June 30, 2021

The Honorable Nancy Skinner, Chairwoman

Senate Committee on Budget and Fiscal Review

Joint Legislative Budget Committee

State Capitol, Room 5094

Sacramento, CA 95814

The Honorable Philip Y. Ting, Chairman

Assembly Committee on Budget

State Capitol, Room 6026

Sacramento, CA 95814

Keely Bosler, Director

Department of Finance

State Capitol, Room 1145

Sacramento, CA 95814

**SUBJECT: State-Mandated Program Cost Report of Audit Findings for the Period of April 1, 2020, through March 31, 2021**

Dear Chairwoman Skinner, Chairman Ting, and Ms. Bosler:

Enclosed is the *State-Mandated Program Cost Report of Audit Findings* as required by Chapters 6, 7, and 40, Statutes of 2020, Budget Act, Item 0840-001-0001, Provision 6. This report lists each state-mandated program; costs claimed by fiscal year; adjustments as a result of desk reviews and final audits; and other adjustments, payments, and recovered overpayments.

Claim adjustments as a result of initial desk reviews, final audits, and other adjustments reduced the state’s liability as follows:

Desk Reviews $ 125,147

Final Audits $ 66,331,458

Other Adjustments $ 136,107

**Total Adjustments** **$ 66,592,712**

If you have any questions, please contact Darryl Mar, Manager of the Local Reimbursements Section in our Local Government Programs and Services Division, at DMar@sco.ca.gov or  
(916) 324-0256.

Sincerely,

*Original signed by*

BETTY T. YEE

Enclosure

cc: Heather Halsey, Executive Director, Commission on State Mandates

Hans Hemann, Principal Consultant, Joint Legislative Budget Committee

Lourdes Morales, Principal Fiscal and Policy Analyst, Legislative Analyst’s Office

Jacqueline Wong-Hernandez, Deputy Controller, State Controller’s Office

Richard J. Chivaro, Chief Counsel, State Controller’s Office

Lisa Kurokawa, Chief, Compliance Audits Bureau, State Controller’s Office