STATE OF CALIFORNIA
Budget Change Proposal - Cover Sheet
DF-46 (REV 07/23)

Fiscal Year	Business Unit Number	Department
25/26	3860, 0540, 3600, 3480	Department of Water Resources, CA Natural Resources Agency, CA Department of Fish and Wildlife, Department of Conservation

Hyperion Budget Request Name	Relevant Program or Subprogram
Various	Various

Budget Request Title
Gregory Bateson Building Rent Increase

Budget Request Summary
Four departments request resources to support increased rental costs at the newly renovated Gregory Bateson Building. The California Natural Resources Agency (CNRA), the Department of Fish and Wildlife (DFW), the Department of Conservation (DOC) and the Department of Water Resources (DWR) request an increase of $3.276 million in 2025-26, $3.394 million in 2026-27, and $3.777 million annually beginning in 2027-28 across various fund sources.

Requires Legislation (submit required legislation with the BCP)	Code Section(s) to be Added/Amended/Repealed
☐ Trailer Bill Language ☐ Budget Bill Language ☒ N/A	N/A

Does this BCP contain information technology (IT) components? ☒ Yes ☐ No *If yes, departmental Chief Information Officer must sign.*	Department CIO Kevin See	Date Click or tap to enter a date.

For IT requests, specify the project number, the most recent project approval document (FSR, SPR, S1BA, S2AA, S3SD, S4PRA), the approval date, and the total project cost.

Project No. N/A **Project Approval Document:** N/A

Approval Date: N/A **Total Project Cost:** N/A

If proposal affects another department, does other department concur with proposal? ☒ Yes ☐ No
Attach comments of affected department, signed and dated by the department director or designee.

Prepared By	Date	Reviewed By	Date
Ronda Pascual	5/14/2025	Choua Vue (A)	5/14/2025
Department Director	**Date**	**Agency Secretary**	**Date**
Cindy Messer	Click or tap to enter a date.	Amanda Martin for Sec. Crowfoot	5/14/2025

Department of Finance Use Only

Additional Review: ☐ Capital Outlay ☐ ITCU ☐ FSCU ☐ OSAE ☐ Dept. of Technology

Principal Program Budget Analyst	Date submitted to the Legislature
Andrew Hull	5/14/2025

A. Problem Statement

In 2021, CNRA and eleven of its entities consolidated space from multiple locations throughout the Sacramento area to two locations in conjunction with CNRA's downtown campus development. This includes the new Resources Building at 715 P Street, as well as a renovated Gregory Bateson Building at 1600 9th Street.

In total, the move includes the relocation of approximately 600 staff.

California Natural Resources Agency

The CNRA move-in will consist of relocating 17 IT and Security Operations Center staff to the Bateson Building. Although General Fund was provided in 2021-2022 for increased rent related to the New Natural Resources HQ building, the resources relocating are appropriately funded out of the Environmental License Plate fund, which is CNRA's primary fund source for state operations.

CNRA has not previously received funding for the Security Operations Center SOC/IT rental costs.

Department of Water Resources

The move will consist of relocating approximately 370 staff members. The Dam Safety fund is not able to absorb the increase in rent within their existing appropriations. All other funds are absorbing their portion of the rent increase.

Resource History
(Dollars *in* thousands)

Program Budget	PY – 4 (19-20)	PY – 3 (20-21)	PY – 2 (21-22)	PY-1 (22-23)	PY (23-24)	CY (24-25)
Authorized Expenditures	4,000	10,515	15,395	13,039*	15,713	17,600
Actual Expenditures	4,000	10,515	15,395	13,039*	15,713	17,600
Revenues	N/A	N/A	N/A	N/A	N/A	N/A
Authorized Positions	1,846	1,855	1,940	1,970	1,991	1,987
Filled Positions	1,672	1.634	1,659	1.706	1,728	N/A
Vacancies	174	221	281	264	263	N/A

'* Received a Credit from DGS for the 1416 9th Street Building of $1,620,330.76

Department of Fish and Wildlife

There will be approximately 165 DFW staff moving to the Bateson Building, which will bring most IT staff in CNRA departments into a single location. This co-location will provide for increased opportunities for collaboration across CNRA entities' IT staff and resources. Multiple fund sources are requested consistent with Distributed Administration programming.

