship Displacement Act of 2021, which would prohibit public and private institutions of higher education in the state that receives, or benefits from, state-funded financial assistance or enrolls students who receive state-funded student financial assistance, from reducing certain students' institution-based financial aid award below their financial need. The University's position on the bill is pending.

AB 305 (Maienschein) passed out of the Assembly Appropriations Committee with amendments. The bill requires specified state agencies and requests UC to electronically transmit to the Department of Veterans Affairs specified information regarding each person who has identified that they, or a family member, has served in the Armed Forces of the United States and has consented to be contacted about military, veterans, family member, or survivor benefits. The University's position on the bill is pending.

AB 340 (Ward) passed out of the Assembly Appropriations Committee. The bill amends California law to conform to federal law and permit taxpayers to benefit from the recently approved provisions in the Setting Every Community Up for Retirement Enhancement (SECURE) Act of 2019. The bill would allow Californians with ScholarShare 529 savings accounts to utilize these funds to pay student loan debt and expenses related to qualified apprenticeship programs, in addition to the other qualified education expenses already allowed under state law. The University's position on the bill is pending.

AB 367 (Garcia) passed out of the Assembly Appropriations Committee with amendments. The bill enacts the Menstrual Equity for All Act of 2021, which requires public schools grade 6-12, CCC, CSU, and encourages UC and private universities, colleges, and institutions of higher learning, to stock all campus restrooms with an adequate supply of free menstrual products in all women's and all-gender restrooms, and in at least one men's restroom, at all times, and to post a designated notice, as prescribed, and requires a public agency to stock all restrooms that are open to the public or used by employees with free menstrual products at all times in all women's and all-gender restrooms, and in at least one men's restroom. The University's position on the bill is pending.

AB 369 (Kamlager) passed out of the Assembly Appropriations Committee. The bill requires the Department of Health Care Services to implement a program of presumptive eligibility for persons experiencing homelessness, under which a person would receive full-scope Medi-Cal benefits without a share of cost. The University's position on the bill is pending. The University's position on the bill is pending.

AB 391 (Villapudua) passed out of the Assembly Appropriations Committee with amendments. The bill appropriates \$5 million in General Funds to the Department of Food and Agriculture to fund partnership with the UC Extension Services, California resource conservation districts, and the US Department of Agriculture Natural Resources Conservation Service to deliver technical assistance, outreach, and provide grants to incentivize participation in state and federal conservation programs where pollinator habitat and forage is established. The University's position on the bill is pending.

AB 396 (Gabriel) passed out of the Assembly Appropriations Committee. The bill requires a CCC and CSU campus-based program that meets the eligibility standards to be a state-approved employment and training program submit a certification application for the CalFresh to the State Department of Social Services on or before 9/1/22 and requests a campus-based program at a UC campus that meets the eligibility requirements to be a state-approved employment and training program to also submit a certification application for the program. The University's position on the bill is pending.

AB 545 (Quirk) passed out of the Assembly Appropriations Committee. The bill requests UC to perform a comprehensive assessment of major tax expenditures to study, among other things, the legislative intent, beneficiaries, number of affected returns or business entities, cost to the General Fund, effectiveness of those tax expenditures, and options to modify them to improve effectiveness or reduce cost. The University's position on the bill is pending.

AB 615 (Rodriguez) passed out of the Assembly Appropriations Committee. The bill requires a higher education employer to provide a procedure for all medical and dental interns and residents, persons in accredited resident physician subspecialty programs, and other postgraduate medical and dental trainees in unaccredited programs to challenge a termination of employment or a disciplinary action, as defined, by the employer, after the employee has exhausted available administrative or academic grievance processes. The University has an Oppose Unless Amended position on the bill.

AB 650 (Muratsuchi) passed out of the Assembly Appropriations Committee with amendments. The bill enacts the Health Care Workers Recognition and Retention Act, which would require a covered employer to pay hazard pay retention bonuses in the prescribed amounts on 1/1/22, 4/1/22, 7/1/22, 10/1/22, to each covered health care worker that it employs. The University's position on the bill is pending.

AB 777 (McCarty) passed out of the Assembly Appropriations Committee. The bill authorizes the Department of General Services to transfer, without charge, a parcel of property in Sacramento, California, if that parcel is reported as excess, to the UC Regents to be used by UC Davis, to provide rental housing to very low-, low-, and moderate-income employees, faculty, students, and families who attend or work at UC Davis. The University's position on the bill is pending.

