2018 Goals for California

✔ Be Responsible
  – Build Reserves, Pay Down Debts.

✔ Make Progress
  – Expand EITC, Increase College Affordability, Reduce Prison Population, and more.

✔ Do Our Job
  – Oversight and Reforms, including: LCFF, Court Funding, Recycling, and more.
Be Responsible

• Build Rainy Day Fund

  – Make extra deposit to reach Constitutional goal of 10% of General Fund Revenues.

  – Eight-Year turnaround under Democratic Control, from $25.5 billion deficit to $15 billion Total Reserves!
Be Responsible

• **Reduce Long-term Unfunded Obligations**
  – Continue to pay pension fund obligations faster than required by law.
  – Begin tackling state deferred maintenance.

• **Assist schools and local governments struggling with long-term obligations.**
  – Provide one-time funds to certain local governments to help with growing pension costs as an incentive to pursue certain affordable housing policies.
Make Progress

- **Create New Multi-Year Target for EITC:**
  - Increase EITC to $6,000.
  - Expand full EITC to families with income up to $25,000.
  - Phase out EITC at $31,000.
Make Progress

• **Protect SSI/SSP & CalWORKs Grants**
  – Restore cost of living adjustments so our poorest don’t fall further behind.

• **Improve Access to Health Care**
  – Expand Medi-Cal access to cover all uninsured.
  – Mitigate problems caused by federal action on health care.
Make Progress

• **Expand Early Education and After School programs**
  – Improve access to child care and after school programs
  – Make Early Education available to all four-year olds.

• **Increase Special Education Funding**
  – Assist schools provide a quality education to this important population.
Make Progress

• Strengthen Career Technical Education
  – Provide stable and predictable funding.

• Improve Middle Class Scholarship
  – Include CSU/UC Cal Grant and other low income students with the MCS.
  – Increase scholarships to reduce dependence on student borrowing for lower and middle income students.
Make Progress

• **Get Zero Emission Vehicles on the Road**
  – Increase the rebate levels to meet the State’s goals for the sale of these vehicles to jump start the commercial market.

• **Create jobs and help small businesses**
  – Create a small business and jobs package.
  – Extend the California Competes Tax Credit.
Make Progress

• **Reduce Crime**
  – Assist local law enforcement with efforts to reduce property crime.
  – Create incentives for counties to prioritize funding for re-entry support.

• **End Prison Overcrowding**
  – Support parole during the first year of release.
  – Expand in-prison rehabilitative programming.

• **Improve Recidivism Services**
  – Better coordinate the delivery of services.
  – Begin re-entry planning 6-12 months prior to release.
Do Our Job

Oversight

– Fully fund the Local Control Funding Formula and articulate a long term funding mechanism for schools.
– Ensure our massive investment in fighting climate change is actually working through aggressive oversight.
– Increase oversight of pay equity requirements and policies to eliminate wage discrimination.
Do Our Job

• **Reforms**
  
  – Create a framework to stabilize court funding and restore court access for everyday Californians.
  
  – Fix California’s recycling program to reverse the decline of recycling in California.
  
  – Develop a plan to support the management of California wildlife to prevent the extinction of many native species.
2018-19 Budget Blueprint
Summary, How it Adds Up

- $15 Billion in Total Reserves
The LAO Identifies $7.5 billion in available revenues