Resource History
(Dollars in thousands)

Program Budget	PY – 4	PY – 3	PY - 2	PY-1	PY	CY*

Authorized Expenditures	$877	$927	$927	$948	$945	$974
Actual Expenditures	$877	$927	$927	$948	$945	$974
Revenues	$0	$0	$0	$0	$0	$0
Authorized Positions	133	132	134	139	142	165
Filled Positions	133	132	134	139	142	165
Vacancies	0	0	0	0	0	0

*CY figures are projections. Authorized positions for CY include contractors.

Department of Conservation

DOC is planning to occupy a total of 17,974 square feet of office space at the building for the CGS Library and minerals lab. CGS will have 1 full-time librarian assigned to the Bateson Building and anticipates using the lab twice a week for full-day sessions shared among four staff members. This is an estimate and may vary based on workload demands. Staff headquarters will remain at the CNRA building apart from the Librarian. Funding sources reflect occupancy.

Renaissance Tower Rent History

(Department of Conservation – CGS portion only)

RESOURCE HISTORY
(DOLLARS IN THOUSANDS)

Program Budget	PY – 4 (19-20)	PY – 3 (20-21)	PY – 2 (21-22)	PY-1 (22-23)	PY (23-24)	CY (24-25)
Authorized Expenditures	1,502	1,537	1,221	993	1,018	1,044
Actual Expenditures	1,502	1,537	1,221	993	1,018	1,044
Revenues	N/A	N/A	N/A	N/A	N/A	N/A
Authorized Positions	122.0	121.0	124.0	144.0	154.0	150.0
Filled Positions	106.2	112.0	121.8	125.6	139.0	N/A
Vacancies	15.8	9.0	2.2	18.4	15.0	N/A

B. Justification

The requested resources will offset the increased overhead cost of rent at the newly renovated Bateson Building.

The tenants from all the various locations are required to move as part of DGS's ongoing downtown upgrade to Sacramento office building infrastructure. There is no alternative to remain in their current building locations. One-time costs for the move were previously

provided[1]. This request reflects the ongoing resources for increased rent that will begin in 2025-26.

California Natural Resources Agency

CNRA IT staff and the Security Operations Center are currently located at the Warren Alquist Building; they were relocated there when 1416 9th Street was decommissioned, and Bonderson was renovated. The Warren Alquist Building rent is $100,000 per year and has previously been covered by salary savings that will not be available as positions are filled or eliminated by the vacancy reductions. The rent at Bateson will be $328,000 increasing to $380,000, and the difference cannot be absorbed by CNRA. CNRA's request represents the full rent amount of $328,000 in 2025-26 with an annual increase to align with DGS costs. Costs are calculated at $3.71 per square foot, a $0.60 per square foot Central Plant Fee, and a $0.02 surcharge for 2025-26.

Department of Water Resources DWR requests $100,000 in 2025-26 and ongoing from the Dam Safety Fund to cover Distributed Administration services that will be located in the Bateson Building, including areas of Information Technology and Reprographics. These requested funds will support increased rent costs at the Gregory Bateson Building, compared to current rent costs at the Warren Alquist Building and the Bonderson Buildings. Current costs are approximately $2,802,000 and are paid by General Fund, Dam Safety Fund, State Water Project Fund, and various other special funds. The new rent costs will be approximately $5,989,000, for an increase of $3,187,000, and will be covered by those same various funds, including the Dam Safety Fund ($100,000) and, SWP ($2,200,000). DWR overhead programs will be occupying 115,000 square feet of the Bateson Building. DWR's various other funds will absorb all costs other than the Dam Safety Fund. SWP will absorb $2.2 million and various other funds will absorb the remaining $887,000. DWR used the same calculations per square foot as the other departments, which were based on information from DGS.

