



General Government

The General Government Section includes departments, commissions and offices responsible for oversight of distinct policy areas that are not easily consolidated into other oversight areas such as ensuring peace officer competence, seismic safety, reasonable public utility rates, food and agricultural issues, and services to veterans. Additionally, this Section includes issues that are statewide in nature such as lease/revenue issues, bonds, and local government issues.

8120 Commission on Peace Officer Standards and Training

The Commission on Peace Officer Standards and Training is responsible for raising the competence level of law enforcement officers in California by establishing minimum selection and training standards, improving management practices, and providing financial assistance to local agencies relating to the training of law enforcement officers.

3-YR EXPENDITURES AND POSITIONS (Summary of Program Requirements)

	Positions			Expenditures		
	2004-05	2005-06	2006-07	2004-05*	2005-06*	2006-07*
10 Standards	19.2	20.9	20.9	\$5,982	\$5,082	\$5,203
20 Training	41.8	42.8	42.8	26,338	29,180	30,333
30 Peace Officer Training	-	-	-	17,732	21,944	21,944
40.01 Administration	50.0	51.3	51.3	5,030	5,618	5,772
40.02 Distributed Administration	-	-	-	-5,030	-5,618	-5,772
TOTALS, POSITIONS AND EXPENDITURES (All Programs)	111.0	115.0	115.0	\$50,052	\$56,206	\$57,480

FUNDING		2004-05*	2005-06*	2006-07*
0268	Peace Officers' Training Fund	\$49,141	\$54,947	\$56,221
0995	Reimbursements	911	1,259	1,259
TOTALS, EXPENDITURES, ALL FUNDS		\$50,052	\$56,206	\$57,480

LEGAL CITATIONS AND AUTHORITY

PROGRAM AUTHORITY

10-Standards:

Penal Code Sections 13503, 13512, 13513, and 13551.

20-Training:

Penal Code Sections 13503 and 13508.

30-Peace Officer Training:

Penal Code Sections 13500 to 13523, Health and Safety Code Section 11489.

DETAILED BUDGET ADJUSTMENTS

	2005-06*			2006-07*		
	General Fund	Other Funds	Positions	General Fund	Other Funds	Positions
Baseline Adjustment Descriptions						
• Price Increase	\$-	\$-	-	\$-	\$746	-
• Pro Rata Adjustment	-	-	-	-	170	-
• Attorney General Legal Services Rate Increase	-	-	-	-	8	-
• Retirement Rate Adjustment	-	-69	-	-	-69	-
Totals, Baseline Adjustments	\$-	-\$69	-	\$-	\$855	-
Policy Adjustment Descriptions						
• Develop Web-Based Training Courses	\$-	\$-	-	\$-	\$350	-
Totals, Policy Adjustments	\$-	\$-	-	\$-	\$350	-
TOTALS, BUDGET ADJUSTMENTS	\$-	-\$69	-	\$-	\$1,205	-

PROGRAM DESCRIPTIONS (Program Objectives Statement)

10 STANDARDS

The Standards Program establishes job-related selection and training standards for peace officers and dispatchers. It also provides management consultation to local law enforcement agencies. Activities include development of examinations and

* Dollars in thousands, except in Salary Range.

8120 Commission on Peace Officer Standards and Training - Continued

counseling local law enforcement agencies on ways to improve management practices.

The Program conducts applied research in the areas of peace officer selection and training, operational procedures and program evaluation to meet statutory requirements and to provide management guidance to local law enforcement agencies. It also facilitates the development and implementation of new programs for local agencies by serving as a clearinghouse of successful program information. Finally, it conducts accreditation and peace officer feasibility studies.

20 TRAINING

The Training Program increases the competence of law enforcement personnel by developing and certifying courses that meet identified training needs, by providing scheduling and quality control of such courses, and by assisting law enforcement agencies in providing necessary training and career development programs to their officers. The Commission assesses training on a continuing basis to ensure that emerging needs are met. The curricula cover a wide variety of topics necessary to satisfy statutory and regulatory mandates, maintain competence in police work, and address the training needs of law enforcement agency personnel. Curricula content is updated regularly. The Program also presents advanced training for law enforcement supervisors and executives through its Command College and the Supervisory Leadership Institute, and for trainers through the Basic Academy Instructor Certification Program and the Master Instructor Development Program. Other specialty programs include the Institute of Criminal Investigation.

Job-related selection and training standards for peace officers and dispatchers, established by the Standards Program, are enforced through inspections of local agencies receiving state aid to ensure they are adhering to minimum state standards.

30 PEACE OFFICER TRAINING

The Peace Officer Training Program provides financial assistance to participating jurisdictions for instructional costs associated with selected training courses. Funding is also provided for the cost of student travel and per diem expenses associated with training presentations and for necessary overtime to enable line officers to receive in-service training in areas of critical need. To encourage and assist local law enforcement agencies to meet and maintain minimum standards in the selection and training of law enforcement officers, the Commission provides financial assistance to all 58 counties, approximately 346 cities, and numerous specialized districts and local agencies which have agreed to meet the Commission's standards.

DETAILED EXPENDITURES BY PROGRAM (Program Budget Detail)

	2004-05*	2005-06*	2006-07*
PROGRAM REQUIREMENTS			
10 STANDARDS			
State Operations:			
0268 Peace Officers' Training Fund	\$5,982	\$5,082	\$5,203
Totals, State Operations	\$5,982	\$5,082	\$5,203
PROGRAM REQUIREMENTS			
20 TRAINING			
State Operations:			
0268 Peace Officers' Training Fund	\$25,427	\$27,921	\$29,074
0995 Reimbursements	911	1,259	1,259
Totals, State Operations	\$26,338	\$29,180	\$30,333
PROGRAM REQUIREMENTS			
30 PEACE OFFICER TRAINING			
State Operations:			
0268 Peace Officers' Training Fund	\$117	\$118	\$118
Totals, State Operations	\$117	\$118	\$118
Local Assistance:			
0268 Peace Officers' Training Fund	\$17,615	\$21,826	\$21,826
Totals, Local Assistance	\$17,615	\$21,826	\$21,826
TOTALS, EXPENDITURES			
State Operations	32,437	34,380	35,654
Local Assistance	17,615	21,826	21,826
Totals, Expenditures	\$50,052	\$56,206	\$57,480

EXPENDITURES BY CATEGORY (Summary By Object)

* Dollars in thousands, except in Salary Range.

8120 Commission on Peace Officer Standards and Training - Continued

1 State Operations	Positions			Expenditures		
	2004-05	2005-06	2006-07	2004-05*	2005-06*	2006-07*
PERSONAL SERVICES						
Authorized Positions (Equals Sch. 7A)	111.0	121.0	121.0	\$7,224	\$7,820	\$7,908
Estimated Salary Savings	-	-6.0	-6.0	-	-391	-395
Net Totals, Salaries and Wages	111.0	115.0	115.0	\$7,224	\$7,429	\$7,513
Staff Benefits	-	-	-	2,837	2,876	2,956
Totals, Personal Services	111.0	115.0	115.0	\$10,061	\$10,305	\$10,469
OPERATING EXPENSES AND EQUIPMENT				\$3,693	\$5,030	\$5,200
SPECIAL ITEMS OF EXPENSE						
Training Contracts				\$18,683	\$19,045	\$19,985
Totals, Special Items of Expense				\$18,683	\$19,045	\$19,985
TOTALS, POSITIONS AND EXPENDITURES, ALL FUNDS (State Operations)				\$32,437	\$34,380	\$35,654

2 Local Assistance

	Expenditures		
	2004-05*	2005-06*	2006-07*
Grants and Subventions	\$17,615	\$21,826	\$21,826
TOTALS, EXPENDITURES, ALL FUNDS (Local Assistance)	\$17,615	\$21,826	\$21,826

DETAIL OF APPROPRIATIONS AND ADJUSTMENTS (Reconciliation with Appropriations)

1 STATE OPERATIONS	2004-05*	2005-06*	2006-07*
0268 Peace Officers' Training Fund			
APPROPRIATIONS			
001 Budget Act appropriation	\$12,430	\$14,145	\$14,410
Allocation for employee compensation	348	-	-
Adjustment per Section 3.60	200	-69	-
011 Budget Act appropriation	13,111	17,489	18,429
Transfer from Item 8120-101-0268 per Provision 2	4,422	-	-
012 Budget Act appropriation	1,556	1,556	1,556
Totals Available	\$32,067	\$33,121	\$34,395
Unexpended balance, estimated savings	-541	-	-
TOTALS, EXPENDITURES	\$31,526	\$33,121	\$34,395
0995 Reimbursements			
APPROPRIATIONS			
Reimbursements	\$911	\$1,259	\$1,259
TOTALS, EXPENDITURES, ALL FUNDS (State Operations)	\$32,437	\$34,380	\$35,654
2 LOCAL ASSISTANCE	2004-05*	2005-06*	2006-07*
0001 General Fund			
APPROPRIATIONS			
295 Budget Act appropriation (State Mandates)	\$1	-	-
Totals Available	\$1	\$-	\$-
Unexpended balance, estimated savings	-1	-	-
TOTALS, EXPENDITURES	\$-	\$-	\$-
0268 Peace Officers' Training Fund			
APPROPRIATIONS			
101 Budget Act appropriation	\$25,382	\$21,382	\$21,382
Transfer to Item 8120-011-0268 per Provision 1	-4,422	-	-
102 Budget Act appropriation	444	444	444

* Dollars in thousands, except in Salary Range.

8120 Commission on Peace Officer Standards and Training - Continued

2 LOCAL ASSISTANCE	2004-05*	2005-06*	2006-07*
Totals Available	\$21,404	\$21,826	\$21,826
Unexpended balance, estimated savings	-3,789	-	-
TOTALS, EXPENDITURES	\$17,615	\$21,826	\$21,826
TOTALS, EXPENDITURES, ALL FUNDS (Local Assistance)	\$17,615	\$21,826	\$21,826
TOTALS, EXPENDITURES, ALL FUNDS (State Operations and Local Assistance)	\$50,052	\$56,206	\$57,480

FUND CONDITION STATEMENTS

	2004-05*	2005-06*	2006-07*
0268 Peace Officers' Training Fund ^s			
BEGINNING BALANCE	\$14,793	\$21,368	\$19,904
Prior year adjustments	2,555	-	-
Adjusted Beginning Balance	\$17,348	\$21,368	\$19,904
REVENUES, TRANSFERS, AND OTHER ADJUSTMENTS			
Revenues:			
125600 Other Regulatory Fees	200	200	200
130700 Penalties on Traffic Violations	38,348	38,643	39,229
142500 Miscellaneous Services to the Public	25	25	25
150300 Income From Surplus Money Investments	570	600	600
161000 Escheat of Unclaimed Checks & Warrants	12	15	15
Transfers and Other Adjustments:			
FO0178 From Driver Training Penalty Assessment Fund per Section 24.10, Budget Acts of 2004, 2005 and 2006	14,000	14,000	14,000
FO0683 From Stephen P. Teale Data Center Revolving Fund per Section 15.00, Budget Act of 2004	6	-	-
Total Revenues, Transfers, and Other Adjustments	\$53,161	\$53,483	\$54,069
Total Resources	\$70,509	\$74,851	\$73,973
EXPENDITURES AND EXPENDITURE ADJUSTMENTS			
Expenditures:			
0840 State Controller (State Operations)	-	-	1
8120 Commission on Peace Officer Standards and Training			
State Operations	31,526	33,121	34,395
Local Assistance	17,615	21,826	21,826
Total Expenditures and Expenditure Adjustments	\$49,141	\$54,947	\$56,222
FUND BALANCE	\$21,368	\$19,904	\$17,751
Reserve for economic uncertainties	21,368	19,904	17,751

8140 State Public Defender

The mission of the Office of the State Public Defender is to provide representation to indigents in post-conviction proceedings following a judgment of death.

3-YR EXPENDITURES AND POSITIONS (Summary of Program Requirements)

	Positions			Expenditures		
	2004-05	2005-06	2006-07	2004-05*	2005-06*	2006-07*
10 State Public Defender	83.8	82.0	82.0	\$11,244	\$11,263	\$11,333
TOTALS, POSITIONS AND EXPENDITURES (All Programs)	83.8	82.0	82.0	\$11,244	\$11,263	\$11,333

FUNDING	2004-05*	2005-06*	2006-07*
0001 General Fund	\$11,244	\$11,263	\$11,333

* Dollars in thousands, except in Salary Range.

8140 State Public Defender - Continued

FUNDING	2004-05*	2005-06*	2006-07*
TOTALS, EXPENDITURES, ALL FUNDS	\$11,244	\$11,263	\$11,333

LEGAL CITATIONS AND AUTHORITY

DEPARTMENT AUTHORITY

Government Code Sections 15400-15404, 15420-15425; Penal Code Sections 1026.5 and 1240.

DETAILED BUDGET ADJUSTMENTS

	2005-06*			2006-07*		
	General Fund	Other Funds	Positions	General Fund	Other Funds	Positions
Baseline Adjustment Descriptions						
• Retirement Rate Adjustment	-\$67	\$-	-	-\$67	\$-	-
• Price Increase	-	-	-	70	-	-
Totals, Baseline Adjustments	-\$67	\$-	-	\$3	\$-	-
TOTALS, BUDGET ADJUSTMENTS	-\$67	\$-	-	\$3	\$-	-

PROGRAM DESCRIPTIONS (Program Objectives Statement)

10 STATE PUBLIC DEFENDER

The objective of the Office of the State Public Defender, upon assignment of cases exclusively from the California Supreme Court, is to provide legal services in capital appeals to persons who do not have the financial means to employ private counsel. The Office of the State Public Defender focuses its resources exclusively on post-conviction proceedings following the judgment of death. The Office has two regional offices located in Sacramento and San Francisco. The State Public Defender is headquartered in San Francisco.

DETAILED EXPENDITURES BY PROGRAM (Program Budget Detail)

		2004-05*	2005-06*	2006-07*
PROGRAM REQUIREMENTS				
10	STATE PUBLIC DEFENDER			
	State Operations:			
0001	General Fund	\$11,244	\$11,263	\$11,333
	Totals, State Operations	\$11,244	\$11,263	\$11,333
TOTALS, EXPENDITURES				
	State Operations	11,244	11,263	11,333
	Totals, Expenditures	\$11,244	\$11,263	\$11,333

EXPENDITURES BY CATEGORY (Summary By Object)

1 State Operations	Positions			Expenditures		
	2004-05	2005-06	2006-07	2004-05*	2005-06*	2006-07*
PERSONAL SERVICES						
Authorized Positions (Equals Sch. 7A)	83.8	87.0	87.0	\$6,714	\$7,157	\$7,226
Estimated Salary Savings	-	-5.0	-5.0	-	-358	-361
Net Totals, Salaries and Wages	83.8	82.0	82.0	\$6,714	\$6,799	\$6,865
Staff Benefits	-	-	-	2,136	2,338	2,385
Totals, Personal Services	83.8	82.0	82.0	\$8,850	\$9,137	\$9,250
OPERATING EXPENSES AND EQUIPMENT				\$2,394	\$2,126	\$2,083
TOTALS, POSITIONS AND EXPENDITURES, ALL FUNDS (State Operations)				\$11,244	\$11,263	\$11,333

* Dollars in thousands, except in Salary Range.

