**STATE OF CALIFORNIA**
**Budget Change Proposal - Cover Sheet**
DF-46 (REV 03/25)

| Fiscal Year | Business Unit Number | Department |
|---|---|---|
| 2026-27 | 3340 | California Conservation Corps (CCC) |

| Hyperion Budget Request Name | Relevant Program or Subprogram |
|---|---|
| 3340-007-BCP-2026-GB | 2360010-Training and Work Program-Base and Fire Centers |

**Budget Request Title**
Deferred Maintenance

**Budget Request Summary**
The California Conservation Corps (CCC) is requesting one-time expenditure authority of $5.0 million Collins-Dugan Reimbursement Account in fiscal year 2026-27 to address high priority deferred maintenance needs.

| Requires Legislation (submit required legislation with the BCP) | Code Section(s) to be Added/Amended/Repealed |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

| Does this BCP contain information technology (IT) components? ☐ Yes ☒ No | Department CIO | 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.** **Approval Date:**

**Project Approval Document:** **Total Project Cost:**

**If proposal affects another department, does other department concur with proposal?** ☐ Yes ☐ No

| Prepared By | Date | Reviewed By | Date |
|---|---|---|---|
| Brandon Joanis | 1/8/2026 | Tabatha Chavez | 1/8/2026 |
| **Department Director** | **Date** | **Agency Secretary** | **Date** |
| JP Patton | 1/8/2026 | Wade Crowfoot | 1/8/2026 |

**Department of Finance Use Only**

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

| Principal Program Budget Analyst | Date submitted to the Legislature |
|---|---|
| Vy Nguyen | 1/9/2026 |

## A. Problem Statement

The California Conservation Corps (CCC) is requesting one-time expenditure authority of $5.0 million Collins-Dugan Reimbursement Account in 2026-27 to address ongoing high priority deferred maintenance needs.

## B. Justification

The CCC operates 26 facilities in urban and rural areas statewide, including 10 residential facilities and 16 non-residential facilities, as well as several seasonal backcountry program locations that are situated in rural and remote areas throughout the state comprising approximately 582,000 square feet of building space. The typical residential facility includes dormitory, educational, dining and kitchen, administration, recreational, and warehouse space. The residential facilities house between 80 and 100 Corpsmembers and operate 24 hours a day. The typical non-residential facility includes educational, warehouse, and administrative space. Non-residential centers service from 30 to 90 Corpsmembers. It is the state's responsibility to provide a safe and healthy working environment and to mitigate known risks immediately to prevent illness, injury, and/or death. By not taking immediate action to remedy these standing deferred maintenance/repairs at CCC facilities, the State is taking on unnecessary risk for Occupational Safety and Health Administration (OSHA) fines, Workers' Compensation Claims, and/or litigation for injury, illness, and/or death expenses due to ill-maintained facilities.

All CCC sites are strategically located throughout the state to deliver resource and energy efficiency services through both funded and reimbursed project work within their respective districts. These strategic locations also serve a critical role in California's emergency response infrastructure, enabling rapid deployment of resources during natural disasters and state emergencies. CCC crews are mandated to respond to all emergencies, such as wildfire initial attack and camp support, earthquakes, flood response (including the recent response to Palisades and Eaton watershed mission), agricultural emergencies, and provide support for food banks and mass vaccination sites during the COVID-19 pandemic. The CCC is the model for all Conservation Corps and responds to nationwide requests to various emergencies due to its professionalism and almost 50 years of experience in organizational leadership responding to all types of emergencies and natural disasters.

The CCC strives to ensure that all Corpsmembers can live and participate in a healthy and safe program environment. Each CCC facility has been inspected, and various levels of repairs have been identified. Repairs are considered deferred maintenance, and each facility has varying levels of deterioration due to the postponement of maintenance and repairs because of shifting funding priorities.

Most facilities that the CCC occupies are considered substandard and in violation of the California Health and Safety Code.[1] Violations include inadequate sanitation such as lack of adequate heating and general dilapidation or lack of maintenance; structural hazards such as deteriorated or inadequate foundations, members of walls, partitions, or other vertical supports that split, lean, twist, or buckle due to defective material or deterioration, members of walls, partitions, or other vertical supports that are of insufficient size to carry imposed loads with safety, and members of ceilings, roofs, ceiling and roof supports, or other horizontal members which sag, split, or buckle due to defective material or deterioration; as well as faulty weather protection such as deteriorated, crumbling, or loose plaster, deteriorated or ineffective waterproofing of exterior walls roofs, foundations, or floors, including broken windows and doors, and broken, rotted, split or buckled exterior wall coverings or roof coverings. Each location varies in age and levels of repairs required to meet building code, American with Disabilities Act (ADA) standards,

[1] California Health and Safety Code, Division 13, Part 1.5, Chapter 2.

and potential OSHA requirements for living and workspaces. The cost of these repairs also varies based on the age and complexity of meeting the required standards listed.

The current deferred maintenance items are subject to change both in priority and cost estimate. For this reason, we request flexibility to reprioritize projects and/or shift funds, as needed.