Department of Fish and Wildlife

DFW requests $2,183,000 Distributed Administration in FY 2025-26, $2,264,000 in FY 2026-27, $2,527,000 in FY 2027-28 and ongoing, to conduct critical activities associated with moving DFW's Data and Technology Division tenants of the 1700 9th Street building to the Bateson Building. A portion of this request is funded by continuously appropriated funds and therefore the total budgetary increase is slightly less at $1,913,000 in FY 2025-26, $1,984,000 in FY 2026-27, $2,214,000 in FY 2027-28 and ongoing. The rent cost in FY 2024-25 was approximately $974,000 and primarily funded by Distributed Administration. The Bateson Building is estimated to cost DFW $2,183,000 and increases annually. This move will result in an increase of $2,183,000 as DFW is required to continue to pay rent for the privately-owned 1700 9th street space vacated by these employees while it is seeking to either backfill with DFW staff from other leased locations or transition the space to another entity. CDFW used the same calculations per square foot as the other departments, which were based on information from DGS.

Department of Conservation

CGS currently occupies 24,721 square feet of space at Renaissance Tower at 801 K street. The library takes up 6,245 square feet of the 14th floor. SMIP occupies 2,116 square feet in the basement and 16,000 square feet of the 13th floor. The Minerals lab currently takes up between 300-400 square feet of the 13th floor as well. The rent at Renaissance Tower is paid by funds 0001, 0338, 0336, and 3212.

[1] https://bcp.dof.ca.gov/2425/FY2425_ORG0540_BCP7113.pdf

Once the library and lab move from the Renaissance Tower to the Bateson Building, CGS will be occupying 6,605 square feet of space less. For the remaining 18,116 square feet that SMIP will continue to occupy, a new lease agreement is being negotiated by DGS with the new building owner. Currently, CGS pays $1,044,000 per fiscal year for Renaissance Tower lease costs and will continue to pay rent at Renaissance Tower. The last lease amendment provided by DGS (11/20/24) increased monthly rent from $85,709.25 to $87,851.98 effective 12/1/24. The funding request is simply for rent costs and any moving costs and rent costs in this current fiscal year 2024-25 are being absorbed by our current funding.

DOC calculated $3.71 per square foot, a $0.60 per square foot Central Plant Fee, and a $0.02 surcharge for 2025-26 with a total cost of $935,056.66 ($935,000 rounded). The total cost of rent was split using its standard CGS indirect distributed cost calculator, which is proportionately split by appropriation size of all funds except General Fund. Included in the calculations was a $0.16 per square foot increase from 2025/26 to 2026/27 and a $0.52 per square foot increase from 2026/27 to 2027/28.

DOC requests $935,000 in FY 2025-26, $970,000 in FY 2026-27, $1,083,000 in FY 2027-28 and ongoing. This will provide resources for the increased rent costs associated with the new Bateson Building that DOC programs are moving into in Spring 2025.

C. Departmentwide and Statewide Considerations

This proposal is consistent with:

• Directive to reduce cost associated with leasing of building facilities through consolidation of space usage.

• The Governor's Office of Emergency Services Continuity Guidelines Objective 4, which emphasizes the importance of protecting "essential facilities, equipment, essential records, and other assets."

• CNRA Strategic Plan, goal of "Focus on operational excellence by continuously improving operation effectiveness, efficiency and reliability."

• California Technology Strategic Plan, Goal 1-Priorities 5: "Accelerate the adoption of common technology platforms and shared services"

• California Technology Strategic Plan, Goal 1-Priorities 4: "Transform and simplify the way government does business through innovation."