8140 State Public Defender - Continued

DETAIL OF APPROPRIATIONS AND ADJUSTMENTS (Reconciliation with Appropriations)

1 STATE OPERATIONS	2004-05*	2005-06*	2006-07*
0001 General Fund			
APPROPRIATIONS			
001 Budget Act appropriation	\$11,176	\$11,330	\$11,333
Allocation for employee compensation	203	-	-
Adjustment per Section 3.60	47	-67	-
Totals Available	\$11,426	\$11,263	\$11,333
Unexpended balance, estimated savings	-182	-	-
TOTALS, EXPENDITURES	\$11,244	\$11,263	\$11,333
TOTALS, EXPENDITURES, ALL FUNDS (State Operations)	\$11,244	\$11,263	\$11,333

8180 Payment to Counties for Costs of Homicide Trial

It is state policy that the cost of homicide trials should not unduly impact local government finances. Current law implements this policy by allowing counties to apply to the State Controller for reimbursement of homicide trial and hearing costs that exceed a specified percentage of assessed property value in the county.

3-YR EXPENDITURES AND POSITIONS (Summary of Program Requirements)

	Positions			Expenditures		
	2004-05	2005-06	2006-07	2004-05*	2005-06*	2006-07*
10 County Homicide Hearing and Trial Costs	-	-	-	\$3,062	\$4,305	\$3,500
TOTALS, POSITIONS AND EXPENDITURES (All Programs)	-	-	-	\$3,062	\$4,305	\$3,500

FUNDING	2004-05*	2005-06*	2006-07*
0001 General Fund	\$3,062	\$4,305	\$3,500
TOTALS, EXPENDITURES, ALL FUNDS	\$3,062	\$4,305	\$3,500

LEGAL CITATIONS AND AUTHORITY

PROGRAM AUTHORITY

County Homicide Hearing and Trial Costs:

Government Code Sections 15200-15204.

DETAILED BUDGET ADJUSTMENTS

	2005-06*			2006-07*		
	General Fund	Other Funds	Positions	General Fund	Other Funds	Positions
Baseline Adjustment Descriptions						
• Adjustment to Reimbursement to Counties for Homicide Trials Based on Anticipated Funding Need for 2006-07	\$-	\$-	-	-\$805	\$-	-
Totals, Baseline Adjustments	\$-	\$-	-	-\$805	\$-	-
TOTALS, BUDGET ADJUSTMENTS	\$-	\$-	-	-\$805	\$-	-

PROGRAM DESCRIPTIONS (Program Objectives Statement)

10 COUNTY HOMICIDE HEARING AND TRIAL COSTS

* Dollars in thousands, except in Salary Range.

8180 Payment to Counties for Costs of Homicide Trial - Continued

The program objective is to provide funding, on a reimbursement basis, to counties for the extraordinary costs associated with the prosecution and conduct of homicide trials.

DETAIL OF APPROPRIATIONS AND ADJUSTMENTS (Reconciliation with Appropriations)

2 LOCAL ASSISTANCE		2004-05*	2005-06*	2006-07*
	0001 General Fund			
APPROPRIATIONS				
101 Budget Act appropriation		<u>\$4,746</u>	<u>\$4,305</u>	<u>\$3,500</u>
Totals Available		\$4,746	\$4,305	\$3,500
Unexpended balance, estimated savings		<u>-1,684</u>	<u>-</u>	<u>-</u>
TOTALS, EXPENDITURES		\$3,062	\$4,305	\$3,500
TOTALS, EXPENDITURES, ALL FUNDS (Local Assistance)		\$3,062	\$4,305	\$3,500

8260 California Arts Council

The California Arts Council consists of eleven members, nine appointed by the Governor and one appointed by the President pro Tempore of the Senate and the Speaker of the Assembly. The Council establishes general policy and approves program allocations.

The Council recognizes that the Arts are essential for the cultural, educational, social and economic development of California. The Council seeks to further its mandates and services to the public through the development of partnerships with the public and private sectors and by providing support to the state's non-profit arts and cultural community, which are broad-based and extended across the state from its largest metropolitan areas to its most rural areas.

The Council is statutorily required to:

- Encourage artistic awareness, participation, and expression among the citizens of California.
- Help independent local groups develop their own arts programs.
- Promote the employment of artists and those skilled in crafts in both the public and private sectors.
- Provide for the exhibition of art works in public buildings throughout California.
- Enlist the aid of all state agencies in the task of ensuring the fullest expression of our artistic potential.

3-YR EXPENDITURES AND POSITIONS (Summary of Program Requirements)

	Positions			Expenditures		
	2004-05	2005-06	2006-07	2004-05*	2005-06*	2006-07*
90 Arts Council	<u>18.4</u>	<u>19.3</u>	<u>19.3</u>	<u>\$3,041</u>	<u>\$3,269</u>	<u>\$5,110</u>
TOTALS, POSITIONS AND EXPENDITURES (All Programs)	18.4	19.3	19.3	\$3,041	\$3,269	\$5,110

FUNDING		2004-05*	2005-06*	2006-07*
0001 General Fund		\$1,139	\$1,144	\$1,144
0078 Graphic Design License Plate Account		885	967	2,804
0890 Federal Trust Fund		984	961	965
0995 Reimbursements		<u>33</u>	<u>197</u>	<u>197</u>
TOTALS, EXPENDITURES, ALL FUNDS		\$3,041	\$3,269	\$5,110

LEGAL CITATIONS AND AUTHORITY

DEPARTMENT AUTHORITY

Government Code, Section 8750-8756.

DETAILED BUDGET ADJUSTMENTS

	2005-06*			2006-07*		
	General Fund	Other Funds	Positions	General Fund	Other Funds	Positions

* Dollars in thousands, except in Salary Range.

8260 California Arts Council - Continued

	2005-06*			2006-07*		
	General Fund	Other Funds	Positions	General Fund	Other Funds	Positions
Baseline Adjustment Descriptions						
• Price Increase	\$-	\$-	-	\$-	\$27	-
• Federal Funds Base Increase	-	23	-	-	23	-
• SWCAP Adjustment	-	-	-	-	4	-
• Pro Rata Adjustment	-	-	-	-	-15	-
• Retirement Rate Adjustment	-9	-1	-	-9	-1	-
Totals, Baseline Adjustments	-\$9	\$22	-	-\$9	\$38	-
Policy Adjustment Descriptions						
• Increase from Graphic Design License Plate Account (Ch 393, Stat. 2004)	\$-	\$-	-	\$-	\$1,825	-
Totals, Policy Adjustments	\$-	\$-	-	\$-	\$1,825	-
TOTALS, BUDGET ADJUSTMENTS	-\$9	\$22	-	-\$9	\$1,863	-

PROGRAM DESCRIPTIONS (Program Objectives Statement)

90 ARTS COUNCIL

The Arts Council administers its programs by providing support services in the following areas: grants management, contract and fiscal control, evaluation, personnel services, program planning, public information, and federal funds allocation.

DETAILED EXPENDITURES BY PROGRAM (Program Budget Detail)

		2004-05*	2005-06*	2006-07*
PROGRAM REQUIREMENTS				
90	ARTS COUNCIL			
	State Operations:			
0001	General Fund	\$1,139	\$1,144	\$1,144
0078	Graphic Design License Plate Account	885	967	979
0890	Federal Trust Fund	984	961	965
0995	Reimbursements	33	197	197
	Totals, State Operations	\$3,041	\$3,269	\$3,285
	Local Assistance:			
0078	Graphic Design License Plate Account	\$-	\$-	\$1,825
	Totals, Local Assistance	\$-	\$-	\$1,825
	TOTALS, EXPENDITURES			
	State Operations	3,041	3,269	3,285
	Local Assistance	-	-	1,825
	Totals, Expenditures	\$3,041	\$3,269	\$5,110

EXPENDITURES BY CATEGORY (Summary By Object)

	1 State Operations			Expenditures		
	2004-05	2005-06	2006-07	2004-05*	2005-06*	2006-07*
PERSONAL SERVICES						
Authorized Positions (Equals Sch. 7A)	18.4	19.3	19.3	\$1,106	\$1,180	\$1,194
Net Totals, Salaries and Wages	18.4	19.3	19.3	\$1,106	\$1,180	\$1,194
Staff Benefits	-	-	-	423	558	518
Totals, Personal Services	18.4	19.3	19.3	\$1,529	\$1,738	\$1,712
OPERATING EXPENSES AND EQUIPMENT						
				\$1,512	\$1,531	\$1,573
TOTALS, POSITIONS AND EXPENDITURES, ALL FUNDS				\$3,041	\$3,269	\$3,285

* Dollars in thousands, except in Salary Range.

8260 California Arts Council - Continued

1 State Operations	Positions			Expenditures		
	2004-05	2005-06	2006-07	2004-05*	2005-06*	2006-07*
(State Operations)						
2 Local Assistance						
				Expenditures		
				2004-05*	2005-06*	2006-07*
90 Arts Council				\$-	\$-	\$1,825
TOTALS, EXPENDITURES, ALL FUNDS (Local Assistance)				\$-	\$-	\$1,825

DETAIL OF APPROPRIATIONS AND ADJUSTMENTS (Reconciliation with Appropriations)

1 STATE OPERATIONS	2004-05*	2005-06*	2006-07*
0001 General Fund			
APPROPRIATIONS			
001 Budget Act appropriation	\$1,075	\$1,153	\$1,144
Allocation for employee compensation	51	-	-
Adjustment per Section 3.60	14	-9	-
Adjustment per Section 4.60 (Rental Rate)	5	-	-
Totals Available	\$1,145	\$1,144	\$1,144
Unexpended balance, estimated savings	-6	-	-
TOTALS, EXPENDITURES	\$1,139	\$1,144	\$1,144
0078 Graphic Design License Plate Account			
APPROPRIATIONS			
001 Budget Act appropriation	\$893	\$968	\$979
Allocation for employee compensation	6	-	-
Adjustment per Section 3.60	3	-1	-
Totals Available	\$902	\$967	\$979
Unexpended balance, estimated savings	-17	-	-
TOTALS, EXPENDITURES	\$885	\$967	\$979
0890 Federal Trust Fund			
APPROPRIATIONS			
001 Budget Act appropriation	\$963	\$938	\$965
Budget Adjustment	21	23	-
TOTALS, EXPENDITURES	\$984	\$961	\$965
0995 Reimbursements			
APPROPRIATIONS			
Reimbursements	\$33	\$197	\$197
TOTALS, EXPENDITURES, ALL FUNDS (State Operations)	\$3,041	\$3,269	\$3,285
2 LOCAL ASSISTANCE			
0078 Graphic Design License Plate Account			
APPROPRIATIONS			
101 Budget Act appropriation	-	-	\$1,825
TOTALS, EXPENDITURES	\$-	\$-	\$1,825
TOTALS, EXPENDITURES, ALL FUNDS (Local Assistance)	\$-	\$-	\$1,825
TOTALS, EXPENDITURES, ALL FUNDS (State Operations and Local Assistance)	\$3,041	\$3,269	\$5,110

FUND CONDITION STATEMENTS

* Dollars in thousands, except in Salary Range.

8260 California Arts Council - Continued

	2004-05*	2005-06*	2006-07*
0078 Graphic Design License Plate Account ^s			
BEGINNING BALANCE	\$1,437	\$1,999	\$3,902
Prior year adjustments	-147	-	-
Adjusted Beginning Balance	\$1,290	\$1,999	\$3,902
REVENUES, TRANSFERS, AND OTHER ADJUSTMENTS			
Revenues:			
143000 Personalized License Plates	1,550	2,793	2,932
150300 Income From Surplus Money Investments	44	78	82
Total Revenues, Transfers, and Other Adjustments	\$1,594	\$2,871	\$3,014
Total Resources	\$2,884	\$4,870	\$6,916
EXPENDITURES AND EXPENDITURE ADJUSTMENTS			
Expenditures:			
0840 State Controller (State Operations)	-	1	1
8260 California Arts Council			
State Operations	885	967	979
Local Assistance	-	-	1,825
Total Expenditures and Expenditure Adjustments	\$885	\$968	\$2,805
FUND BALANCE	\$1,999	\$3,902	\$4,111
Reserve for economic uncertainties	1,999	3,902	4,111

8320 Public Employment Relations Board

It is the mission of the Public Employment Relations Board to administer and enforce California public sector collective bargaining laws in an expert, fair and consistent manner, to promote improved public sector employer-employee relations, and to provide a timely and cost effective method through which employers, employee organizations and employees can resolve their labor relations disputes.

3-YR EXPENDITURES AND POSITIONS (Summary of Program Requirements)

	Positions			Expenditures		
	2004-05	2005-06	2006-07	2004-05*	2005-06*	2006-07*
11 Public Employment Relations	33.1	41.0	41.0	\$4,757	\$5,536	\$5,567
TOTALS, POSITIONS AND EXPENDITURES (All Programs)	33.1	41.0	41.0	\$4,757	\$5,536	\$5,567

FUNDING		2004-05*	2005-06*	2006-07*
0001 General Fund		\$4,742	\$5,524	\$5,555
0995 Reimbursements		15	12	12
TOTALS, EXPENDITURES, ALL FUNDS		\$4,757	\$5,536	\$5,567

LEGAL CITATIONS AND AUTHORITY

DEPARTMENT AUTHORITY

Government Code Sections 3500-3599 and 71600-71829 and Public Utilities Code Sections 99560-99570.4.

DETAILED BUDGET ADJUSTMENTS

Baseline Adjustment Descriptions	2005-06*			2006-07*		
	General Fund	Other Funds	Positions	General Fund	Other Funds	Positions
• Price Increase	\$-	\$-	-	\$31	\$-	-
• Retirement Rate Adjustment	-34	-	-	-34	-	-

* Dollars in thousands, except in Salary Range.