AB 778 (Garcia) passed out of the Assembly Appropriations Committee. The bill requires all California state-owned or state-run institutions, all segments of public postsecondary education, and all local educational agencies that purchase agricultural food products to only purchase those grown or produced in California unless the agricultural food product is not currently in season in California and available from an in-state grower, is not grown in the state, or is sold as a canned, dried, or frozen product. The University's position on the bill is pending.

AB 809 (Irwin) was held in the Assembly Appropriations Committee. The bill requires specified state agencies to adopt and implement information security and privacy policies, standards, and procedures based upon standards issued by the National Institute of Standards and Technology and the Federal Information Processing Standards. The University's position on the bill is pending.

AB 814 (Levine) passed out of the Assembly Appropriations Committee with amendments. The bill prohibits data collected, received, or prepared for purposes of contact tracing from being used, maintained, or disclosed for any purpose other than facilitating contact tracing efforts and prohibits an officer, deputy, employee, or agent of a law enforcement agency, as defined, from engaging in contact tracing. The University's position on the bill is pending.

AB 835 (Nazarian) passed out of the Assembly Appropriations Committee with amendments. The bill requires every patient who has blood drawn at a hospital emergency department to be offered an HIV test, as specified. The University's position on the bill is pending.

AB 852 (Wood) passed off of the Assembly Floor. The bill makes changes to a nurse practitioners' scope of practice. The University's position on the bill is pending.

AB 858 (Jones-Sawyer) passed out of the Assembly Appropriations Committee with amendments. The bill provides that the use of technology shall not limit a worker who is providing direct patient care from exercising independent clinical judgment in the assessment, evaluation, planning and implementation of care, nor from acting as a patient advocate. Prohibits an employer from retaliating or otherwise discriminating against a worker providing direct patient care who requests to override health information technology and clinical practice guidelines or discusses these issues with other employees or supervisors. The University is not taking a position on the bill.

AB 886 (Chiu) was held in the Assembly Appropriations Committee. The bill creates a grant program within the California Health and Human Services Agency to provide grants to community-based organizations for the implementation of mental health services focused on the victims of, and other persons affected by, hate violence, and related hostilities. The University's position on the bill is pending.

AB 927 (Medina) passed out of the Assembly Appropriations Committee. The bill extends the operation of the statewide baccalaureate degree pilot program indefinitely and removes the requirements that the program consist of a maximum of 15 community college district programs and for a student to commence a program by the end of the 2022-23 academic year. The University's position on the bill is pending.

AB 928 (Berman) passed out of the Assembly Appropriations Committee with amendments. The bill enacts the Student Transfer Achievement Reform Act of 2021, which requires CSU, jointly with UC, to establish a singular lower division general education pathway that meets academic requirements for transfer admission into both segments, and establishes the Associate Degree for Transfer (ADT) Intersegmental Implementation Committee to serve as the primary entity charged with oversight of the ADT. The University's position on the bill is pending.

AB 940 (McCarty) was held in the Assembly Appropriations Committee. The bill amends Proposition 63 by appropriating \$20M annually from the administrative account of the Mental Health Services Fund to UC, if UC chooses to accept the moneys, CSU, CCC to implement the College Mental Health Services Program. The University has a Support position on the bill.

AB 1002 (Choi) passed off of the Assembly Floor. The bill requires CSU, in collaboration with its Academic Senate, and requests UC to develop consistent policy to award military personnel and

veterans who have an official Joint Services Transcript course credit in a course taught at the campus where the student matriculates with subject matter similar, or equivalent, subject to academic and faculty review, to that of the student's military education, training, and service. The University's position on the bill is pending.

AB 1020 (Friedman) passed out of the Assembly Appropriations Committee. The bill grants eligibility to uninsured patients or patients with high medical costs who are at or below 400% of the federal poverty level for charity care or discount payments from a hospital, and prohibits a hospital from selling patient debt to a debt buyer. The University is not taking a position on the bill.

AB 1082 (Waldron), sponsored by the University, passed out of the Assembly Appropriations Committee. The bill extends the operation of the California Health Benefits Review Program (CHBRP) and the Health Care Benefits Fund through 7/1/27, authorizes the continued assessment of the annual charge on health care service plans and health insurers, and increases the allowable total annual assessment on health care service plans and health insurers to \$2.2 million. The University's position on the bill is pending.

AB 1105 (Rodriguez) passed out of the Assembly Appropriations Committee with amendments. The bill requires a public or private employer of workers in a general acute care hospital to develop and implement a program to offer weekly COVID-19 screening testing for health care personnel. Requires the employer to supply personal protective equipment to an employee, regardless of whether or not the employee has received a vaccination for COVID-19. The University is not taking a position on the bill.

