

(Without Reference to File)

SENATE THIRD READING

SB 129 (Committee on Budget and Fiscal Review)

As Amended June 27, 2025

Majority vote. Budget Bill Appropriation Takes Effect Immediately

SUMMARY

This Labor trailer bill contains the necessary changes to implement provisions adopted as part of the Budget Act of 2025.

Major Provisions

This bill makes various statutory changes to implement the Labor provisions of the Budget Act of 2025. Specifically, this bill does the following:

- 1) *Non-Industrial Disability Insurance (NDI) Fix*: Clarifies the definition of "employee" covered under this benefit by adding Career Executive Assignment individuals, who were unintentionally omitted from the coverage, effective October 1, 2025, for a disability benefit period commencing on or after July 1, 2025. It would require these employees claiming benefits for a certain disability benefit period to file a completed claim no later than 41 days following the effective date of this provision.
- 2) *Proposition 2 Supplemental Pension Payment*: Authorizes Proposition 2 supplemental pension payments from the general fund to be applied to the state unfunded liabilities to supplement the state's appropriation to the Public Employees' Retirement Fund.
- 3) *Golden Gate Bridget Exemption*: Exempts one of the projects for the Golden Gate Suspension Bridge Seismic Retrofit Project from the new CalOSHA lead exposure rule.
- 4) *Employer Assessment Regulatory Alignment*: Combines and streamlines the statute for all six assessments and fund administration and regulation by incorporating the fraud assessment into Labor Code Section 62.5, repealing Labor Code Section 62.6, and updating references in the Insurance Code. Language includes an APA exemption.
- 5) *IHSS Collective Bargaining*: Authorizes \$3.3 million for funding one-time from the General Fund should specific conditions be met.

COMMENTS

This Labor trailer bill contains the necessary changes to implement provisions adopted as part of the Budget Act of 2025.

According to the Author**Arguments in Support**

None on file.

Arguments in Opposition

None on file.

FISCAL COMMENTS

The bill would require the appropriation of \$584,000,000 from the General Fund to supplement the state's appropriation to the Public Employees' Retirement to be applied to the unfunded state liabilities for the state employee member categories that are in excess of the base amounts for the 2025–26 fiscal year, thereby making an appropriation.

VOTES**SENATE FLOOR: 28-10-2**

YES: Allen, Archuleta, Arreguín, Ashby, Becker, Blakespear, Cabaldon, Caballero, Cervantes, Cortese, Durazo, Gonzalez, Grayson, Hurtado, Laird, Limón, McGuire, McNerney, Menjivar, Padilla, Pérez, Richardson, Rubio, Smallwood-Cuevas, Umberg, Wahab, Weber Pierson, Wiener

NO: Alvarado-Gil, Choi, Dahle, Grove, Jones, Niello, Ochoa Bogh, Seyarto, Strickland, Valladares

ABS, ABST OR NV: Reyes, Stern

UPDATED

VERSION: June 27, 2025

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