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

Fiscal Year	Business Unit Number	Department
2025-2026	4700	Community Services and Development

Hyperion Budget Request Name	Relevant Program or Subprogram
4700-002-BCP-2025-GB	4185 Community Services

Budget Request Title
Lesbian, Gay, Bisexual, and Transgender Disparities Reduction Act (AB 1163) Augmentation

Budget Request Summary
The Department of Community Services and Development (CSD) requests an augmentation of $1,057,000 General Fund to implement statewide data collection system changes to comply with Chapter 832, Statutes of 2023 (AB 1163).

Requires Legislation (submit required legislation with the BCP)	Code Section(s) to be Added/Amended/Repealed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	Date
	N/A	N/A

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
Jeffrey Kjer	1/10/2025	Chris Vail	1/10/2025
Department Director	**Date**	**Agency Secretary**	**Date**
Jason Wimbley	1/10/2025	Mark Ghaly	1/10/2025

Department of Finance Use Only

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

Principal Program Budget Analyst	Date submitted to the Legislature
Christopher Odneal	1/10/2025

A. Problem Statement

The Department of Community Services and Development (CSD) requests an augmentation of $1,057,000 General Fund to implement statewide data collection system changes to comply with Chapter 832, Statutes of 2023 (AB 1163). AB 1163 requires CSD to collect voluntary self-identification information pertaining to sexual orientation, gender identity, and intersexuality while collecting demographic data from applicants applying for services funded by the federal Community Services Block Grant (CSBG) administered by the Office of Community Services of the U.S. Department of Health and Human Services. To collect these new data elements, CSD must facilitate modifications to its third-party data collection system and the intake systems of the 60 CSBG subgrantees (also known as CSBG agencies) CSD contracts with to administer CSBG funds at the local level.

B. Justification

CSD is mandated by Public Law 105-285 to annually submit demographic information for individuals and households receiving CSBG-funded services to the Federal Office of Community Services. CSD accomplishes this by gathering client demographic data from all 60 CSBG subgrantees through a third-party data collection system, also referred to as the CSD data collection system. This system plays a crucial role in collecting required client demographic, service, and outcome data specified by federal program requirements. Each CSBG-funded entity is responsible for aligning its intake systems to collect required demographic data and submitting this data in the CSD data collection system.

To meet the requirements of AB 1163, modifications to both the CSD data collection and CSBG subgrantee intake systems are necessary for the successful collection of self-identification information pertaining to sexual orientation, gender identity, and intersexuality demographic data from CSBG service recipients. The 2024 Budget Act appropriated $943,000 General Fund one-time for local CSBG agencies to comply with AB 1163. Based on further analysis of surveys completed by CSBG agencies, CSD has determined that the total cost of compliance with AB 1163 is $2,000,000. As such, CSD requests an additional $1,057,000 General Fund one-time to complete necessary system modifications.

C. Departmentwide and Statewide Considerations

CSBG funds are awarded to states and to federally- and state-recognized Indian Tribes to provide a range of services to address the needs of low-income individuals to ameliorate the causes and conditions of poverty and assist the low-income population in attaining self-sufficiency. Updating reporting systems utilized to facilitate CSBG administration will ensure CSD's full compliance with AB 1163 requirements and provide information to assess the delivery of CSBG services to California's low-income LGBTQ+ community.

D. Outcomes and Accountability

With the requested funding, CSD will be able to update its current data systems and the data systems of CSBG subgrantees to facilitate the collection of self-identification information pertaining to sexual orientation, gender identity, and intersexuality demographic data pursuant to AB 1163.

E. Implementation Plan

CSD will immediately engage with vendors to facilitate updating CSD data systems and engage with CSBG agencies to support their updates to data collection and intake systems.

F. Supplemental Information (If Applicable)

Not applicable.

BCP Fiscal Detail Sheet

BCP Title: Lesbian, Gay, Bisexual, and Transgender Disparities Reduction Act (AB 1163) Augmentation

BR Name: 4700-002-BCP-2025-GB

Budget Request Summary

Operating Expenses and Equipment

Operating Expenses and Equipment	Current Year	Budget Year	BY+1	BY+2	BY+3	BY+4
5432 – Grants and Subventions	0	1,057,000	0	0	0	0
Total Operating Expenses and Equipment	**$0**	**$1,057,000**	**$0**	**$0**	**$0**	**$0**

Total Budget Request

Total Budget Request	Current Year	Budget Year	BY+1	BY+2	BY+3	BY+4
Total Budget Request	**$0**	**$1,057,000**	**$0**	**$0**	**$0**	**$0**

Fund Summary

Fund Source

Fund Source – Local Assistance	Current Year	Budget Year	BY+1	BY+2	BY+3	BY+4
0001 – General Fund	0	1,057,000	0	0	0	0
Total Local Assistance Expenditures	**$0**	**$1,057,000**	**$0**	**$0**	**$0**	**$0**
Total All Funds	**$0**	**$1,057,000**	**$0**	**$0**	**$0**	**$0**

Program Summary

Program Funding

Program Funding	Current Year	Budget Year	BY+1	BY+2	BY+3	BY+4
4185 – Community Services	0	1,057,000	0	0	0	0
Total All Programs	**$0**	**$1,057,000**	**$0**	**$0**	**$0**	**$0**