AB 1113 (Medina) passed out of the Assembly Appropriations Committee. The bill prohibits CCC, CSU, Hastings College of the Law, and if adopted by UC Regents, UC from collecting mandatory systemwide tuition and fees from any qualifying surviving spouse or surviving child of a deceased person who was a resident of this state, who was employed as a licensed physician or a licensed nurse by a health facility regulated and licensed by the State Department of Public Health or as a first responder who died of COVID-19 during the COVID-19 pandemic state of emergency in California. The University's position on the bill is pending.

AB 1118 (Low) was held in the Assembly Appropriations Committee as a two-year bill. The bill requires all California-based postsecondary educational institutions with endowment funds where the ratio of endowment dollars to enrolled students exceeds 200,000 to 1, or where the total endowment exceeds \$1 billion, to report designated information annually to the Legislature on their respective college endowment funds. The University's position on the bill is pending.

AB 1130 (Wood) passed out of the Assembly Appropriations Committee with amendments. The bill establishes the Office of Health Care Affordability to analyze the health care market for cost trends and drivers of spending, develop data-informed policies for lowering health care costs for consumers, set and enforce cost targets, and create a state strategy for controlling the cost of health care and ensuring affordability for consumers and purchasers. The University's position on the bill is pending.

AB 1131 (Wood) was held in the Assembly Appropriations Committee as a two-year bill. The bill establishes the statewide health information network (statewide HIN) governing board, an independent public entity not affiliated with an agency or department with specified membership, to provide the data infrastructure needed to meet California's health care access, equity, affordability, public health, and quality goals. The University's position on the bill is pending.

AB 1185 (Cervantes) passed out of the Assembly Appropriations Committee. The bill requires that, in a state of emergency, resulting from the COVID-19 public health crisis, specified Cal Grant Program eligibility requirements related to time limits for award eligibility and to the age of an award recipient would not apply. The University has a Neutral position on the bill.

AB 1215 (McCarty) passed out of the Assembly Appropriations Committee. The bill requests UC to establish systemwide protocols for admissions of students no later than 2/1/22, to become effective for the fall 2022 admission cycle of the university, beginning 8/1/22. The University has an Oppose position on the bill.

AB 1326 (Arambula) passed out of the Assembly Appropriations Committee. The bill requires a county human services agency to designate at least one employee as a staff liaison for academic counselors and professional staff at public higher education institutions, and encourages the agency to consult with specified stakeholders, including UC, to develop protocols, and to collaborate with CSU, CCC, and UC by request, to conduct a related survey and report to be submitted to specified legislative committees and the Department of Social Services. The University has a Support position on the bill.

AB 1377 (McCarty) passed out of the Assembly Appropriations Committee with amendments. The bill establishes the California Student Housing Revolving Loan Fund Act of 2021 to provide loans to qualifying applicants of the UC, CSU, and CCC for the purpose of constructing affordable student housing. The University's position on the bill is pending.

AB 1422 (Gabriel) passed out of the Assembly Appropriations Committee with amendments. The bill requires any program flexibility granted by the State Department of Public Health or Office of Statewide Health Planning and Development to not compromise patient care. Authorizes the department to grant a staffing ratio program flexibility request pursuant to a prescribed procedure that includes, among other things, a requirement that the department post a staffing ratio program flexibility request on the department's publicly accessible internet website and solicit public comment on the request. The University is not taking a position on the bill.

AB 1456 (Medina) passed out of the Assembly Appropriations Committee. The bill enacts the Cal Grant Reform Act, which would revise and recast the provisions establishing and governing the existing Cal Grant programs and the Middle Class Scholarship Program and create the Cal Grant 2 and a Cal Grant 4 Programs. The University's position on the bill is pending.

AB 1467 (Cervantes) was held in the Assembly Appropriations Committee as a two-year bill. The bill requires sexual assault counselors to be independent of the campus Title IX office and to be appointed based on experience and a demonstrated ability to effectively provide sexual violence victim services and response.

AB 1500 (Garcia) passed out of the Assembly Appropriations Committee. The bill enacts the Safe Drinking Water, Wildfire Prevention, Drought Preparation, Flood Protection, Extreme Heat Mitigation, and Workforce Development Bond Act of 2022 to authorize \$7.08 billion in general obligation bonds to finance eligible projects and programs. The University's position on the bill is pending.