8320 Public Employment Relations Board - Continued

	2005-06*			2006-07*		
	General Fund	Other Funds	Positions	General Fund	Other Funds	Positions
Totals, Baseline Adjustments	-\$34	\$-	-	-\$3	\$-	-
TOTALS, BUDGET ADJUSTMENTS	-\$34	\$-	-	-\$3	\$-	-

DETAILED EXPENDITURES BY PROGRAM (Program Budget Detail)

		2004-05*	2005-06*	2006-07*
PROGRAM REQUIREMENTS				
11	PUBLIC EMPLOYMENT RELATIONS			
	State Operations:			
0001	General Fund	\$4,742	\$5,524	\$5,555
0995	Reimbursements	15	12	12
	Totals, State Operations	\$4,757	\$5,536	\$5,567
TOTALS, EXPENDITURES				
	State Operations	4,757	5,536	5,567
	Totals, Expenditures	\$4,757	\$5,536	\$5,567

EXPENDITURES BY CATEGORY (Summary By Object)

1 State Operations	Positions			Expenditures		
	2004-05	2005-06	2006-07	2004-05*	2005-06*	2006-07*
PERSONAL SERVICES						
Authorized Positions (Equals Sch. 7A)	33.1	43.0	43.0	\$2,761	\$3,354	\$3,424
Estimated Salary Savings	-	-2.0	-2.0	-	-168	-171
Net Totals, Salaries and Wages	33.1	41.0	41.0	\$2,761	\$3,186	\$3,253
Staff Benefits	-	-	-	885	1,133	1,140
Totals, Personal Services	33.1	41.0	41.0	\$3,646	\$4,319	\$4,393
OPERATING EXPENSES AND EQUIPMENT						
TOTALS, POSITIONS AND EXPENDITURES, ALL FUNDS (State Operations)				\$4,757	\$5,536	\$5,567

DETAIL OF APPROPRIATIONS AND ADJUSTMENTS (Reconciliation with Appropriations)

1 STATE OPERATIONS		2004-05*	2005-06*	2006-07*
0001 General Fund				
APPROPRIATIONS				
001	Budget Act appropriation	\$4,893	\$5,558	\$5,555
	Allocation for employee compensation	194	-	-
	Adjustment per Section 3.60	45	-34	-
	Totals Available	\$5,132	\$5,524	\$5,555
	Unexpended balance, estimated savings	-390	-	-
	TOTALS, EXPENDITURES	\$4,742	\$5,524	\$5,555
0995 Reimbursements				
APPROPRIATIONS				
	Reimbursements	\$15	\$12	\$12
	TOTALS, EXPENDITURES, ALL FUNDS (State Operations)	\$4,757	\$5,536	\$5,567

* Dollars in thousands, except in Salary Range.

8380 Department of Personnel Administration

The Department of Personnel Administration (DPA) is the Governor's chief personnel policy advisor. The Department represents the Governor as the "employer" in all matters concerning state employer-employee relations. The Department is responsible for all issues related to salaries, benefits, and position classification. For rank and file employees, these matters are determined through the collective bargaining process and for excluded employees, through a meet and confer process. Specifically DPA:

- Represents the Governor in negotiations with the employee labor organizations regarding terms and conditions of employment.
- Manages salaries, benefits, classifications, and administers all aspects of the terms and conditions of employment for state employees except for merit-related matters (merit-related matters are those involving hiring, promoting, and disciplining state employees).
- Administers the tax-deferred savings program for state employees.

3-YR EXPENDITURES AND POSITIONS (Summary of Program Requirements)

	Positions			Expenditures		
	2004-05	2005-06	2006-07	2004-05*	2005-06*	2006-07*
10 Classification and Compensation	36.4	38.5	41.3	\$4,495	\$5,016	\$5,914
20 Labor Relations	12.4	22.0	24.9	8,246	3,510	3,971
25 Legal Services	35.8	42.0	49.6	4,963	5,471	7,706
40.01 Administration	34.5	36.3	36.2	3,718	4,152	4,290
40.02 Distributed Administration	-	-	-	-3,718	-4,152	-4,290
54 Benefits Administration	56.5	68.1	66.3	42,943	43,986	45,879
56 Training and Development	4.6	-	-	834	-	-
99 Unclassified (Benefit Payments)	-	-	-	21,420	27,719	27,719
TOTALS, POSITIONS AND EXPENDITURES (All Programs)	180.2	206.9	218.3	\$82,901	\$85,702	\$91,189

FUNDING	2004-05*	2005-06*	2006-07*
0001 General Fund	\$37,349	\$33,233	\$34,199
0258 Work and Family Fund	2,354	-	-
0367 Indian Gaming Special Distribution Fund	23	327	-
0821 Flexelect Benefit Fund	20,853	27,567	27,638
0915 Deferred Compensation Plan Fund	8,086	9,785	11,712
0995 Reimbursements	12,913	13,390	16,240
8008 State Employees' Pretax Parking Fund	1,323	1,400	1,400
TOTALS, EXPENDITURES, ALL FUNDS	\$82,901	\$85,702	\$91,189

Note that the expenditures for funds 0821 and 8008 include unclassified expenditures for benefit payments, which are detailed in the Detail of Appropriations and Adjustments.

LEGAL CITATIONS AND AUTHORITY

DEPARTMENT AUTHORITY

Government Code, Title 2, Division 5, Part 2.6; Government Code, Title 1, Division 1, Chapters 10.3 and 10.5; and California Code of Regulations, Title 2, Division 1, Chapter 3.

MAJOR PROGRAM CHANGES

- An increase of \$1 million General Fund is proposed to begin the process of reforming the state's 4,000+ classifications and determine appropriate testing instruments for the revised classification structure. The Department of Personnel Administration and the State Personnel Board will collaborate in this project.
- An increase of \$140,000 General Fund and 1.0 position is proposed to coordinate department and agency efforts for workforce planning. Departments and agencies will contract for consultant services as required and the position at DPA will ensure consistency of approach for the entire state.

* Dollars in thousands, except in Salary Range.

8380 Department of Personnel Administration - Continued

- An increase of 6.0 positions (5.7 PYs) and \$852,000 in reimbursement authority is proposed to meet current workload demands in the legal office. The additional resources will address the increase in litigation relating to collective bargaining issues and legal actions regarding state employees.
- An increase of 1.0 position (0.9 PYs) and \$82,000 Reimbursement authority is proposed to create an enrollee-funded vision care program for state retirees. Currently, retirees are eligible for both health care and dental care funded by the state. The retiree vision plan will be a stand-alone pool, separate from the active employees' plan. All administrative costs for the program will be paid by the enrolled retirees as part of their monthly vision premiums.
- An increase of \$100,000 GF is proposed to create a single human resources web portal that encompasses both the Department of Personnel Administration and the State Personnel Board. It is estimated that ongoing costs of \$50,000 General Fund will be required to maintain and update the portal.

DETAILED BUDGET ADJUSTMENTS

	2005-06*			2006-07*		
	General Fund	Other Funds	Positions	General Fund	Other Funds	Positions
Baseline Adjustment Descriptions						
• Price Increase (GF piece only)	\$-	\$-	-	\$117	\$-	-
• Various Baseline Adjustments	-	5,000	-	-	5,000	-
• Savings Plus Plan Thrid Party Administrator Contract Renegotiation	-	-	-	-	1,728	-
• Increase Legal Division Reimbursement Authority to Reflect Attorney Services Rate Increase	-	-	-	-	1,345	-
• 21st Century Project - Positions for DPA	-	-	-	-	631	7.6
• Various Baseline Adjustments	259	295	-	-15	809	-
Totals, Baseline Adjustments	\$259	\$5,295	-	\$102	\$9,513	7.6
Policy Adjustment Descriptions						
• State Classification and Selection Reform	\$-	\$-	-	\$1,000	\$-	-
• State Workforce Planning Initiative	-	-	-	140	-	0.9
• Human Resources Internet Portal Implementation	-	-	-	100	-	-
• Legal Services Workload Increase	-	-	-	-	852	5.7
• Retiree-Paid Vision Benefit	-	-	-	-	82	0.9
Totals, Policy Adjustments	\$-	\$-	-	\$1,240	\$934	7.5
TOTALS, BUDGET ADJUSTMENTS	\$259	\$5,295	-	\$1,342	\$10,447	15.1

PROGRAM DESCRIPTIONS (Program Objectives Statement)

10 CLASSIFICATION AND COMPENSATION

The Classification and Compensation Division administers the state's classification and compensation program and provides consultation and direction to state agencies.

20 LABOR RELATIONS

The Labor Relations Division represents the Governor through the collective bargaining process and presents the state's management position in negotiations with the exclusive representatives (typically unions) of the 21 bargaining units. Collective bargaining issues include wages, hours, and working conditions for represented employees. The Division is responsible for setting the pay and benefits of employees excluded from the collective bargaining process including supervisors, managers, executives and confidential employees. (Confidential employees are generally those whose work assignments expose them to information that is sensitive or confidential in nature.) The Division provides cost estimates for collective bargaining proposals regarding changes to compensation, benefits, and working conditions. The Division is responsible for determining appropriate compensation levels for the state's employees through a salary survey program.

25 LEGAL

The Legal Division represents the state in all labor relations matters. The Division also represents agencies in areas such as personnel and discipline matters and wage and hour claims. The Department's attorneys are also called upon to provide legal representation in employment law, such as claims under the Americans with Disabilities Act and the Family Medical Leave Act.

* Dollars in thousands, except in Salary Range.

8380 Department of Personnel Administration - Continued

40 ADMINISTRATION

The Department of Personnel Administration's Executive Office provides strategic planning and direction for the Department as well as advice to the Governor's Office on all matters involving state employer-employee relations. The Administration Program also provides staff support and service to the Department's line programs including fiscal, personnel, contract, procurement, information technology, and telecommunications services.

54 BENEFITS ADMINISTRATION

The Benefits Administration Program administers a comprehensive employee benefit package designed to assist the state in attracting and retaining a qualified and diversified workforce. Benefits include health, dental, vision, employee assistance, safety/wellness, life insurance, long-term disability insurance, and legal services. The Benefits Administration Program also manages the master service agreement with the State Compensation Insurance Fund to provide for the state's workers' compensation program. The Savings Plus Program administers a tax-deferred savings program for state employees to supplement their future retirement in addition to the Alternative Retirement Program.

DETAILED EXPENDITURES BY PROGRAM (Program Budget Detail)

	2004-05*	2005-06*	2006-07*
PROGRAM REQUIREMENTS			
10 CLASSIFICATION AND COMPENSATION			
State Operations:			
0001 General Fund	\$3,474	\$3,708	\$4,825
0915 Deferred Compensation Plan Fund	-	139	139
0995 Reimbursements	1,021	1,169	950
Totals, State Operations	\$4,495	\$5,016	\$5,914
PROGRAM REQUIREMENTS			
20 LABOR RELATIONS			
State Operations:			
0001 General Fund	\$8,132	\$3,183	\$3,373
0367 Indian Gaming Special Distribution Fund	23	327	-
0995 Reimbursements	91	-	598
Totals, State Operations	\$8,246	\$3,510	\$3,971
PROGRAM REQUIREMENTS			
25 LEGAL SERVICES			
State Operations:			
0001 General Fund	\$600	\$1,517	\$1,539
0995 Reimbursements	4,363	3,954	6,167
Totals, State Operations	\$4,963	\$5,471	\$7,706
PROGRAM REQUIREMENTS			
54 BENEFITS ADMINISTRATION			
State Operations:			
0001 General Fund	\$25,143	\$24,825	\$24,462
0258 Work and Family Fund	2,354	-	-
0821 Flexelect Benefit Fund	756	1,248	1,319
0915 Deferred Compensation Plan Fund	8,086	9,646	11,573
0995 Reimbursements	6,604	8,267	8,525
Totals, State Operations	\$42,943	\$43,986	\$45,879
PROGRAM REQUIREMENTS			
56 TRAINING AND DEVELOPMENT			
State Operations:			
0995 Reimbursements	\$834	\$-	\$-
Totals, State Operations	\$834	\$-	\$-
PROGRAM REQUIREMENTS			
99 BENEFIT PAYMENTS			
Unclassified:			
0821 Flexelect Benefit Fund	\$20,097	\$26,319	\$26,319
8008 State Employees' Pretax Parking Fund	1,323	1,400	1,400

* Dollars in thousands, except in Salary Range.

8380 Department of Personnel Administration - Continued

	2004-05*	2005-06*	2006-07*
Totals, Unclassified	\$21,420	\$27,719	\$27,719
TOTALS, EXPENDITURES			
State Operations	61,481	57,983	63,470
Unclassified	21,420	27,719	27,719
Totals, Expenditures	\$82,901	\$85,702	\$91,189

EXPENDITURES BY CATEGORY (Summary By Object)

1 State Operations	Positions			Expenditures		
	2004-05	2005-06	2006-07	2004-05*	2005-06*	2006-07*
PERSONAL SERVICES						
Authorized Positions (Equals Sch. 7A)	180.2	217.0	213.0	\$11,153	\$12,896	\$12,874
Total Adjustments	-	-	16.0	-	-	1,349
Estimated Salary Savings	-	-10.1	-10.7	-	-635	-700
Net Totals, Salaries and Wages	180.2	206.9	218.3	\$11,153	\$12,261	\$13,523
Staff Benefits	-	-	-	4,020	4,773	5,145
Totals, Personal Services	180.2	206.9	218.3	\$15,173	\$17,034	\$18,668
OPERATING EXPENSES AND EQUIPMENT				\$13,203	\$17,002	\$21,497
SPECIAL ITEMS OF EXPENSE						
Rural Health Care Equity Program (Actives)				\$19,862	\$19,132	\$18,877
Rural Health Care Equity Program (Annuitants)				4,659	4,488	4,428
Work and Family Fund				2,354	-	-
Union Obligations				6,207	-	-
Indian Gaming Special Distribution Fund				23	327	-
Totals, Special Items of Expense				\$33,105	\$23,947	\$23,305
TOTALS, POSITIONS AND EXPENDITURES, ALL FUNDS (State Operations)				\$61,481	\$57,983	\$63,470

4 Unclassified	Expenditures		
	2004-05*	2005-06*	2006-07*
Flexelect Benefit Fund	\$20,097	\$26,319	\$26,319
State Employees' Pretax Parking Fund	1,323	1,400	1,400
TOTALS, EXPENDITURES, ALL FUNDS (Unclassified)	\$21,420	\$27,719	\$27,719

DETAIL OF APPROPRIATIONS AND ADJUSTMENTS (Reconciliation with Appropriations)

1 STATE OPERATIONS	2004-05*	2005-06*	2006-07*
0001 General Fund			
APPROPRIATIONS			
001 Budget Act appropriation	\$14,563	\$9,669	\$10,894
Allocation for employee compensation	397	-	-
Adjustment per Section 3.60	94	-54	-
Transfer to Legislative Claims (9670)	-	-2	-
004 Budget Act appropriation	22,582	23,305	23,305
Prior year balances available:			
Item 8380-004-0001, Budget Act of 2000	14,156	-	-
Item 8380-004-0001, Budget Act of 2001	9	-	-
Item 8380-004-0001, Budget Act of 2002	1,339	-	-
Item 8380-004-0001, Budget Act of 2003	2,085	-	-
Item 8380-004-0001, Budget Act of 2004	-	315	-
Totals Available	\$55,225	\$33,233	\$34,199

* Dollars in thousands, except in Salary Range.