D. Outcomes and Accountability

California Natural Resources Agency

The California Natural Resources Agency oversees and supports more than 27 distinct departments, conservancies, and commissions, and leads efforts to steward California's natural environment and to advance the Administration's key priorities to help people and nature thrive together. CNRA's Security Operations Center is responsible for providing security activities and tasks, such as security detection, analysis, remediation, security controls operations, and incident response, to provide critical protection of the CNRA organization's information technology assets. Co-locating these resources with other CNRA IT resources will increase opportunities for collaboration and sharing of resources across CNRA entities while maintaining services to staff, given proximity to the CNRA HQ facility.

Department of Water Resources

The Department of Water Resources is responsible for securing water responsibly, ensuring public safety, and preserving our environment for future generations. Our mission is to sustainably manage the water resources of California, in cooperation with other agencies, to benefit the state's people and protect, restore, and enhance the natural and human environments. The programs that will be housed in the Bateson Building are instrumental in furthering the Department's mission by providing crucial Information Technology Services and enterprise-wide reprographics, print, and form services. Moving these services into the Bateson Building will co-locate the Information Technology Services areas of many CNRA Department's which will benefit overall collaboration, efficiency, drive innovation, improve security posture and facilitate shared services. Moving the Department's Print Shop to the Bateson Building is necessary as they are currently located in the Bonderson Building which is being decommissioned. The Bateson Building provides adequate space and amenities to house the equipment and staff needed to ensure that the program is successful and remains in proximity of Natural Resources HQ.

Department of Fish and Wildlife

The Department of Fish and Wildlife is responsible for managing California's diverse fish, wildlife, and plant resources, and the habitats upon which they depend, for their ecological values and for the use and enjoyment by the public. The DFW's Data and Technology Division that will be housed in the Bateson Building is instrumental in furthering DFW's mission by providing crucial information technology services and support. Consolidation with other IT professionals from across CNRA will provide increased opportunities for efficiency and collaboration, drive innovation, and improve DFW's security posture. This move also ensures technical staff remain positioned to support DFW's headquarters location.

Department of Conservation

The Department of Conservation will complete mineral resource-related special projects (statewide large regional reports, new products, and outreach information and products). The lab will be within a close proximity to the assigned headquarters of staff tasked with these projects. The California Geological Survey's (CGS) Library relocation will enhance public visibility and accessibility for use by the public, educators, and partner organizations. The CGS Library provides access for the CGS technical staff to needed information by performing bibliographic searches, obtaining references from the Library holdings or through inter-library loan and other data acquisition activities. CGS Mineral Resources Program and the CGS Library will provide unbiased technical information about the availability and consumption of non-fuel mineral resources in California. The primary goal is to support a wide range of stakeholders including federal, state, and local government agencies as well as industries involved in the processing and use of these resources. Through research, data collection, and analysis, DOC aims to deliver reliable resources and guidance to all stakeholders.

E. Implementation Plan

Upon receiving the requested funding or an increase in budget expenditure authority, all Departments will be adequately supported to fund the increased rental costs associated with their relocation to the Bateson Building.

F. Supplemental Information (If Applicable)

N/A

BCP Fiscal Detail Sheet

(Dollars in Thousands)

BCP Title: Newly Renovated Gregory Bateson Building Rent

BR Name: 3860-131-BCP-2025-MR

Budget Request Summary

Operating Expenses and Equipment

Operating Expenses and Equipment	FY25 Current Year	FY25 Budget Year	FY25 BY+1	FY25 BY+2	FY25 BY+3	FY25 BY+4
5324 - Facilities Operation	0	100	100	100	100	100
Total Operating Expenses and Equipment	**$0**	**$100**	**$100**	**$100**	**$100**	**$100**

Total Budget Request

Total Budget Request	FY25 Current Year	FY25 Budget Year	FY25 BY+1	FY25 BY+2	FY25 BY+3	FY25 BY+4
Total Budget Request	**$0**	**$100**	**$100**	**$100**	**$100**	**$100**

