Mr. Richard Gillihan, Acting Director  
Department of Human Resources  
1515 S Street, North Building, Suite 400  
Sacramento, California 95811-7258

Dear Mr. Gillihan:

On October 31, 2014, the Department of Human Resources submitted to the Joint Legislative Budget Committee an addendum to the memorandum of understanding (MOU) between the Governor and Bargaining Unit 7, represented by the California Statewide Law Enforcement Association. The addendum provides relocation assistance, leave cash out, and time off for employees affected by the closure of Lanterman Developmental Center.

*Administration May Implement the Addendum.* Under state law, the Legislature must approve any provision of an MOU or similar agreement that requires the expenditure of funds not already approved by the Legislature. While the proposed agreement requires the expenditures of funds, resources for the purposes described in the addendum were included in the adopted 2014-15 budget package. Accordingly, the administration may implement the agreement immediately without the need for additional legislative action.

Sincerely,

Mark Leno  
Chair

cc: Members of the Joint Legislative Budget Committee  
Michael Cohen, Director of Finance