SB 2 (Bradford) passed off of the Senate Floor. The bill enacts the Kenneth Ross Jr. Police Decertification Act of 2021, which eliminates certain immunity provisions for peace officers or public entities employing peace officers sued under the act, disqualifies a person from employment as a peace officer if they were convicted of or adjudicated for a violation of certain specified crimes against public justice, or if they were decertified, and requires a law enforcement agency to employ only individuals with a current, valid, or pending certification. The University's position on the bill is pending.

SB 16 (Skinner) passed out of the Senate Appropriations Committee with amendments. The bill makes every incident involving police use of force to make a member of the public comply with an officer, force that is unreasonable, or excessive force subject to Public Records Act disclosure, and requires departments or agencies to request and review a file of any investigations of misconduct prior to hiring a peace officer. The University has a Watch position on the bill.

SB 22 (Glazer) passed out of the Senate Appropriations Committee with amendments. The bill enacts the Public Preschool, K-12, and College Health and Safety Bond Act of 2022 to provide \$15 billion for construction and modernization of education facilities, and requires the UC Regents to comply with certain conditions before receiving funds from the 2022 University Capital Outlay Bond Fund. The University has a Support position on the bill.

SB 26 (Skinner) passed out of the Senate Appropriations Committee with amendments. The bill expands the Fair Pay to Play Act which includes extending the existing authority for a collegiate student athlete to receive compensation to also include compensation earned from the use of the student's athletic reputation, and moves the operative date of the statute up one year. The University's position on the bill is pending.

SB 40 (Hurtado) passed out of the Senate Appropriations Committee with amendments. The bill creates the California Medicine Scholars Program to establish a regional pipeline for community college students to pursue premedical training and enter medical school, and involves a selection committee that includes UC among other appointees. The University has a Support position on the bill.

SB 41 (Umberg) passed out of the Senate Appropriations Committee. The bill establishes the Genetic Information Privacy Act to require a direct-to-consumer genetic testing company or any other company

that collects, uses, maintains, or discloses genetic data collected or derived from a direct-to-consumer genetic testing product or service, to provide a consumer with certain information regarding such use, as applicable, of genetic data, and to obtain a consumer's express consent thereof. The University has a Support position on the bill.

SB 45 (Portantino) passed out of the Senate Appropriations Committee. The bill enacts the Wildfire Prevention, Safe Drinking Water, Drought Preparation, and Flood Protection Bond Act of 2022 to authorize the issuance of \$5.595 billion to finance qualified projects and programs, including allocation of \$15 million to UC for a Fire Outreach and Extension Program. The University is not taking a position on the bill.

SB 213 (Cortese) passed out of the Senate Appropriations Committee. The bill creates a workers' compensation rebuttable presumption that injuries defined as cancer, musculoskeletal injuries, post-traumatic stress disorder, and infectious and respiratory diseases including COVID-19, that develop or manifest in a hospital employee who provides direct patient care in an acute care hospital arose out of and in the course of that employment. The University has a Watch position on the bill.

SB 235 (Allen) passed out of the Senate Appropriations Committee with amendments. The bill creates and funds the UC Industrial Hemp Research Program to ascertain the general safety of industrial hemp. The University's position on the bill is pending.

SB 250 (Pan) passed out of the Senate Appropriations Committee. The bill requires health care service plan or health insurance contracts to reimburse a contracting individual health professional the innetwork cost-sharing amount for services provided to an enrollee at a contracting health facility, to report the average number of denied prospective utilization review requests, to report on and examine an individual health professional's records on prospective utilization review requests, and to grant individual health professionals a 2-year exemption from this process upon meeting criteria, with authorization for a records audit every 2 years thereafter. The University is not taking a position on the bill.

SB 270 (Durazo) passed out of the Senate Appropriations Committee. The bill authorizes an exclusive representative to file an unfair labor practice charge with the Public Employment Relations Board alleging that a public employer violated various labor relations acts, including the Higher Education Employer-Employee Relations Act, for noncompliance with requirements to provide specified employee information to labor representatives and employees. The University's position on the bill is pending.

SB 332 (Dodd) passed out of the Senate Appropriations Committee. The bill provides that no person shall be liable for any fire suppression or other costs otherwise recoverable for a prescribed burn including that the burn be for the purpose of wildland fire hazard reduction, ecological maintenance and restoration, cultural burning, silviculture, or agriculture, and that a certified burn boss review and approve a written prescription for the burn. The University has a Support position on the bill.