Fund Summary

Fund Source

Fund Source	FY25 Current Year	FY25 Budget Year	FY25 BY+1	FY25 BY+2	FY25 BY+3	FY25 BY+4
State Operations - 3057 - Dam Safety Fund	0	100	100	100	100	100
Total State Operations Expenditures	**$0**	**$100**	**$100**	**$100**	**$100**	**$100**
Total All Funds	**$0**	**$100**	**$100**	**$100**	**$100**	**$100**

Program Summary

Program Funding

Program Funding	FY25 Current Year	FY25 Budget Year	FY25 BY+1	FY25 BY+2	FY25 BY+3	FY25 BY+4
3245 - Public Safety and Prevention of Damage	0	100	100	100	100	100
Total All Programs	**$0**	**$100**	**$100**	**$100**	**$100**	**$100**

BCP Fiscal Detail Sheet

BCP Title: Gregory Bateson Building Rent Increase

BR Name: 0540-067-BCP-2025-MR

Budget Request Summary

Operating Expenses and Equipment

Operating Expenses and Equipment	FY25 Current Year	FY25 Budget Year	FY25 BY+1	FY25 BY+2	FY25 BY+3	FY25 BY+4
5324 - Facilities Operation	0	328	340	380	380	380
Total Operating Expenses and Equipment	**$0**	**$328**	**$340**	**$380**	**$380**	**$380**

Total Budget Request

Total Budget Request	FY25 Current Year	FY25 Budget Year	FY25 BY+1	FY25 BY+2	FY25 BY+3	FY25 BY+4
Total Budget Request	**$0**	**$328**	**$340**	**$380**	**$380**	**$380**

Fund Summary

Fund Source

Fund Source	FY25 Current Year	FY25 Budget Year	FY25 BY+1	FY25 BY+2	FY25 BY+3	FY25 BY+4
State Operations - 0140 - California Environmental License Plate Fund	0	328	340	380	380	380
Total State Operations Expenditures	**$0**	**$328**	**$340**	**$380**	**$380**	**$380**
Total All Funds	**$0**	**$328**	**$340**	**$380**	**$380**	**$380**

Program Summary

Program Funding

Program Funding	FY25 Current Year	FY25 Budget Year	FY25 BY+1	FY25 BY+2	FY25 BY+3	FY25 BY+4
0320 - Administration of Natural Resources Agency	0	328	340	380	380	380
Total All Programs	**$0**	**$328**	**$340**	**$380**	**$380**	**$380**

BCP Title: Campus Relocation Phase 2 (Bateson Move)

BR Name: 3600-076-BCP-2025-MR

Budget Request Summary

Operating Expenses and Equipment

Operating Expenses and Equipment	FY25 Current Year	FY25 Budget Year	FY25 BY+1	FY25 BY+2	FY25 BY+3	FY25 BY+4
5301 - General Expense	0	1,913	1,984	2,214	2,214	2,214
Total Operating Expenses and Equipment	**$0**	**$1,913**	**$1,984**	**$2,214**	**$2,214**	**$2,214**

Total Budget Request

Total Budget Request	FY25 Current Year	FY25 Budget Year	FY25 BY+1	FY25 BY+2	FY25 BY+3	FY25 BY+4
Total Budget Request	**$0**	**$1,913**	**$1,984**	**$2,214**	**$2,214**	**$2,214**

Fund Summary

Fund Source

Fund Source	FY25 Current Year	FY25 Budget Year	FY25 BY+1	FY25 BY+2	FY25 BY+3	FY25 BY+4
State Operations - 0200 - Fish and Game Preservation Fund	0	1,149	1,190	1,329	1,329	1,329
State Operations - 0212 - Marine Invasive Species Control Fund	0	22	23	26	26	26
State Operations - 0320 - Oil Spill Prevention and Administration Fund	0	337	350	390	390	390
State Operations - 3103 - Hatchery and Inland Fisheries Fund	0	270	280	313	313	313
State Operations - 3212 - Timber Regulation and Forest Restoration Fund	0	90	94	104	104	104
State Operations - 3364 - Department of Fish and Wildlife - California Environmental Quality Act Fund	0	45	47	52	52	52
Total State Operations Expenditures	**$0**	**$1,913**	**$1,984**	**$2,214**	**$2,214**	**$2,214**
Total All Funds	**$0**	**$1,913**	**$1,984**	**$2,214**	**$2,214**	**$2,214**