**C. Departmentwide and Statewide Considerations**

**CCC Strategic Plan.** This request strengthens Strategic Plan 2025 under Trail 2, "Access for All" by helping to achieve one of its goals to care for the centers they have. To achieve this goal, facility support resources will ensure the structures meet all applicable building codes, such as health and safety, fire, and ADA.

**Protection of State's Capital Outlay Investment.** The CCC has an obligation to maintain its facilities, particularly those that are state-owned, as a significant amount of public funding was invested in their development and construction. In addition, five of our ten CCC Residential facilities are bond funded (Tahoe, Placer, Camarillo, Delta, and Ukiah-Mendocino) in which we also have an additional obligation to the bondholders to preserve the facility (investment). It is extremely important to maintain the trust of the public so that they will be willing to finance future bond projects.

**Consequence of Denial.** The CCC baseline support budget is unable to redirect resources to address the shortfall in facility support and maintenance needs without reducing other mission critical activities. The CCC and the state will be negatively impacted if this proposal is denied. Negative impacts include, but are not limited to:

- OSHA fines due to non-compliance.
- Increased risk of workers' compensation claims due to slip, trip and fall hazards, mold, mildew, foundation and wall dry rot, etc.
- Progressively increasing the risk and liability (and potential litigation) of injury, illness, and/or death with each day that the known health and safety issues are not addressed.
- Increase in energy usage and Greenhouse Gas Emissions.
- Cost increases in 2026-27 and beyond, as the cost of construction and repair increases each year while the state tries to bandage the issues. Construction and repair costs increase, on average, by five to eight percent every year.[2] As such, the state potentially could spend an additional $400,000 if this proposal is deferred for another year.
- Increased risk of security breach and intrusions by outsiders.
- Facilities will be unable to keep important equipment and tools safe from the risk of damage due to roof leaks, weather intrusions, security breaches, etc.
- Corpsmember training and work program will suffer if systems and equipment are not functioning properly, including postponement of program activities due to safety issues (e.g., broken HVAC).
- Potential risk in crew availability and emergency response capabilities if facility space is unavailable due to lack of repairs.

[2] Department of General Services estimates a five- to eight-percent annual increase in costs on all Capital Outlay projects.

This request is consistent with the Budget Policy Guidelines specified in Budget Letter 25-16 because it aligns with the Administration's primary budget focus to maintain budget resilience and long-term stability while protecting core programs, such as public health care, safety, and education to the maximum extent possible.

**D. Outcomes and Accountability**

CCC faces a growing list of facility repairs. Approval of this request will allow the Department to address maintenance needs before they escalate further. All repairs are prioritized based on health and safety standards as well as the need to preserve state assets. The approved funding will be used exclusively for this purpose and will be tracked by individual project.

**E. Implementation Plan**

In June 2026, the CCC Capital Outlay and Facilities Management Unit will update its prioritized list of projects in need of repair. The Facility Management team will work with each site's Maintenance Mechanic and Administrative Officer to develop a scope of work, estimated pre-bid job walks, contract award, construction walks, and final inspection.

**F. Supplemental Information (If Applicable)**

None.

# BCP Fiscal Detail Sheet

(Dollars in Thousands)

BCP Title: Deferred Maintenance

BR Name: 3340-007-BCP-2026-GB

Budget Request Summary

## Operating Expenses and Equipment

| Operating Expenses and Equipment | FY26 Current Year | FY26 Budget Year | FY26 BY+1 | FY26 BY+2 | FY26 BY+3 | FY26 BY+4 |
|---|---|---|---|---|---|---|
| 5324 - Facilities Operation | 0 | 5,000 | 0 | 0 | 0 | 0 |
| **Total Operating Expenses and Equipment** | **$0** | **$5,000** | **$0** | **$0** | **$0** | **$0** |

## Total Budget Request

| Total Budget Request | FY26 Current Year | FY26 Budget Year | FY26 BY+1 | FY26 BY+2 | FY26 BY+3 | FY26 BY+4 |
|---|---|---|---|---|---|---|
| **Total Budget Request** | **$0** | **$5,000** | **$0** | **$0** | **$0** | **$0** |

# Fund Summary

## Fund Source

| Fund Source | FY26 Current Year | FY26 Budget Year | FY26 BY+1 | FY26 BY+2 | FY26 BY+3 | FY26 BY+4 |
|---|---|---|---|---|---|---|
| State Operations - 0318 - Collins-Dugan California Conservation Corps Reimbursement Account | 0 | 5,000 | 0 | 0 | 0 | 0 |
| **Total State Operations Expenditures** | **$0** | **$5,000** | **$0** | **$0** | **$0** | **$0** |
| **Total All Funds** | **$0** | **$5,000** | **$0** | **$0** | **$0** | **$0** |

# Program Summary

## Program Funding

| Program Funding | FY26 Current Year | FY26 Budget Year | FY26 BY+1 | FY26 BY+2 | FY26 BY+3 | FY26 BY+4 |
|---|---|---|---|---|---|---|
| 2360010 - Training and Work Program--Base and Fire Centers | 0 | 5,000 | 0 | 0 | 0 | 0 |
| **Total All Programs** | **$0** | **$5,000** | **$0** | **$0** | **$0** | **$0** |