8380 Department of Personnel Administration - Continued

1 STATE OPERATIONS	2004-05*	2005-06*	2006-07*
Unexpended balance, estimated savings	-17,561	-	-
Balance available in subsequent years	<u>-315</u>	<u>-</u>	<u>-</u>
TOTALS, EXPENDITURES	\$37,349	\$33,233	\$34,199
0258 Work and Family Fund			
APPROPRIATIONS			
Prior year balances available:			
Chapter 402, Statutes of 2000	<u>\$2,703</u>	<u>-</u>	<u>-</u>
Totals Available	\$2,703	\$-	\$-
Unexpended balance, estimated savings	<u>-349</u>	<u>-</u>	<u>-</u>
TOTALS, EXPENDITURES	\$2,354	\$-	\$-
0367 Indian Gaming Special Distribution Fund			
APPROPRIATIONS			
Prior year balances available:			
Item 8380-001-0367, Budget Act of 2000, as reappropriated by Item 8380-490, Budget Acts of 2001, 2002, 2003, 2004 and 2005	<u>\$350</u>	<u>\$327</u>	<u>-</u>
Totals Available	\$350	\$327	\$-
Balance available in subsequent years	<u>-327</u>	<u>-</u>	<u>-</u>
TOTALS, EXPENDITURES	\$23	\$327	\$-
0821 Flexelect Benefit Fund			
APPROPRIATIONS			
001 Budget Act appropriation	\$1,120	\$1,249	\$1,319
Allocation for employee compensation	10	-	-
Adjustment per Section 3.60	<u>5</u>	<u>-1</u>	<u>-</u>
Totals Available	\$1,135	\$1,248	\$1,319
Unexpended balance, estimated savings	<u>-379</u>	<u>-</u>	<u>-</u>
TOTALS, EXPENDITURES	\$756	\$1,248	\$1,319
0915 Deferred Compensation Plan Fund			
APPROPRIATIONS			
001 Budget Act appropriation	\$9,481	\$9,796	\$11,712
Allocation for employee compensation	93	-	-
Adjustment per Section 3.60	47	-8	-
Transfer to Legislative Claims (9670)	<u>-</u>	<u>-3</u>	<u>-</u>
Totals Available	\$9,621	\$9,785	\$11,712
Unexpended balance, estimated savings	<u>-1,535</u>	<u>-</u>	<u>-</u>
TOTALS, EXPENDITURES	\$8,086	\$9,785	\$11,712
0995 Reimbursements			
APPROPRIATIONS			
Reimbursements	<u>\$12,913</u>	<u>\$13,390</u>	<u>\$16,240</u>
TOTALS, EXPENDITURES, ALL FUNDS (State Operations)	\$61,481	\$57,983	\$63,470
4 UNCLASSIFIED			
0821 Flexelect Benefit Fund			
APPROPRIATIONS			
Government Code Sec 1156 (claims paid)	<u>\$20,097</u>	<u>\$26,319</u>	<u>\$26,319</u>
TOTALS, EXPENDITURES	\$20,097	\$26,319	\$26,319
8008 State Employees' Pretax Parking Fund			
APPROPRIATIONS			
Government Code Section 1156.1	<u>\$1,323</u>	<u>\$1,400</u>	<u>\$1,400</u>
TOTALS, EXPENDITURES	\$1,323	\$1,400	\$1,400
TOTALS, EXPENDITURES, ALL FUNDS (Unclassified)	\$21,420	\$27,719	\$27,719
TOTALS, EXPENDITURES, ALL FUNDS (State Operations and Unclassified)	\$82,901	\$85,702	\$91,189

* Dollars in thousands, except in Salary Range.

8380 Department of Personnel Administration - Continued

FUND CONDITION STATEMENTS

	2004-05*	2005-06*	2006-07*
0258 Work and Family Fund ^S			
BEGINNING BALANCE	\$2,703	\$349	-
REVENUES, TRANSFERS, AND OTHER ADJUSTMENTS			
Transfers and Other Adjustments:			
TO0001 To General Fund per Government Code Section 16346	-	-349	-
Total Revenues, Transfers, and Other Adjustments	-	-349	-
Total Resources	\$2,703	-	-
EXPENDITURES AND EXPENDITURE ADJUSTMENTS			
Expenditures:			
8380 Department of Personnel Administration (State Operations)	2,354	-	-
Total Expenditures and Expenditure Adjustments	\$2,354	-	-
FUND BALANCE	\$349	-	-
Reserve for economic uncertainties	349	-	-
0821 Flexelect Benefit Fund ^N			
BEGINNING BALANCE	\$7,401	\$8,285	\$8,263
Prior year adjustments	19	-	-
Adjusted Beginning Balance	\$7,420	\$8,285	\$8,263
REVENUES, TRANSFERS, AND OTHER ADJUSTMENTS			
Revenues:			
215100 Surplus Money Investments (DPA)	187	226	226
216600 Fees and Licenses (Administrative Fees)	286	600	600
261900 Escheat of Unclaimed Checks	4	-	-
299600 Other:			
Employee Contributions - Health Care	10,182	13,741	13,741
Employee Contributions - Dependent Care	10,025	12,978	12,978
State Contributions - Dependent Care	1,034	-	-
Total Revenues, Transfers, and Other Adjustments	\$21,718	\$27,545	\$27,545
Total Resources	\$29,138	\$35,830	\$35,808
EXPENDITURES AND EXPENDITURE ADJUSTMENTS			
Expenditures:			
8380 Department of Personnel Administration			
State Operations	756	1,248	1,319
Unclassified	20,097	26,319	26,319
Health Care Reimbursement Account	(9,552)	(13,486)	(13,486)
Dependent Care Reimbursement Accounts	(10,545)	(12,833)	(12,833)
Total Expenditures and Expenditure Adjustments	\$20,853	\$27,567	\$27,638
FUND BALANCE	\$8,285	\$8,263	\$8,170
Program administration	1,017	595	102
Participants	7,268	7,668	8,068
0915 Deferred Compensation Plan Fund ^N			
BEGINNING BALANCE	\$5,220,992	\$5,533,061	\$5,810,121
Prior year adjustments	76,325	-	-
Adjusted Beginning Balance	\$5,297,317	\$5,533,061	\$5,810,121
REVENUES, TRANSFERS, AND OTHER ADJUSTMENTS			
Revenues:			
215600 Interest on Investments (Participants)	307,945	323,342	323,342
221100 Other (Employee Contributions)	547,172	574,531	574,531
250300 Surplus Money Investments (DPA)	93	98	98
299900 Fees and Licenses (Administrative Fees)	10,039	10,300	10,300

* Dollars in thousands, except in Salary Range.

8380 Department of Personnel Administration - Continued

	2004-05*	2005-06*	2006-07*
Total Revenues, Transfers, and Other Adjustments	\$865,249	\$908,271	\$908,271
Total Resources	\$6,162,566	\$6,441,332	\$6,718,392
EXPENDITURES AND EXPENDITURE ADJUSTMENTS			
Expenditures:			
0840 State Controller (State Operations)	-	3	4
8380 Department of Personnel Administration (State Operations)	8,086	9,785	11,712
Other Disbursements:			
Payments to Participants	621,419	621,419	621,419
9670 Equity Claims of California Victim Compensation and Government Claims Board and (State Operations)	-	4	-
Total Expenditures and Expenditure Adjustments	\$629,505	\$631,211	\$633,135
FUND BALANCE	\$5,533,061	\$5,810,121	\$6,085,257
Program Administration	7,593	8,203	8,617
Participants	5,525,468	5,801,918	6,078,372

CHANGES IN AUTHORIZED POSITIONS

	Positions			Expenditures		
	2004-05	2005-06	2006-07	2004-05*	2005-06*	2006-07*
Totals, Authorized Positions	180.2	217.0	213.0	\$11,153	\$12,896	\$12,874
Workload and Administrative Adjustments:				Salary Range		
Transfer from Program 10, Classification and Compensation:						
Pers Prog Mgr I	-	-	-1.0	6,042-6,662	-	-80
Pers Prog Advisor	-	-	-1.0	5,768-6,361	-	-76
Pers Prog Tech III	-	-	-1.0	3,669-4,155	-	-50
Transfer from Program 54, Benefits Administration:						
Pers Prog Tech II	-	-	-1.0	2,972-3,800	-	-
Pers Prog Tech I	-	-	-1.0	2,274-2,998	-	-
Transfer to Program 20, Labor Relations:						
Pers Prog Mgr I	-	-	1.0	6,042-6,662	-	80
Pers Prog Advisor	-	-	1.0	5,768-6,361	-	76
Pers Prog Tech III	-	-	1.0	3,669-4,155	-	50
Transfer to Program 25, Legal Services:						
Labor Relations Counsel II	-	-	2.0	5,993-7,391	-	-
Totals, Workload & Admin Adjustments	-	-	-	\$-	\$-	\$-
Proposed New Positions:						
Program 10, Classification and Compensation:						
Exempt (Level H)	-	-	1.0	8,030-8,854	-	106
Pers Prog Advisor	-	-	1.0	5,768-6,362	-	76
Staff Pers Prog Analyst	-	-	1.0	4,746-5,726	-	63
Staff Info Sys Analyst-Spec	-	-	1.0	4,732-5,754	-	63
Pers Prog Analyst	-	-	5.0	4,113-4,997	-	273
Program 25, Legal Services:						
Labor Relations Counsel IV	-	-	-	7,631-9,421	-	108
Labor Relations Counsel III	-	-	2.0	6,906-8,522	-	185
Labor Relations Counsel II	-	-	2.0	5,993-7,391	-	322
Legal Secretary	-	-	2.0	2,839-3,623	-	78
Overtime	-	-	-	-	-	20
Program 54, Benefits Administration:						
Assoc Govtl Prog Analyst	-	-	1.0	4,111-4,997	-	55
Totals, Proposed New Positions	-	-	16.0	\$-	\$-	\$1,349

* Dollars in thousands, except in Salary Range.

8380 Department of Personnel Administration - Continued

	Positions			Expenditures		
	2004-05	2005-06	2006-07	2004-05*	2005-06*	2006-07*
Total Adjustments	-	-	16.0	\$-	\$-	\$1,349
TOTALS, SALARIES AND WAGES	180.2	217.0	229.0	\$11,153	\$12,896	\$14,223

8385 California Citizens' Compensation Commission

The California Citizens' Compensation Commission is responsible for setting the salaries and benefits for the state Legislators, Governor, Attorney General, Lieutenant Governor, Secretary of State, Controller, Treasurer, Superintendent of Public Instruction, Insurance Commissioner, and Board of Equalization members.

The seven-member Commission meets annually, no later than June 30, to determine if any changes should be made to the salaries and benefits of the state's elected officials. The decisions of the Commission become effective the December following the annual meeting.

The members of the Commission are appointed by the Governor, three representing the public, two representing the business community, and two representing labor organizations. Each member serves a six-year term, and the terms are staggered.

The Commission's budget provides for travel expenses and stipends for the annual meeting. Staff from the Department of Personnel Administration provide support to the Commission using existing resources of the Department.

3-YR EXPENDITURES AND POSITIONS (Summary of Program Requirements)

	Positions			Expenditures		
	2004-05	2005-06	2006-07	2004-05*	2005-06*	2006-07*
10 California Citizens' Compensation Commission	-	-	-	\$3	\$14	\$14
TOTALS, POSITIONS AND EXPENDITURES (All Programs)	-	-	-	\$3	\$14	\$14

FUNDING

	2004-05*	2005-06*	2006-07*
0001 General Fund	\$3	\$14	\$14
TOTALS, EXPENDITURES, ALL FUNDS	\$3	\$14	\$14

LEGAL CITATIONS AND AUTHORITY

DEPARTMENT AUTHORITY

California Constitution, Article III, Section 8.

DETAILED EXPENDITURES BY PROGRAM (Program Budget Detail)

		2004-05*	2005-06*	2006-07*
PROGRAM REQUIREMENTS				
10 CALIFORNIA CITIZENS' COMPENSATION COMMISSION				
State Operations:				
0001 General Fund		\$3	\$14	\$14
Totals, State Operations		\$3	\$14	\$14
TOTALS, EXPENDITURES				
State Operations		3	14	14
Totals, Expenditures		\$3	\$14	\$14

EXPENDITURES BY CATEGORY (Summary By Object)

1 State Operations

	Positions			Expenditures		
	2004-05	2005-06	2006-07	2004-05*	2005-06*	2006-07*

* Dollars in thousands, except in Salary Range.

8385 California Citizens' Compensation Commission - Continued

1 State Operations	Positions			Expenditures		
	2004-05	2005-06	2006-07	2004-05*	2005-06*	2006-07*
PERSONAL SERVICES						
Per Diem (Commission Members)	-	-	-	\$-	\$4	\$4
Totals, Personal Services	-	-	-	\$-	\$4	\$4
OPERATING EXPENSES AND EQUIPMENT				\$3	\$10	\$10
TOTALS, POSITIONS AND EXPENDITURES, ALL FUNDS (State Operations)				\$3	\$14	\$14

DETAIL OF APPROPRIATIONS AND ADJUSTMENTS (Reconciliation with Appropriations)

1 STATE OPERATIONS	2004-05*	2005-06*	2006-07*
0001 General Fund			
APPROPRIATIONS			
001 Budget Act appropriation	\$14	\$14	\$14
Totals Available	\$14	\$14	\$14
Unexpended balance, estimated savings	-11	-	-
TOTALS, EXPENDITURES	\$3	\$14	\$14
TOTALS, EXPENDITURES, ALL FUNDS (State Operations)	\$3	\$14	\$14

8420 Workers' Compensation Benefits

The mission of the State Compensation Insurance Fund is to:

- Provide California employers with a permanent market for workers' compensation insurance protection at the lowest possible cost with no financial obligation to the public.
- Compete fairly with other insurers and, by example, set the standard for fair premium rates, financial integrity, excellence in customer service and impartial treatment of injured workers.
- Assist employers in providing safe places to work. When a worker is injured, help restore that person to a useful place in the economy.

3-YR EXPENDITURES AND POSITIONS (Summary of Program Requirements)

	Positions			Expenditures		
	2004-05	2005-06	2006-07	2004-05*	2005-06*	2006-07*
10 Workers' Compensation Benefits	9,542.0	9,448.0	9,448.0	\$6,741,571	\$4,937,032	\$4,433,761
TOTALS, POSITIONS AND EXPENDITURES (All Programs)	9,542.0	9,448.0	9,448.0	\$6,741,571	\$4,937,032	\$4,433,761

FUNDING	2004-05*	2005-06*	2006-07*
0512 Compensation Insurance Fund	\$6,741,571	\$4,937,032	\$4,433,761
TOTALS, EXPENDITURES, ALL FUNDS	\$6,741,571	\$4,937,032	\$4,433,761

LEGAL CITATIONS AND AUTHORITY

DEPARTMENT AUTHORITY

Insurance Code, Division 2, Chapter 4, Articles 1-6; and California Constitution, Article 14, Section 4.

* Dollars in thousands, except in Salary Range.