Program Summary

Program Funding

Program Funding	FY25 Current Year	FY25 Budget Year	FY25 BY+1	FY25 BY+2	FY25 BY+3	FY25 BY+4
2590 - Biodiversity Conservation Program	0	293	304	339	339	339
2605 - Enforcement	0	405	420	469	469	469
2595010 - Sport Hunting	0	113	117	130	130	130
2595019 - Commercial Fisheries Management (Marine and Inland)	0	113	117	130	130	130
2595028 - Sport Fishing	0	225	233	261	261	261
2600010 - Lands	0	113	117	130	130	130
2600019 - Hatcheries and Fish Planting Facilities	0	270	280	313	313	313
2615010 - Prevention	0	67	70	78	78	78
2615019 - Readiness	0	113	117	130	130	130
2615037 - Restoration and Remediation	0	66	69	78	78	78
2615046 - Administrative Support	0	135	140	156	156	156
9900100 - Administration	0	2,183	2,264	2,527	2,527	2,527
9900200 - Administration - Distributed	0	-2,183	-2,264	-2,527	-2,527	-2,527
Total All Programs	**$0**	**$1,913**	**$1,984**	**$2,214**	**$2,214**	**$2,214**

BCP Fiscal Detail Sheet

(Dollars in Thousands)

BCP Title: DOC Bateson Rent Increase

BR Name: 3480-058-BCP-2025-MR

Budget Request Summary

Operating Expenses and Equipment

Operating Expenses and Equipment	FY25 Current Year	FY25 Budget Year	FY25 BY+1	FY25 BY+2	FY25 BY+3	FY25 BY+4
5324 - Facilities Operation	0	935	970	1,083	1,083	1,083
Total Operating Expenses and Equipment	**$0**	**$935**	**$970**	**$1,083**	**$1,083**	**$1,083**

Total Budget Request

Total Budget Request	FY25 Current Year	FY25 Budget Year	FY25 BY+1	FY25 BY+2	FY25 BY+3	FY25 BY+4
Total Budget Request	**$0**	**$935**	**$970**	**$1,083**	**$1,083**	**$1,083**

Fund Summary

Fund Source

Fund Source	FY25 Current Year	FY25 Budget Year	FY25 BY+1	FY25 BY+2	FY25 BY+3	FY25 BY+4
State Operations - 0336 - Mine Reclamation Account	0	94	97	109	109	109
State Operations - 0338 - Strong-Motion Instrumentation and Seismic Hazards Mapping Fund	0	535	556	620	620	620
State Operations - 3212 - Timber Regulation and Forest Restoration Fund	0	194	201	224	224	224
State Operations - 3237 - Cost of Implementation Account, Air Pollution Control Fund	0	112	116	130	130	130
Total State Operations Expenditures	**$0**	**$935**	**$970**	**$1,083**	**$1,083**	**$1,083**
Total All Funds	**$0**	**$935**	**$970**	**$1,083**	**$1,083**	**$1,083**

Program Summary

Program Funding

Program Funding	FY25 Current Year	FY25 Budget Year	FY25 BY+1	FY25 BY+2	FY25 BY+3	FY25 BY+4
2420010 - Minerals Resources	0	94	97	109	109	109
2420019 - Forest and Watershed Geology	0	194	201	224	224	224
2420046 - Regional Geologic and Landslide Mapping	0	647	672	750	750	750
Total All Programs	**$0**	**$935**	**$970**	**$1,083**	**$1,083**	**$1,083**