There is agreement between the Governor and the Legislature on an Early Action budget package that will reduce the budget shortfall by approximately $17.3 billion. High-level details of this Early Action agreement are outlined below.

The Early Action agreement includes $17.3 billion in a mix of solutions, which are primarily a subset of Governor’s Budget solutions:

<table>
<thead>
<tr>
<th>Category</th>
<th>Amount</th>
</tr>
</thead>
<tbody>
<tr>
<td>Reductions</td>
<td>$3.6 billion</td>
</tr>
<tr>
<td>Revenue/Borrowing</td>
<td>$5.2 billion</td>
</tr>
<tr>
<td>Delays</td>
<td>$3.1 billion</td>
</tr>
<tr>
<td>Fund Shifts</td>
<td>$3.4 billion</td>
</tr>
<tr>
<td>Deferrals</td>
<td>$2.1 billion</td>
</tr>
</tbody>
</table>

Note: totals off due to rounding

The Early Action agreement includes, by category:

**Reductions – $3.6 billion – Significant Issues Include:**

- Salary Savings Sweep from Vacant Positions - $762.5 million.
- Withdraw Elimination of Two-week Fee-For-Service Checkwrite Hold - $532.5 million.
- School Facility Aid Program - $500 million.
- CalWORKs Single Allocation Partial Reversion - $336.6 million.
- UCLA Institute of Immunology and Immunotherapy Project - $300 million.
- Watershed Climate Resilience - $206.5 million.
- Broadband - Loan Loss Reserve - $150 million.
- Climate Innovation Program - $100 million.
- Foreclosure Intervention Housing Preservation Program - $85 million.

**Delays – $3.1 billion – Significant Issues Include:**

- Formula Transit and Intercity Rail Capital Program - $1 billion.
- Preschool, TK and Full-Day Kindergarten Facilities Grant Program - $550 million.
- Behavioral Health Bridge Housing - $235 million.
- CA Jobs First - $183.3 million.
- Vulnerable Community Toxic Clean-Up - $175 million.
- Behavioral Health Continuum Infrastructure Program - $140.4 million.
- Broadband Last Mile - $100 million.
• Ports and Freight Infrastructure - $100 million.
• Clean Energy Reliable Investment Plan - $100 million.
• Oroville Pump Storage - $90 million.
• Health and Human Services Innovator - $74 million.

Revenue/Borrowing – $5.2 billion – Significant Issues Include:

• Managed Care Organization Tax - $3.8 billion.
• AIDS Drug Assistance Program Rebate Fund Loan - $500 million (with commitment to enhance program in the future).
• Balance is primarily other special fund loans.

Fund Shifts – $3.4 billion – Significant Issues Include:

• Greenhouse Gas Reduction Fund - $1.8 billion.
• Retirement Contribution Reductions Using Prop 2 - $1.3 billion.
• Medi-Cal Drug Rebate Special Fund Reserve - $162.7 million.
• Employment Training Fund for UI Interest Payment - $100 million.

Deferrals – $2.1 billion Total – Significant Issues Include:

• Statewide Payroll Deferral - $1.6 billion.
• UC and CSU Deferrals - $499.1 million.

Finally, the agreement includes budget language authorizing the Administration to freeze additional one-time funding that was included in the 2021, 2022, or 2023 Budget Acts.