8420 Workers' Compensation Benefits - Continued

Workers' Compensation Benefits

	2002-2003	2003-2004	2004-2005	2005-2006 ^{1/}	2006-2007 ^{1/}
Policy premium cost of insured State Agencies	\$7,530,162	\$15,296,348	\$16,258,376	\$10,000,000	\$9,000,000
Benefits paid by uninsured State Agencies (Exclusive of Payments under Labor Code Section 4800 and Industrial Disability Leave)	376,406,559	381,294,640	352,703,999	360,000,000	370,000,000
Industrial Disability Leave benefits paid by State Agencies	60,440,788	66,932,553	59,666,291	61,000,000	63,000,000
Benefits paid under Labor Code Section 4800:					
California Highway Patrol	8,472,145	9,277,666	10,321,871	11,000,000	11,700,000
Department of Justice	829,778	789,762	544,366	545,000	550,000
Administrative Costs under the Master Agreement	53,108,902	53,608,907	56,108,906	60,695,000	67,000,000
TOTAL WORKERS' COMPENSATION COST	\$506,788,334	\$527,199,876	\$495,603,809	\$503,240,000	\$521,250,000
Number of Workers' Compensation Claims					
Industrial Disability Leave:					
Nondisabling	13,408	11,496	10,833	11,000	11,200
Disabling	17,728	17,000	14,713	14,902	14,910
Labor Code Section 4800					
California Highway Patrol	2,427	2,438	2,012	1,995	2,000
Department of Justice	142	138	97	88	90
Total New Reported Claims	33,705	31,072	27,655	27,985	28,200

^{1/} Estimate

Prepared by: State Compensation Insurance Fund

8420 Workers' Compensation Benefits - Continued

EXPENDITURES BY CATEGORY (Summary By Object)

1 State Operations	Positions			Expenditures		
	2004-05	2005-06	2006-07	2004-05*	2005-06*	2006-07*
PERSONAL SERVICES						
Authorized Positions (Equals Sch. 7A)	9,542.0	9,448.0	9,448.0	\$591,101	\$591,408	\$591,408
Totals, Personal Services	9,542.0	9,448.0	9,448.0	\$591,101	\$591,408	\$591,408
OPERATING EXPENSES AND EQUIPMENT				\$1,279,001	\$1,084,370	\$889,353
TOTALS, POSITIONS AND EXPENDITURES, ALL FUNDS (State Operations)				\$1,870,102	\$1,675,778	\$1,480,761

DETAIL OF APPROPRIATIONS AND ADJUSTMENTS (Reconciliation with Appropriations)

1 STATE OPERATIONS				2004-05*	2005-06*	2006-07*
0512 Compensation Insurance Fund						
APPROPRIATIONS						
Insurance Code Sections 11770 and 11800.1				\$1,870,102	\$1,675,778	\$1,480,761
TOTALS, EXPENDITURES				\$1,870,102	\$1,675,778	\$1,480,761
TOTALS, EXPENDITURES, ALL FUNDS (State Operations)				\$1,870,102	\$1,675,778	\$1,480,761
4 UNCLASSIFIED				2004-05*	2005-06*	2006-07*
0512 Compensation Insurance Fund						
APPROPRIATIONS						
Insurance Code Section 11800.1 Benefits Paid--Workers' Compensation				\$4,871,469	\$3,261,254	\$2,953,000
TOTALS, EXPENDITURES				\$4,871,469	\$3,261,254	\$2,953,000
TOTALS, EXPENDITURES, ALL FUNDS (Unclassified)				\$4,871,469	\$3,261,254	\$2,953,000
TOTALS, EXPENDITURES, ALL FUNDS (State Operations and Unclassified)				\$6,741,571	\$4,937,032	\$4,433,761

8500 Board of Chiropractic Examiners

The Board of Chiropractic Examiners ensures that providers of chiropractic services are adequately trained and meet recognized standards of performance for treatment and practice. The Board uses licensing, continuing education and disciplinary procedures to maintain standards. It also sets educational standards for recognized chiropractic colleges, reviews complaints, and investigates possible violations of the Chiropractic Act and regulations.

3-YR EXPENDITURES AND POSITIONS (Summary of Program Requirements)

	Positions			Expenditures		
	2004-05	2005-06	2006-07	2004-05*	2005-06*	2006-07*
10 Board of Chiropractic Examiners	12.2	13.9	14.9	\$2,335	\$2,673	\$2,959
TOTALS, POSITIONS AND EXPENDITURES (All Programs)	12.2	13.9	14.9	\$2,335	\$2,673	\$2,959

FUNDING				2004-05*	2005-06*	2006-07*
0152 State Board of Chiropractic Examiners Fund				\$2,330	\$2,631	\$2,916
0995 Reimbursements				5	42	43
TOTALS, EXPENDITURES, ALL FUNDS				\$2,335	\$2,673	\$2,959

LEGAL CITATIONS AND AUTHORITY

DEPARTMENT AUTHORITY

Business and Professions Code, Division 2, Chapter 2, Sections 1000-1058.

* Dollars in thousands, except in Salary Range.

8500 Board of Chiropractic Examiners - Continued

DETAILED BUDGET ADJUSTMENTS

	2005-06*			2006-07*		
	General Fund	Other Funds	Positions	General Fund	Other Funds	Positions
Baseline Adjustment Descriptions						
• Other Baseline Adjustments	\$-	\$-	-	\$-	\$149	-
• Price Increase	-	-	-	-	56	-
• Additional Staff for Enforcement Program	-	-	-	-	55	1.0
• Pro Rata Adjustment	-	-	-	-	26	-
• Retirement Rate Adjustment	-	-5	-	-	-5	-
Totals, Baseline Adjustments	\$-	-\$5	-	\$-	\$281	1.0
TOTALS, BUDGET ADJUSTMENTS	\$-	-\$5	-	\$-	\$281	1.0

DETAILED EXPENDITURES BY PROGRAM (Program Budget Detail)

	2004-05*	2005-06*	2006-07*
PROGRAM REQUIREMENTS			
10 BOARD OF CHIROPRACTIC EXAMINERS			
State Operations:			
0152 State Board of Chiropractic Examiners Fund	\$2,330	\$2,631	\$2,916
0995 Reimbursements	5	42	43
Totals, State Operations	\$2,335	\$2,673	\$2,959
TOTALS, EXPENDITURES			
State Operations	2,335	2,673	2,959
Totals, Expenditures	\$2,335	\$2,673	\$2,959

EXPENDITURES BY CATEGORY (Summary By Object)

1 State Operations	Positions			Expenditures		
	2004-05	2005-06	2006-07	2004-05*	2005-06*	2006-07*
PERSONAL SERVICES						
Authorized Positions (Equals Sch. 7A)	12.2	13.9	13.9	\$547	\$640	\$655
Total Adjustments	-	-	1.0	-	-	41
Net Totals, Salaries and Wages	12.2	13.9	14.9	\$547	\$640	\$696
Staff Benefits	-	-	-	208	236	253
Totals, Personal Services	12.2	13.9	14.9	\$755	\$876	\$949
OPERATING EXPENSES AND EQUIPMENT				\$1,580	\$1,797	\$2,010
TOTALS, POSITIONS AND EXPENDITURES, ALL FUNDS (State Operations)				\$2,335	\$2,673	\$2,959

DETAIL OF APPROPRIATIONS AND ADJUSTMENTS (Reconciliation with Appropriations)

1 STATE OPERATIONS	2004-05*	2005-06*	2006-07*
0152 State Board of Chiropractic Examiners Fund			
APPROPRIATIONS			
001 Budget Act appropriation	\$2,318	\$2,636	\$2,916
Allocation for employee compensation	28	-	-
Adjustment per Section 3.60	16	-5	-
Adjustment per Section 5.30 (Attorney General Legal Services Increased Rates)	110	-	-
Totals Available	\$2,472	\$2,631	\$2,916

* Dollars in thousands, except in Salary Range.

8500 Board of Chiropractic Examiners - Continued

1 STATE OPERATIONS	2004-05*	2005-06*	2006-07*
Unexpended balance, estimated savings	-142	-	-
TOTALS, EXPENDITURES	\$2,330	\$2,631	\$2,916
0995 Reimbursements			
APPROPRIATIONS			
Reimbursements	\$5	\$42	\$43
TOTALS, EXPENDITURES, ALL FUNDS (State Operations)	\$2,335	\$2,673	\$2,959

FUND CONDITION STATEMENTS

	2004-05*	2005-06*	2006-07*
0152 State Board of Chiropractic Examiners Fund ^s			
BEGINNING BALANCE	\$1,103	\$948	\$602
Prior year adjustments	-93	-	-
Adjusted Beginning Balance	\$1,010	\$948	\$602
REVENUES, TRANSFERS, AND OTHER ADJUSTMENTS			
Revenues:			
125600 Other Regulatory Fees	98	101	99
125800 Renewal Fees	1,997	1,952	2,008
125900 Delinquent Fees	31	36	31
150300 Income From Surplus Money Investments	22	59	24
161400 Miscellaneous Revenue	14	22	16
161900 Other Revenue - Cost Recoveries	103	116	108
Transfers and Other Adjustments:			
FO0001 From General Fund loan repayment per Item 8500-011-0152, Budget Act 2003	-	-	4,000
FO0683 From Stephen P. Teale Data Center Revolving Fund per Section 15.00, Budget Act of 2004	3	-	-
Total Revenues, Transfers, and Other Adjustments	<u>\$2,268</u>	<u>\$2,286</u>	<u>\$6,286</u>
Total Resources	\$3,278	\$3,234	\$6,888
EXPENDITURES AND EXPENDITURE ADJUSTMENTS			
Expenditures:			
0840 State Controller (State Operations)	-	1	2
8500 Board of Chiropractic Examiners (State Operations)	2,330	2,631	2,916
Total Expenditures and Expenditure Adjustments	<u>\$2,330</u>	<u>\$2,632</u>	<u>\$2,918</u>
FUND BALANCE	\$948	\$602	\$3,970
Reserve for economic uncertainties	948	602	3,970

CHANGES IN AUTHORIZED POSITIONS

	Positions			Expenditures		
	2004-05	2005-06	2006-07	2004-05*	2005-06*	2006-07*
Totals, Authorized Positions	12.2	13.9	13.9	\$547	\$640	\$655
Proposed New Positions:				Salary Range		
Office Technician	-	-	1.0	2,510-3,050	-	41
Totals, Proposed New Positions	<u>-</u>	<u>-</u>	<u>1.0</u>	<u>\$-</u>	<u>\$-</u>	<u>\$41</u>
Total Adjustments	<u>-</u>	<u>-</u>	<u>1.0</u>	<u>\$-</u>	<u>\$-</u>	<u>\$41</u>
TOTALS, SALARIES AND WAGES	12.2	13.9	14.9	\$547	\$640	\$696

* Dollars in thousands, except in Salary Range.

8530 Board of Pilot Commissioners for the Bays of San Francisco, San Pablo and Suisun

The Board of Pilot Commissioners for the Bays of San Francisco, San Pablo and Suisun licenses and regulates maritime pilots who guide vessels entering or leaving those bays. The seven members of the Board are appointed by the Governor with the consent of the Senate. All expenses of the Board (except for pilot training) are funded by a surcharge on pilotage fees set by the Board. Pilot training programs are funded by a separate surcharge on vessel movements.

3-YR EXPENDITURES AND POSITIONS (Summary of Program Requirements)

	Positions			Expenditures		
	2004-05	2005-06	2006-07	2004-05*	2005-06*	2006-07*
10 Board of Pilot Commissioners	2.0	2.0	2.0	\$1,205	\$1,526	\$1,591
TOTALS, POSITIONS AND EXPENDITURES (All Programs)	2.0	2.0	2.0	\$1,205	\$1,526	\$1,591

FUNDING

	2004-05*	2005-06*	2006-07*
0290 Board of Pilot Commissioners' Special Fund	\$1,205	\$1,526	\$1,591
TOTALS, EXPENDITURES, ALL FUNDS	\$1,205	\$1,526	\$1,591

LEGAL CITATIONS AND AUTHORITY

DEPARTMENT AUTHORITY

Harbors and Navigation Code, Section 1150 et seq.

DETAILED BUDGET ADJUSTMENTS

	2005-06*			2006-07*		
	General Fund	Other Funds	Positions	General Fund	Other Funds	Positions
Baseline Adjustment Descriptions						
• Price Increase	\$-	\$-	-	\$-	\$42	-
• Pro Rata Adjustment	-	-	-	-	23	-
• Retirement Rate Adjustment	-	2	-	-	2	-
Totals, Baseline Adjustments	\$-	\$2	-	\$-	\$67	-
TOTALS, BUDGET ADJUSTMENTS	\$-	\$2	-	\$-	\$67	-

DETAILED EXPENDITURES BY PROGRAM (Program Budget Detail)

	2004-05*	2005-06*	2006-07*
PROGRAM REQUIREMENTS			
10 BOARD OF PILOT COMMISSIONERS			
State Operations:			
0290 Board of Pilot Commissioners' Special Fund	\$1,205	\$1,526	\$1,591
Totals, State Operations	\$1,205	\$1,526	\$1,591
ELEMENT REQUIREMENTS			
10.01 Support	\$566	\$633	\$698
State Operations:			
0290 Board of Pilot Commissioners' Special Fund	566	633	698
10.02 Training	\$639	\$893	\$893
State Operations:			
0290 Board of Pilot Commissioners' Special Fund	639	893	893
TOTALS, EXPENDITURES			
State Operations	1,205	1,526	1,591

* Dollars in thousands, except in Salary Range.

8530 Board of Pilot Commissioners for the Bays of San Francisco, San Pablo and Suisun - Continued

	2004-05*	2005-06*	2006-07*
Totals, Expenditures	\$1,205	\$1,526	\$1,591

EXPENDITURES BY CATEGORY (Summary By Object)

1 State Operations	Positions			Expenditures		
	2004-05	2005-06	2006-07	2004-05*	2005-06*	2006-07*
PERSONAL SERVICES						
Authorized Positions (Equals Sch. 7A)	2.0	2.0	2.0	\$140	\$139	\$139
Net Totals, Salaries and Wages	2.0	2.0	2.0	\$140	\$139	\$139
Staff Benefits	-	-	-	48	48	48
Totals, Personal Services	2.0	2.0	2.0	\$188	\$187	\$187
OPERATING EXPENSES AND EQUIPMENT				\$1,017	\$1,339	\$1,404
TOTALS, POSITIONS AND EXPENDITURES, ALL FUNDS (State Operations)				\$1,205	\$1,526	\$1,591

DETAIL OF APPROPRIATIONS AND ADJUSTMENTS (Reconciliation with Appropriations)

1 STATE OPERATIONS	2004-05*	2005-06*	2006-07*
0290 Board of Pilot Commissioners' Special Fund			
APPROPRIATIONS			
001 Budget Act appropriation	\$1,207	\$1,524	\$1,591
Allocation for employee compensation	7	-	-
Adjustment per Section 3.60	4	2	-
Totals Available	\$1,218	\$1,526	\$1,591
Unexpended balance, estimated savings	-13	-	-
TOTALS, EXPENDITURES	\$1,205	\$1,526	\$1,591
TOTALS, EXPENDITURES, ALL FUNDS (State Operations)	\$1,205	\$1,526	\$1,591

FUND CONDITION STATEMENTS

	2004-05*	2005-06*	2006-07*
0290 Board of Pilot Commissioners' Special Fund⁵			
BEGINNING BALANCE			
Prior year adjustments	\$1,855	\$1,236	\$356
Adjusted Beginning Balance	224	-	-
	\$2,079	\$1,236	\$356
REVENUES, TRANSFERS, AND OTHER ADJUSTMENTS			
Revenues:			
125700 Other Regulatory Licenses and Permits	324	645	1,314
150300 Income From Surplus Money Investments	38	1	-
Total Revenues, Transfers, and Other Adjustments	\$362	\$646	\$1,314
Total Resources	\$2,441	\$1,882	\$1,670
EXPENDITURES AND EXPENDITURE ADJUSTMENTS			
Expenditures:			
8530 Board of Pilot Commissioners for the Bays of San Francisco, San Pablo and Suisun (State Operations)	1,205	1,526	1,591
Total Expenditures and Expenditure Adjustments	\$1,205	\$1,526	\$1,591
FUND BALANCE	\$1,236	\$356	\$79
Reserve for economic uncertainties	1,236	356	79

* Dollars in thousands, except in Salary Range.