SB 335 (Cortese) passed out of the Senate Appropriations Committee. The bill reduces the workers' compensation 90-day time period to 45 days within which if liability is not rejected an injury is presumed compensable, and to 30 days for certain injuries or illnesses sustained while employed as a specified member of law enforcement or as a specified first responder, increases the employer liability for medical treatment under a pending claim to \$17,000, and increases the full amount of an order, decision, or award by 10% if compensation payment is unreasonably delayed or refused. The University's position on the bill is pending.

SB 371 (Caballero) passed out of the Senate Appropriations Committee with amendments. The bill directs federal funds to the California Health Information Technology and Exchange Fund, and authorizes the use of the funds for grants to health care providers to implement or expand health information technology and to contract for direct data exchange technical assistance for safety net providers. The University's position on the bill is pending.

SB 379 (Wiener) was held in the Senate Appropriations Committee as a two-year bill. The bill prohibits UC from entering into, amending, or renewing a contract with any health facility contractor or subcontractor, except for certain prescribed facilities, in which a UC health care practitioner employee or trainee providing care there would be limited in their ability to provide patients with medical information or services due to policy-based restrictions on care. The University has a Concern position on the bill.

SB 395 (Caballero) passed out of the Senate Appropriations Committee. The bill establishes the Health Careers Opportunity Grant Program to improve underrepresented disadvantaged students' access to UC, CSU, and CCC health profession programs, and imposes an additional 12.5% e-cigarette tax to be deposited into the California Electronic Cigarette Excise Tax Fund, the Cigarette and Tobacco Products Surtax Fund, the California Children and Families Trust Fund, to fund the Proposition 56 Medi-Cal Physicians and Dentists Loan Repayment Act, and to the Health Careers Opportunity Grant Program Fund created by the bill. The University's position on the bill is pending.

SB 416 (Hueso) passed out of the Senate Appropriations Committee with amendments. The bill requires the Department of Corrections and Rehabilitation to offer college programs to inmates with a general education development certificate or equivalent or a high school diploma and requires those college programs to only be provided by the UC, CSU, CCC or other regionally accredited, nonprofit colleges or universities in California. The University's position on the bill is pending.

SB 464 (Hurtado) passed out of the Senate Appropriations Committee with amendments. The bill makes a noncitizen applicant eligible for the California Food Assistance Program if they satisfy all eligibility criteria for participation in CalFresh, except any requirements related to immigration status. The University's position on the bill is pending.

SB 523 (Leyva) passed out of the Senate Appropriations Committee. The bill enacts the Contraceptive Equity Act of 2021, and prohibits UC from approving or renewing a health benefit plan that does not comply with its contraceptive coverage requirements. The University's position on the bill is pending.

SB 580 (Hueso) passed out of the Senate Appropriations Committee with amendments. The bill authorizes the Department of Transportation to conduct a study to assess the feasibility, cost effectiveness, and life-cycle environmental benefits and detrimental impacts of including recycled plastics in asphalt used as a paving material in the construction, maintenance, or rehabilitation of a highway or road. The University's position on the bill is pending.

SB 582 (Stern) passed out of the Senate Appropriations Committee with amendments. The bill enacts the Climate Emergency Mitigation, Safe Restoration, and Just Resilience Act of 2021. The University's position on the bill is pending.

SB 637 (Newman) passed out of the Senate Appropriations Committee. The bill requires a general acute care hospital to report information on PPE, testing, and staffing to the Department of Public Health weekly during a health-related state of emergency and monthly at all other times, and requires a health facility to post any granted program flexibility approval immediately adjacent to its license. The University is not taking a position on the bill.

SB 642 (Kamlager) was held in the Senate Appropriations Committee as a two-year bill. The bill enacts the Patient Medical Care Protection Act, which prohibits a health facility from requiring a physician or surgeon, as a condition of obtaining or maintaining clinical privileges, to comply with policies or procedures that are not knowingly and explicitly ratified, issued, or promulgated, that directly or indirectly prohibit, limit, or restrict the ability to provide a particular medical treatment or service within their scope of privileges, or from requiring them to obtain permission from a nonphysician or nonsurgeon to perform a particular treatment or service for which consent has been obtained from the patient, except as provided. The University has a Support in Concept position on the bill.

May Revise

Governor Newsom released his May Revise Budget on May 14th. This budget proposal builds on the January 10th budget introduction with new investments. The May Revise Budget proposes a total of **\$4.272 billion for the University of California**, of which \$3.972 billion is ongoing and \$300.7 million is one-time. In addition, the May Revise Budget includes \$150 million in federal funding for deferred maintenance. Combined, these ongoing and one-time funds State General Funds are an \$807.6 million increase over the ongoing funding UC received in the Budget Act of 2020. Please see below for details.