8550 California Horse Racing Board

The purpose of the California Horse Racing Board is to regulate parimutuel wagering for the protection of the betting public, to promote the horse racing and breeding industries, and to maximize State of California tax revenues.

The Board, which is a seven-member commission appointed by the Governor, supervises all race meetings in the state where parimutuel wagering is conducted. Principal activities of the Board include:

- Protecting the betting public.
- Licensing of racing associations.
- Sanctioning of every person who participates in any phase of horse racing.
- Designating racing days and charity days.
- Acting as a quasi-judicial body in matters pertaining to horse racing meets.
- Collecting the state's lawful share of revenue derived from horse racing meets.
- Enforcing laws, rules, and regulations pertaining to horse racing in California.

3-YR EXPENDITURES AND POSITIONS (Summary of Program Requirements)

	Positions			Expenditures		
	2004-05	2005-06	2006-07	2004-05*	2005-06*	2006-07*
10 California Horse Racing Board	27.0	27.0	27.0	\$8,667	\$8,733	\$10,108
20.01 Administration	28.0	30.0	30.0	6,958	7,011	8,115
20.02 Distributed Administration	-	-	-	-6,958	-7,011	-8,115
TOTALS, POSITIONS AND EXPENDITURES (All Programs)	55.0	57.0	57.0	\$8,667	\$8,733	\$10,108

FUNDING		2004-05*	2005-06*	2006-07*
0191 Fair and Exposition Fund		\$8,398	\$8,463	\$8,685
0942 Special Deposit Fund		269	270	1,423
TOTALS, EXPENDITURES, ALL FUNDS		\$8,667	\$8,733	\$10,108

LEGAL CITATIONS AND AUTHORITY

DEPARTMENT AUTHORITY

State Constitution, Article IV, Section 19(b); Business and Professions Code Sections 19400 through 19705.

DETAILED BUDGET ADJUSTMENTS

	2005-06*			2006-07*		
	General Fund	Other Funds	Positions	General Fund	Other Funds	Positions
Baseline Adjustment Descriptions						
• Attorney General Rate Adjustment	\$-	\$-	-	\$-	\$275	-
• Price Increase	-	-	-	-	151	-
• Pro Rata Adjustment	-	-	-	-	72	-
• Office of Administrative Hearings Services	-	-	-	-	26	-
• Retirement Rate Adjustment	-	-14	-	-	-14	-
Totals, Baseline Adjustments	\$-	-\$14	-	\$-	\$510	-
Policy Adjustment Descriptions						
• Drug Testing Services	\$-	\$-	-	\$-	\$851	-
Totals, Policy Adjustments	\$-	\$-	-	\$-	\$851	-
TOTALS, BUDGET ADJUSTMENTS	\$-	-\$14	-	\$-	\$1,361	-

* Dollars in thousands, except in Salary Range.

8550 California Horse Racing Board - Continued

DETAILED EXPENDITURES BY PROGRAM (Program Budget Detail)

	2004-05*	2005-06*	2006-07*
PROGRAM REQUIREMENTS			
10 CALIFORNIA HORSE RACING BOARD			
State Operations:			
0191 Fair and Exposition Fund	\$8,398	\$8,463	\$8,685
0942 Special Deposit Fund	269	270	1,423
Totals, State Operations	\$8,667	\$8,733	\$10,108
ELEMENT REQUIREMENTS			
10.10 Licensing	\$1,785	\$1,799	\$2,082
State Operations:			
0191 Fair and Exposition Fund	1,730	1,743	1,789
0942 Special Deposit Fund	55	56	293
10.20 Enforcement	\$6,882	\$6,934	\$8,026
State Operations:			
0191 Fair and Exposition Fund	6,668	6,720	6,896
0942 Special Deposit Fund	214	214	1,130
TOTALS, EXPENDITURES			
State Operations	8,667	8,733	10,108
Totals, Expenditures	\$8,667	\$8,733	\$10,108

EXPENDITURES BY CATEGORY (Summary By Object)

1 State Operations	Positions			Expenditures		
	2004-05	2005-06	2006-07	2004-05*	2005-06*	2006-07*
PERSONAL SERVICES						
Authorized Positions (Equals Sch. 7A)	55.0	60.0	60.0	\$2,981	\$3,145	\$3,176
Estimated Salary Savings	-	-3.0	-3.0	-	-157	-159
Net Totals, Salaries and Wages	55.0	57.0	57.0	\$2,981	\$2,988	\$3,017
Staff Benefits	-	-	-	977	896	905
Totals, Personal Services	55.0	57.0	57.0	\$3,958	\$3,884	\$3,922
OPERATING EXPENSES AND EQUIPMENT						
				\$4,709	\$4,849	\$6,186
TOTALS, POSITIONS AND EXPENDITURES, ALL FUNDS				\$8,667	\$8,733	\$10,108
(State Operations)						

DETAIL OF APPROPRIATIONS AND ADJUSTMENTS (Reconciliation with Appropriations)

1 STATE OPERATIONS	2004-05*	2005-06*	2006-07*
0191 Fair and Exposition Fund			
APPROPRIATIONS			
001 Budget Act appropriation	\$8,163	\$8,477	\$8,685
Allocation for employee compensation	99	-	-
Adjustment per Section 3.60	96	-14	-
Adjustment per Section 5.30 (Attorney General Legal Services Increased Rates)	40	-	-
TOTALS, EXPENDITURES	\$8,398	\$8,463	\$8,685
0942 Special Deposit Fund			
APPROPRIATIONS			
001 Budget Act appropriation	\$269	\$270	\$1,423
011 Budget Act appropriation (transfer to General Fund)	(2,000)	(2,000)	(2,000)
TOTALS, EXPENDITURES	\$269	\$270	\$1,423
TOTALS, EXPENDITURES, ALL FUNDS (State Operations)	\$8,667	\$8,733	\$10,108

* Dollars in thousands, except in Salary Range.

8550 California Horse Racing Board - Continued

FUND CONDITION STATEMENTS

	2004-05*	2005-06*	2006-07*
0942 Special Deposit Fund ^N			
BEGINNING BALANCE	-	-	-
REVENUES, TRANSFERS, AND OTHER ADJUSTMENTS			
Revenues:			
299000 Unclaimed Parimutuel Tickets	\$1,642	\$2,270	\$3,423
Transfers and Other Adjustments:			
T00001 To General Fund per Item 8550-011-0942, Budget Acts of 2004, 2005 and 2006	-1,373	-2,000	-2,000
Total Revenues, Transfers, and Other Adjustments	<u>\$269</u>	<u>\$270</u>	<u>\$1,423</u>
Total Resources	\$269	\$270	\$1,423
EXPENDITURES AND EXPENDITURE ADJUSTMENTS			
Expenditures:			
8550 California Horse Racing Board (Security) (State Operations)	269	270	1,423
Total Expenditures and Expenditure Adjustments	<u>\$269</u>	<u>\$270</u>	<u>\$1,423</u>
FUND BALANCE	-	-	-

8570 Department of Food and Agriculture

The objectives of the Department of Food and Agriculture are to:

- Serve the diverse citizens of California by maintaining an abundant, affordable, safe, and nutritious food supply.
- Provide leadership, innovation and oversight in the production and marketing of agricultural products.
- Prevent or eradicate animal diseases and exotic and invasive species harmful to people, commerce, and the environment.
- Develop and enforce weights and measures standards for all types of products in California and at all levels of commerce.
- Support a network of fairs and expositions in the state for their societal and economic service values.

Since Department programs drive the need for infrastructure investment, each department has a related capital outlay program to support this need. For the specifics on the Department of Food and Agriculture's Capital Outlay Program see "Infrastructure Overview."

3-YR EXPENDITURES AND POSITIONS (Summary of Program Requirements)

	Positions			Expenditures		
	2004-05	2005-06	2006-07	2004-05*	2005-06*	2006-07*
11 Agricultural Plant and Animal Health; Pest Prevention; Food Safety Services	996.8	1,029.7	1,066.7	\$145,291	\$148,312	\$160,083
21 Marketing; Commodities and Agricultural Services	514.1	563.9	572.4	66,363	62,375	63,773
31 Assistance to Fair and County Agricultural Activities	22.2	22.4	22.4	71,870	60,918	60,333
41.01 Executive, Management and Administration Services	161.9	175.1	175.1	12,987	14,280	14,392
41.02 Distributed Executive, Management and Administration Services	-	-	-	-11,943	-13,178	-13,292
TOTALS, POSITIONS AND EXPENDITURES (All Programs)	<u>1,695.0</u>	<u>1,791.1</u>	<u>1,836.6</u>	<u>\$284,568</u>	<u>\$272,707</u>	<u>\$285,289</u>

	2004-05*	2005-06*	2006-07*
FUNDING			
0001 General Fund	\$96,500	\$83,336	\$91,588
0111 Department of Agriculture Account, Department of Agriculture Fund	96,050	102,620	104,513
0124 California Agricultural Export Promotion Account	18	55	55
0191 Fair and Exposition Fund	17,226	17,040	15,546
0192 Satellite Wagering Account	12,885	12,274	12,353
0422 Drainage Management Subaccount	654	1,178	1,178
0516 Harbors and Watercraft Revolving Fund	1,197	1,239	1,273
0890 Federal Trust Fund	44,843	37,012	42,480
0995 Reimbursements	8,461	9,571	10,870

* Dollars in thousands, except in Salary Range.

8570 Department of Food and Agriculture - Continued

FUNDING	2004-05*	2005-06*	2006-07*
3010 Pierce's Disease Management Account	6.734	8.382	5.433
TOTALS, EXPENDITURES, ALL FUNDS	\$284,568	\$272,707	\$285,289

LEGAL CITATIONS AND AUTHORITY

DEPARTMENT AUTHORITY

Food and Agriculture Code, Division 1, Part 1.

PROGRAM AUTHORITY

11-Agricultural Plant and Animal Health; Pest Prevention; Food Safety Services:

Food and Agricultural Code, Division 1, Part 1; Chapter 3; Division 4; Division 5, Parts 1-4; Division 8; Division 9, Parts 1-3; Division 10, Chapters 1-10; Division 11, Chapters 1-9; Division 12, Parts 1-3; Division 13, Chapter 1; Division 15; Division 19, Chapter 5.

21-Marketing; Commodities and Agricultural Services:

Food and Agricultural Code, Division 7, Chapters 4-6; Division 12; Division 16, Chapters 1-5; Division 17; Division 18, Chapter 1; Division 20, Chapters 2, 6, 7, 7.5; Division 21, Parts 1-3; Division 22; Business and Professions Code, Division 5, Chapters 1-17.

31-Assistance to Fairs and County Agricultural Activities:

Food and Agriculture Code, Division 3; Business and Professions Code, Division 8, Chapter 4, Sections 19605, 19606, 19608, and 19620-19632.

MAJOR PROGRAM CHANGES

- Emerging Threats to Food Production - The Governor's Budget includes \$7.2 million (\$5.5 million ongoing) and 37 positions to establish programs to address emerging threats, including bioterrorism, to California's food supply.
- Private Vehicle Inspections - The Governor's Budget includes \$380,000 and 4.8 positions to establish a 2-year pilot project for inspections of private vehicles at the Needles Agriculture Station.
- Hydrogen Fuel Standards - The Governor's Budget includes \$174,000 and .9 positions for the development of hydrogen fuel standards.
- Tax Enforcement Pilot Program - The Governor's Budget includes \$250,000 reimbursement authority and 2.8 positions for a 2-year pilot program with the Board Of Equalization.

DETAILED BUDGET ADJUSTMENTS

	2005-06*			2006-07*		
	General Fund	Other Funds	Positions	General Fund	Other Funds	Positions
Baseline Adjustment Descriptions						
• Price Increase	\$-	\$-	-	\$999	\$2,259	-
• Lease Revenue Debt Service Adjustment	-1	-	-	12	-5	-
• Employee Compensation Adjustment	7	11	-	7	11	-
• Pro Rata Adjustment	-	-	-	-	1,130	-
• Attorney General Rate Increase	-	-	-	-	302	-
• SWCAP Adjustment	-	-	-	-	82	-
• Miscellaneous Baseline Adjustment	-	67	-	-	-	-
• Other Baseline Adjustments	-	-13,154	-	-	-12,632	-
• Retirement Rate Adjustment	-209	-325	-	-210	-324	-
• One-Time Cost Reductions	-	-	-	-536	-144	-
Totals, Baseline Adjustments	-\$203	-\$13,401	-	\$272	-\$9,321	-
Policy Adjustment Descriptions						
• Emerging Threats To Food Production	\$-	\$-	-	\$7,223	\$-	37.0

* Dollars in thousands, except in Salary Range.

8570 Department of Food and Agriculture - Continued

	2005-06*			2006-07*		
	General Fund	Other Funds	Positions	General Fund	Other Funds	Positions
• Resume Inspection of Private Vehicles at Agricultural Inspection Stations	-	-	-	380	-	4.8
• Hydrogen Fuel Standards, Testing, and Enforcement (SB76, Ch. 91, Stat. 2005)	-	-	-	174	-	0.9
• Tax Enforcement Pilot Program with Board of Equalization	-	-	-	-	250	2.8
• Agriculture Emergency Response Program Provisional Language Changes	-	-	-	-	-	-
Totals, Policy Adjustments	\$-	\$-	-	\$7,777	\$250	45.5
TOTALS, BUDGET ADJUSTMENTS	-\$203	-\$13,401	-	\$8,049	-\$9,071	45.5

PROGRAM DESCRIPTIONS (Program Objectives Statement)

11 AGRICULTURAL PLANT AND ANIMAL HEALTH; PEST PREVENTION; FOOD SAFETY SERVICES

The primary objective of this program is to prevent the introduction and establishment of serious plant and animal pests and diseases to California. In particular, the program is focused on pests and diseases that can be transmitted to humans, cause serious financial losses to the agricultural industry in California, or adversely affect the supply of agricultural products to the consumer.

21 MARKETING; COMMODITIES AND AGRICULTURAL SERVICES

California agriculture produces over 350 different crops, which enter state, national, and international commerce. The objectives of this program are to assure orderly domestic and international marketing, adequate supply of commodities, consumer protection, fair pricing practices, industry-supported grading services, and standards of measurement which provide a basis of value comparison and fair competition in the marketplace.

This program also provides support to governmental agencies needing chemical or product determinations by providing accurate and timely chemical analyses.

31 ASSISTANCE TO FAIRS AND COUNTY AGRICULTURAL ACTIVITIES

This program provides fiscal and policy oversight to the network of California fairs to advance their success. This program also partially reimburses counties for carrying out agricultural programs authorized by the Food and Agricultural Code under the supervision of the California Department of Food and Agriculture.

The state has a total of 80 county fairs, citrus fruit fairs and district fairs. State support for these local fairs includes budget approval and oversight of the capital outlay program, which is supported by Assistance to Fairs and County Agricultural Activities.

41 EXECUTIVE, MANAGEMENT AND ADMINISTRATIVE SERVICES

Executive and Management Services include the executive leadership of the Secretary's Office and the staff services associated with it. The Secretary's Office sets priorities and policies which recognize and meet the current and long-range needs of the agribusiness community of this state, as well as helping to protect the health and welfare of the public.

Administrative Services provides centralized administrative support to the Department through fiscal operations, employee-employer relations, personnel management, employee training and development, data processing, and general business services.

DETAILED EXPENDITURES BY PROGRAM (Program Budget Detail)

		2004-05*	2005-06*	2006-07*
PROGRAM REQUIREMENTS				
11	AGRICULTURAL PLANT AND ANIMAL HEALTH; PEST PREVENTION; FOOD SAFETY SERVICES			
	State Operations:			
0001	General Fund	\$72,917	\$74,717	\$81,753
0111	Department of Agriculture Account, Department of Agriculture Fund	25,319	27,337	27,945
0516	Harbors and Watercraft Revolving Fund	1,197	1,239	1,273

* Dollars in thousands, except in Salary Range.

8570 Department of Food and Agriculture - Continued

	2004-05*	2005-06*	2006-07*
0890 Federal Trust Fund	31,489	28,158	34,962
0995 Reimbursements	1,983	2,447	2,685
3010 Pierce's Disease Management Account	6,734	8,382	5,433
Totals, State Operations	\$139,639	\$142,280	\$154,051
Local Assistance:			
0001 General Fund	\$5,652	\$6,032	\$6,032
Totals, Local Assistance	\$5,652	\$6,032	\$6,032
PROGRAM REQUIREMENTS			
21 MARKETING; COMMODITIES AND AGRICULTURAL SERVICES			
State Operations:			
0001 General Fund	\$3,658	\$2,204	\$3,420
0111 Department of Agriculture Account, Department of Agriculture Fund	42,179	43,029	43,482
0124 California Agricultural Export Promotion Account	18	55	55
0422 Drainage Management Subaccount	654	1,178	1,178
0890 Federal Trust Fund	13,354	8,854	7,518
0995 Reimbursements	6,384	6,935	8,000
Totals, State Operations	\$66,247	\$62,255	\$63,653
Local Assistance:			
0111 Department of Agriculture Account, Department of Agriculture Fund	\$116	\$120	\$120
Totals, Local Assistance	\$116	\$120	\$120
PROGRAM REQUIREMENTS			
31 ASSISTANCE TO FAIR AND COUNTY AGRICULTURAL ACTIVITIES			
State Operations:			
0191 Fair and Exposition Fund	\$2,693	\$2,620	\$2,508
0192 Satellite Wagering Account	601	609	434
0995 Reimbursements	-	100	102
Totals, State Operations	\$3,294	\$3,329	\$3,044
Local Assistance:			
0001 General Fund	\$14,273	\$383	\$383
0111 Department of Agriculture Account, Department of Agriculture Fund	28,436	32,134	32,966
0191 Fair and Exposition Fund	13,583	13,407	12,021
0192 Satellite Wagering Account	12,284	11,665	11,919
Totals, Local Assistance	\$68,576	\$57,589	\$57,289
PROGRAM REQUIREMENTS			
41 EXECUTIVE, MANAGEMENT AND ADMINISTRATION SERVICES			
State Operations:			
0191 Fair and Exposition Fund	\$950	\$1,013	\$1,017
0995 Reimbursements	94	89	83
Totals, State Operations	\$1,044	\$1,102	\$1,100
ELEMENT REQUIREMENTS			
41.01 Executive, Management and Administration Services	12,987	14,280	14,392
41.02 Distributed Executive, Management and Administration Services	-11,943	-13,178	-13,292
TOTALS, EXPENDITURES			
State Operations	210,224	208,966	221,848
Local Assistance	74,344	63,741	63,441

* Dollars in thousands, except in Salary Range.

8570 Department of Food and Agriculture - Continued

	2004-05*	2005-06*	2006-07*
Totals, Expenditures	\$284,568	\$272,707	\$285,289

EXPENDITURES BY CATEGORY (Summary By Object)

1 State Operations	Positions			Expenditures		
	2004-05	2005-06	2006-07	2004-05*	2005-06*	2006-07*
PERSONAL SERVICES						
Authorized Positions (Equals Sch. 7A)	1,695.0	1,852.3	1,852.3	\$78,503	\$80,755	\$79,248
Total Adjustments	-	-	48.0	-	10	2,173
Estimated Salary Savings	-	-61.2	-63.7	-	-3,240	-3,393
Net Totals, Salaries and Wages	1,695.0	1,791.1	1,836.6	\$78,503	\$77,525	\$78,028
Staff Benefits	-	-	-	30,692	28,397	29,034
Totals, Personal Services	1,695.0	1,791.1	1,836.6	\$109,195	\$105,922	\$107,062
OPERATING EXPENSES AND EQUIPMENT				\$93,747	\$101,795	\$113,568
SPECIAL ITEMS OF EXPENSE				\$7,282	\$1,249	\$1,218
TOTALS, POSITIONS AND EXPENDITURES, ALL FUNDS (State Operations)				\$210,224	\$208,966	\$221,848

2 Local Assistance

	Expenditures		
	2004-05*	2005-06*	2006-07*
Grants and Subventions:			
County Plant Pest Detection	\$4,295	\$4,295	\$4,295
County Plant Pest Exclusion	977	977	977
Local Administration:			
County Weights and Measures Activities	116	120	120
County Agricultural Programs	28,437	32,134	32,966
Other (Assistance to Local Fair and Mandates)	40,519	26,215	25,083
TOTALS, EXPENDITURES, ALL FUNDS (Local Assistance)	\$74,344	\$63,741	\$63,441

DETAIL OF APPROPRIATIONS AND ADJUSTMENTS (Reconciliation with Appropriations)

1 STATE OPERATIONS	2004-05*	2005-06*	2006-07*
0001 General Fund			
APPROPRIATIONS			
001 Budget Act appropriation	\$61,080	\$63,208	\$71,163
Allocation for employee compensation	1,077	7	-
Adjustment per Section 3.60	239	-203	-
Adjustment per Section 4.35	-163	-	-
Adjustment per Section 4.60 (Rental Rate)	1	-	-
Transfer from Item 8570-101-0001 per Item 8570-401, Budget Act of 2004	256	-	-
002 Budget Act appropriation	8,021	7,982	8,064
Allocation for employee compensation	61	-	-
Adjustment per Section 3.60	28	-6	-
003 Budget Act appropriation	1,606	1,593	1,605
Adjustment per Section 4.30 (Lease-Revenue)	-9	-	-
004 Budget Act appropriation (transfer to Pierce's Disease Management Account)	4,408	4,341	4,341
Totals Available	\$76,605	\$76,922	\$85,173
Unexpended balance, estimated savings	-30	-1	-
TOTALS, EXPENDITURES	\$76,575	\$76,921	\$85,173
0111 Department of Agriculture Account, Department of Agriculture Fund			

* Dollars in thousands, except in Salary Range.

8570 Department of Food and Agriculture - Continued

1 STATE OPERATIONS	2004-05*	2005-06*	2006-07*
APPROPRIATIONS			
001 Budget Act appropriation	\$13,948	\$15,387	\$15,608
Allocation for employee compensation	130	-	-
Adjustment per Section 3.60	52	-51	-
Adjustment per Section 4.35	-11	-	-
Adjustment per Section 4.60 (Rental Rate)	1	-	-
Adjustment per Section 5.30 (Attorney General Legal Services Increased Rates)	36	-	-
Revised expenditure authority per Provision 1	800	-	-
Revised expenditure authority per Item 8570-401	147	147	-
003 Budget Act appropriation	40	40	40
Food and Agricultural Code Section 221	53,746	54,790	55,779
Food and Agricultural Code Section 226	100	-	-
Prior year balances available:			
Chapter 315, Statutes of 2000	243	53	-
Totals Available	\$69,232	\$70,366	\$71,427
Unexpended balance, estimated savings	-1,681	-	-
Balance available in subsequent years	-53	-	-
TOTALS, EXPENDITURES	\$67,498	\$70,366	\$71,427
0112 Agricultural Pest Control Research Account			
APPROPRIATIONS			
011 Budget Act appropriation	\$5	\$5	\$5
Totals Available	\$5	\$5	\$5
Unexpended balance, estimated savings	-5	-	-
TOTALS, EXPENDITURES	\$-	\$5	\$5
Loan repayments from local agencies per Food and Agricultural Code Section 505	-	-5	-5
NET TOTALS, EXPENDITURES	\$-	\$-	\$-
0124 California Agricultural Export Promotion Account			
APPROPRIATIONS			
Food and Agricultural Code Section 58582	\$18	\$55	\$55
TOTALS, EXPENDITURES	\$18	\$55	\$55
0191 Fair and Exposition Fund			
APPROPRIATIONS			
001 Budget Act appropriation	\$3,488	\$3,643	\$3,525
Allocation for employee compensation	82	8	-
Adjustment per Section 3.60	52	-18	-
Adjustment per Section 4.35	-42	-	-
Adjustment per Section 5.30 (Attorney General Legal Services Increased Rates)	86	-	-
011 Budget Act appropriation (transfer to General Fund)	(246)	(246)	(246)
Totals Available	\$3,666	\$3,633	\$3,525
Unexpended balance, estimated savings	-23	-	-
TOTALS, EXPENDITURES	\$3,643	\$3,633	\$3,525
0192 Satellite Wagering Account			
APPROPRIATIONS			
012 Budget Act appropriation	\$586	\$609	\$434
Allocation for employee compensation	10	2	-
Adjustment per Section 3.60	6	-2	-
Adjustment per Section 4.35	-24	-	-
Adjustment per Section 5.30 (Attorney General Legal Services Increased Rates)	23	-	-
TOTALS, EXPENDITURES	\$601	\$609	\$434
0422 Drainage Management Subaccount			
APPROPRIATIONS			
Water Code Section 78645	\$654	\$1,178	\$1,178

* Dollars in thousands, except in Salary Range.

8570 Department of Food and Agriculture - Continued

1 STATE OPERATIONS	2004-05*	2005-06*	2006-07*
TOTALS, EXPENDITURES	\$654	\$1,178	\$1,178
0516 Harbors and Watercraft Revolving Fund			
APPROPRIATIONS			
001 Budget Act appropriation	\$1,175	\$1,241	\$1,273
Allocation for employee compensation	13	-	-
Adjustment per Section 3.60	8	-2	-
Adjustment per Section 5.30 (Attorney General Legal Services Increased Rates)	1	-	-
TOTALS, EXPENDITURES	\$1,197	\$1,239	\$1,273
0601 Department of Agriculture Building Fund			
APPROPRIATIONS			
001 Budget Act appropriation	\$1,395	\$1,439	\$1,471
Allocation for employee compensation	7	-	-
Adjustment per Section 3.60	4	-2	-
003 Budget Act appropriation	223	223	225
Food and Agricultural Code Section 625	690	90	90
Totals Available	\$2,319	\$1,750	\$1,786
Unexpended balance, estimated savings	-5	-1	-
TOTALS, EXPENDITURES	\$2,314	\$1,749	\$1,786
Less funding provided by other Food and Agriculture support items	-2,314	-1,749	-1,786
NET TOTALS, EXPENDITURES	\$-	\$-	\$-
0890 Federal Trust Fund			
APPROPRIATIONS			
001 Budget Act appropriation	\$24,095	\$22,653	\$27,180
Allocation for employee compensation	155	-	-
Adjustment per Section 3.60	109	-26	-
Adjustment per Section 4.35	-72	-	-
Budget Adjustment	7,256	71	-
011 Budget Act appropriation (transfer to Pierce's Disease Management Account)	10,995	10,995	15,300
Budget Adjustment	2,305	3,305	-
Prior year balances available:			
Chapter 18, Statutes of 2002	14	14	-
Totals Available	\$44,857	\$37,012	\$42,480
Balance available in subsequent years	-14	-	-
TOTALS, EXPENDITURES	\$44,843	\$37,012	\$42,480
0995 Reimbursements			
APPROPRIATIONS			
Reimbursements	\$8,461	\$9,571	\$10,870
3010 Pierce's Disease Management Account			
APPROPRIATIONS			
Food and Agricultural Code Sections 6045-6047	\$24,442	\$27,023	\$25,074
TOTALS, EXPENDITURES	\$24,442	\$27,023	\$25,074
Less funding provided by the General Fund	-4,408	-4,341	-4,341
Less funding provided by the Federal Trust Fund	-13,300	-14,300	-15,300
NET TOTALS, EXPENDITURES	\$6,734	\$8,382	\$5,433
TOTALS, EXPENDITURES, ALL FUNDS (State Operations)	\$210,224	\$208,966	\$221,848
2 LOCAL ASSISTANCE	2004-05*	2005-06*	2006-07*
0001 General Fund			
APPROPRIATIONS			
101 Budget Act appropriation	\$5,528	\$5,272	\$5,272
Transfer to Item 8570-001-0001, per Item 8570-401, Budget Act of 2004	-256	-	-

* Dollars in thousands, except in Salary Range.