Important policy shift in the Governor's May Revision:

UCOP budget line item is combined with the UC general allocation and UCOP can resume funding its operations through the campus assessment model.

Total State Budget

Governor Newsom today introduced his May Revision 2021-22 budget plan, which proposes \$267.8 billion in State expenditures, of which \$196.8 billion are State General Fund. On May 10 the Governor announced that the State has a historic revenue surplus of \$75.7 billion. This is a drastic difference from May 2020, when the State was grappling with a \$54 billion deficit. The Governor's May Revision proposes paying down the State's retirement and post-employment benefits debt by \$10.9 billion. The May Revision increases the State's reserves to \$24.4 billion.

University of California Budget

The proposed May Revise Budget includes a total of \$4.272 billion in State General Fund support for the University. This amount is a **\$506.9** million (14.6%) increase in ongoing funding, which includes a \$173.2 million ongoing increase to the University's unallocated base budget and a restoration of the over \$300 million cut from the Budget Act of 2020, starting on July 1, 2021. The proposed May Revision also includes \$300.7 million in one-time State General Fund in 2021-22, and a \$150 million federal fund allocation for deferred maintenance. This May Revise proposes a total State General Fund increase of \$807.6 million (23.3%) from the Budget Act of 2020.

Details of the May Revise Proposal State General Funds:

The Governor's May Revise Budget proposes the following investments for UC:

Ongoing – New in May Revision:

- \$69.3 million unallocated base budget (bring total new unallocated base budget funding to \$173.2 million)
- \$302.4 million to restore the budget reduction of 2020-21 beginning July 1, 2021 (as shown in the February Finance Letter)
- Reduce Prop 56 GME "true up" by \$1.6 million due to higher Prop 56 tobacco revenues (total still \$40 million for medical residency)

Ongoing – Continued from the January Introduction:

- \$103.9 million unallocated base budget increase
- \$12.9 million for PRIME
- \$15 million for student basic needs, including mental health and technology
- \$1.5 million for immigrant legal services
- \$1 million for firearms violence research
- \$1 million for a common learning management system

One-Time – New in May Revision:

- \$45 million for the UC Davis Koret Shelter Medicine Program for grants to animal shelters
- \$15 million for UCLA Labor Center facilities renovation
- \$10.2 million for UCSF Dyslexia Center
- \$5 million for UCLA Asian American Studies Center
- \$1 million for the UC Berkeley Alternative Meats Lab

One-Time – Continued from the January Introduction:

- \$175 million for deferred maintenance
- \$20 million for the California Institutes of Science and Innovation
- \$15 million for emergency student aid
- \$5 million for faculty development
- \$5 million for California Subject Matter Project learning loss training
- \$2 million for California Subject Matter Project ethnic studies training
- \$1.25 million for health consortium modeling
- \$2 million for UC ANR fire advisors

One-Time - Federal Funds:

• \$150 million for deferred maintenance

Policy Changes Proposed in the May Revision Impacting UC:

- Elimination of the separate UCOP budget line item. UCOP will be allowed to move back to the campus assessment funding model.
- Remove sunset date from the summer financial aid.
- Emergency financial aid eligibility funding budget bill language will conform to CCC emergency aid language.

Other Funding Significant to UC:

- \$4 billion affordable student housing construction and conversion grant program for UC, CSU,
 and CCC
- \$1 billion endowment managed by UC for a State work-study program
- \$1 billion through CSAC to offer education and training grants for employment
- \$250 million through OPR for K-16 intersegmental regional collaboration for workforce training
- \$2 billion for ScholarShare child savings accounts

You can view the full summary of the Governor's May Revise proposal <u>here</u>.

Upcoming State Government Relations Deadlines, Events and Key Dates

June 1-4 Floor session only. No committee may meet for any purpose except Rules Committee, bills referred pursuant to A.R. 77.2, and Conference Committees.

June 4 Last day for each house to pass bills introduced in that house.

June 7 Committee meetings may resume.

June 15 Budget Bill must be passed by midnight.

Questions or Need Assistance?

If you have any questions regarding the aforementioned items or would like assistance in connecting with state legislators and/or their staff, please do not hesitate to contact Adrian Lopez, Senior Director of Government Relations. He can be reached at adnlopez@ucdavis.edu or by phone at (530) 752-9795.