8570 Department of Food and Agriculture - Continued

2 LOCAL ASSISTANCE	2004-05*	2005-06*	2006-07*
102 Budget Act appropriation	-	760	760
111 Budget Act appropriation	383	383	383
295 Budget Act appropriation (State Mandates)	13,900	-	-
Chapter 631, Statutes of 2004	380	-	-
Totals Available	\$19,935	\$6,415	\$6,415
Unexpended balance, estimated savings	-10	-	-
TOTALS, EXPENDITURES	\$19,925	\$6,415	\$6,415
0111 Department of Agriculture Account, Department of Agriculture Fund			
APPROPRIATIONS			
Food and Agricultural Code Section 224(c)	\$28,436	\$32,134	\$32,966
Business and Professions Code Section 12535-12537	116	120	120
TOTALS, EXPENDITURES	\$28,552	\$32,254	\$33,086
0191 Fair and Exposition Fund			
APPROPRIATIONS			
101 Budget Act appropriation	\$950	\$950	\$950
Business and Professions Code Section 19630	12,633	12,457	11,071
TOTALS, EXPENDITURES	\$13,583	\$13,407	\$12,021
0192 Satellite Wagering Account			
APPROPRIATIONS			
Business and Professions Code Section 19606.1(a)	\$10,879	\$10,158	\$10,412
Business and Professions Code Section 19606.3	1,100	1,100	1,100
Business and Professions Code Section 19605.9(b)	305	407	407
TOTALS, EXPENDITURES	\$12,284	\$11,665	\$11,919
TOTALS, EXPENDITURES, ALL FUNDS (Local Assistance)	\$74,344	\$63,741	\$63,441
TOTALS, EXPENDITURES, ALL FUNDS (State Operations and Local Assistance)	\$284,568	\$272,707	\$285,289

FUND CONDITION STATEMENTS

	2004-05*	2005-06*	2006-07*
0111 Department of Agriculture Account, Department of Agriculture Fund^s			
BEGINNING BALANCE	\$14,100	\$9,097	\$16,222
Prior year adjustments	-389	-	-
Adjusted Beginning Balance	\$13,711	\$9,097	\$16,222
REVENUES, TRANSFERS, AND OTHER ADJUSTMENTS			
Revenues:			
121200 Other Regulatory Taxes	8,781	13,213	13,193
125600 Other Regulatory Fees	41,818	23,795	27,515
125700 Other Regulatory Licenses and Permits	6,193	22,466	21,399
125900 Delinquent Fees	170	143	143
141200 Sales of Documents	2	11	19
142500 Miscellaneous Services to the Public	341	382	377
150300 Income From Surplus Money Investments	609	581	538
150400 Interest Income From Loans	497	184	81
160400 Sale of Fixed Assets	19	-	-
161000 Escheat of Unclaimed Checks & Warrants	8	3	3
161400 Miscellaneous Revenue	147	52	52
164300 Penalty Assessments	42	32	25
Transfers and Other Adjustments:			
FO0001 From General Fund loan repayment per Items 8570-112-0111, BA of 2002 and 8570-404, BA of 2005	-	15,000	-
FO0061 From Motor Vehicle Fuel Account, Transportation Tax Fund per Revenue and	32,282	33,268	33,272

* Dollars in thousands, except in Salary Range.

8570 Department of Food and Agriculture - Continued

	2004-05*	2005-06*	2006-07*
Taxation Code Section 8352.5			
FO0601 From Department of Agriculture Building Fund per Food and Agriculture Code Section 625	948	704	-
FO0683 From Stephen P. Teale Data Center Revolving Fund per Section 15.00, Budget Act of 2004	10	-	-
Total Revenues, Transfers, and Other Adjustments	<u>\$91,867</u>	<u>\$109,834</u>	<u>\$96,617</u>
Total Resources	\$105,578	\$118,931	\$112,839
EXPENDITURES AND EXPENDITURE ADJUSTMENTS			
Expenditures:			
0840 State Controller (State Operations)	23	89	137
8570 Department of Food and Agriculture			
State Operations	67,498	70,366	71,427
Local Assistance	28,552	32,254	33,086
Capital Outlay	408	-	-
Total Expenditures and Expenditure Adjustments	<u>\$96,481</u>	<u>\$102,709</u>	<u>\$104,650</u>
FUND BALANCE	\$9,097	\$16,222	\$8,189
Reserve for economic uncertainties	9,097	16,222	8,189
0112 Agricultural Pest Control Research Account ^s			
BEGINNING BALANCE	\$81	\$83	\$85
REVENUES, TRANSFERS, AND OTHER ADJUSTMENTS			
Revenues:			
150300 Income From Surplus Money Investments	<u>2</u>	<u>2</u>	<u>-</u>
Total Revenues, Transfers, and Other Adjustments	<u>\$2</u>	<u>\$2</u>	<u>-</u>
Total Resources	\$83	\$85	\$85
EXPENDITURES AND EXPENDITURE ADJUSTMENTS			
Expenditures:			
8570 Department of Food and Agriculture (State Operations)	-	5	5
Expenditure Adjustments:			
8570 Department of Food and Agriculture			
Loan repayments from local agencies per Food and Agricultural Code Section 505 (State Operations)	-	-5	-5
Total Expenditures and Expenditure Adjustments	<u>-</u>	<u>-</u>	<u>-</u>
FUND BALANCE	\$83	\$85	\$85
Reserve for economic uncertainties	83	85	85
0124 California Agricultural Export Promotion Account ^s			
BEGINNING BALANCE	\$361	\$97	\$52
Prior year adjustments	<u>-271</u>	<u>-</u>	<u>-</u>
Adjusted Beginning Balance	\$90	\$97	\$52
REVENUES, TRANSFERS, AND OTHER ADJUSTMENTS			
Revenues:			
142500 Miscellaneous Services to the Public	22	7	6
150300 Income From Surplus Money Investments	<u>3</u>	<u>3</u>	<u>3</u>
Total Revenues, Transfers, and Other Adjustments	<u>\$25</u>	<u>\$10</u>	<u>\$9</u>
Total Resources	\$115	\$107	\$61
EXPENDITURES AND EXPENDITURE ADJUSTMENTS			
Expenditures:			
8570 Department of Food and Agriculture (State Operations)	<u>18</u>	<u>55</u>	<u>55</u>
Total Expenditures and Expenditure Adjustments	<u>\$18</u>	<u>\$55</u>	<u>\$55</u>
FUND BALANCE	\$97	\$52	\$6
Reserve for economic uncertainties	97	52	6

* Dollars in thousands, except in Salary Range.

8570 Department of Food and Agriculture - Continued

	2004-05*	2005-06*	2006-07*
0191 Fair and Exposition Fund ^s			
BEGINNING BALANCE	\$2,113	\$1,035	\$23
Prior year adjustments	39	-	-
Adjusted Beginning Balance	\$2,152	\$1,035	\$23
REVENUES, TRANSFERS, AND OTHER ADJUSTMENTS			
Revenues:			
110900 Horse Racing Fees-Licenses	11,397	11,400	11,400
111300 Horse Racing Miscellaneous	13,279	13,300	13,300
150300 Income From Surplus Money Investments	53	45	45
Transfers and Other Adjustments:			
FO0683 From Stephen P. Teale Data Center Revolving Fund per Section 15.00, Budget Act of 2004	26	-	-
TO0001 To General Fund per Item 8570-011-0191, Budget Acts of 2004, 2005 and 2006	-246	-246	-246
Total Revenues, Transfers, and Other Adjustments	\$24,509	\$24,499	\$24,499
Total Resources	\$26,661	\$25,534	\$24,522
EXPENDITURES AND EXPENDITURE ADJUSTMENTS			
Expenditures:			
0840 State Controller (State Operations)	2	8	11
8550 California Horse Racing Board (State Operations)	8,398	8,463	8,685
8570 Department of Food and Agriculture			
State Operations	3,643	3,633	3,525
Local Assistance	13,583	13,407	12,021
Total Expenditures and Expenditure Adjustments	\$25,626	\$25,511	\$24,242
FUND BALANCE	\$1,035	\$23	\$280
Reserve for economic uncertainties	1,035	23	280
0192 Satellite Wagering Account ^s			
BEGINNING BALANCE	\$541	\$295	\$680
REVENUES, TRANSFERS, AND OTHER ADJUSTMENTS			
Revenues:			
110900 Horse Racing Fees-Licenses	11,160	11,200	11,200
125700 Other Regulatory Licenses and Permits	1,405	1,400	1,400
150300 Income From Surplus Money Investments	74	60	60
Total Revenues, Transfers, and Other Adjustments	\$12,639	\$12,660	\$12,660
Total Resources	\$13,180	\$12,955	\$13,340
EXPENDITURES AND EXPENDITURE ADJUSTMENTS			
Expenditures:			
0840 State Controller (State Operations)	-	1	1
8570 Department of Food and Agriculture			
State Operations	601	609	434
Local Assistance	12,284	11,665	11,919
Total Expenditures and Expenditure Adjustments	\$12,885	\$12,275	\$12,354
FUND BALANCE	\$295	\$680	\$986
Reserve for economic uncertainties	295	680	986
3010 Pierce's Disease Management Account ^s			
BEGINNING BALANCE	\$6,602	\$5,728	\$1,479
Prior year adjustments	1,747	-	-
Adjusted Beginning Balance	\$8,349	\$5,728	\$1,479
REVENUES, TRANSFERS, AND OTHER ADJUSTMENTS			
Revenues:			
121200 Other Regulatory Taxes	3,870	4,000	5,000

* Dollars in thousands, except in Salary Range.

8570 Department of Food and Agriculture - Continued

	2004-05*	2005-06*	2006-07*
142500 Miscellaneous Services to the Public	50	-	-
150300 Income From Surplus Money Investments	197	157	138
Transfers and Other Adjustments:			
FO0683 From Stephen P. Teale Data Center Revolving Fund per Section 15.00, Budget Act of 2004	1	-	-
Total Revenues, Transfers, and Other Adjustments	<u>\$4,118</u>	<u>\$4,157</u>	<u>\$5,138</u>
Total Resources	\$12,467	\$9,885	\$6,617
EXPENDITURES AND EXPENDITURE ADJUSTMENTS			
Expenditures:			
0840 State Controller (State Operations)	5	24	17
8570 Department of Food and Agriculture (State Operations)	24,442	27,023	25,074
Expenditure Adjustments:			
8570 Department of Food and Agriculture			
Less funding provided by the General Fund (State Operations)	-4,408	-4,341	-4,341
Less funding provided by the Federal Trust Fund (State Operations)	<u>-13,300</u>	<u>-14,300</u>	<u>-15,300</u>
Total Expenditures and Expenditure Adjustments	<u>\$6,739</u>	<u>\$8,406</u>	<u>\$5,450</u>
FUND BALANCE	\$5,728	\$1,479	\$1,167
Reserve for economic uncertainties	5,728	1,479	1,167
3021 Agricultural Biomass Utilization Account^s			
BEGINNING BALANCE	\$308	\$55	\$55
Prior year adjustments	<u>-236</u>	<u>-</u>	<u>-</u>
Adjusted Beginning Balance	\$72	\$55	\$55
EXPENDITURES AND EXPENDITURE ADJUSTMENTS			
Expenditures:			
9900 Statewide General Administrative Expenditures (Pro Rata) (State Operations)	<u>17</u>	<u>-</u>	<u>-</u>
Total Expenditures and Expenditure Adjustments	<u>\$17</u>	<u>-</u>	<u>-</u>
FUND BALANCE	\$55	\$55	\$55
Reserve for economic uncertainties	55	55	55

CHANGES IN AUTHORIZED POSITIONS

	<u>Positions</u>			<u>Expenditures</u>		
	2004-05	2005-06	2006-07	2004-05*	2005-06*	2006-07*
Totals, Authorized Positions	1,695.0	1,852.3	1,852.3	\$78,503	\$80,755	\$79,248
Salary Adjustments	-	-	-	-	10	11
Proposed New Positions:				Salary Range		
Plant Health and Pest Prevention Services:						
Pest Exclusion:						
Plant Quarantine Inspector (exp 6-30-08)	-	-	8.0	2,682-3,540	-	310
Animal Health and Food Safety Services:						
Administration:						
Senior Information Systems Analyst	-	-	1.0	5,206-6,327	-	69
Associate Information Systems Analyst	-	-	1.0	4,316-5,247	-	43
Health and Safety Officer	-	-	1.0	4,139-5,211	-	57
Information Systems Technician Spec I	-	-	2.0	3,266-3,969	-	43
Animal Health:						
Research Scientist Supv IV-Vet Science	-	-	1.0	5,988-7,244	-	79
Veterinary Medical Officer IV	-	-	2.0	5,585-6,741	-	148
Research Scientist III-Vet Science	-	-	1.0	5,418-6,582	-	36
Veterinary Medical Officer III	-	-	4.0	4,847-5,851	-	257
Associate Information Systems Analyst	-	-	3.0	4,316-5,247	-	172

* Dollars in thousands, except in Salary Range.

8570 Department of Food and Agriculture - Continued

	Positions			Expenditures		
	2004-05	2005-06	2006-07	2004-05*	2005-06*	2006-07*
Associate Governmental Program Analyst	-	-	2.0	4,111-4,497	-	96
Information Systems Technician Spec I	-	-	1.0	3,266-3,969	-	22
Livestock Inspector	-	-	4.0	2,769-3,784	-	118
Staff Services Analyst	-	-	1.0	2,632-4,155	-	20
Office Technician-Typing	-	-	3.0	2,510-3,050	-	84
Milk and Dairy Foods Safety:						
Senior Special Investigator	-	-	1.0	4,350-5,249	-	29
Dairy Foods Specialist	-	-	2.0	3,150-4,773	-	95
Office Technician-Typing	-	-	1.0	2,510-3,050	-	25
Measurement Standards:						
Petroleum Enforcement:						
Staff Chemist (1.0 LT pos exp 6-30-07)	-	-	1.0	4,666-5,598	-	62
General Agricultural Activities:						
Agriculture Security and Emergency Response:						
Program Manager II, OES	-	-	1.0	5,340-6,453	-	71
Associate Governmental Program Analyst	-	-	4.0	4,111-4,997	-	218
Staff Services Analyst	-	-	1.0	2,632-4,155	-	41
Office Technician-Typing	-	-	2.0	2,510-3,050	-	67
Totals, Proposed New Positions	-	-	48.0	\$-	\$-	\$2,162
Total Adjustments	-	-	48.0	\$-	\$10	\$2,173
TOTALS, SALARIES AND WAGES	1,695.0	1,852.3	1,900.3	\$78,503	\$80,765	\$81,421

INFRASTRUCTURE OVERVIEW

The California Department of Food and Agriculture's facilities support the operations which protect California's \$91 billion agricultural industry and ensure that the state's food supply is safe, affordable and abundant. These facilities are located in various locations throughout California, Arizona and Hawaii and total 715 thousand square feet in building space and 166 acres of land. They include 16 agricultural inspection stations, 7 warehouses, 5 greenhouse complexes, 5 veterinary laboratories, 2 analytical chemistry laboratories, 1 measurement and standards laboratory, and 2 out of state laboratories.

SUMMARY OF PROJECTS

State Building Program Expenditures		2004-05*	2005-06*	2006-07*
90	CAPITAL OUTLAY			
	Major Projects			
90.18	SOUTHERN CALIFORNIA AGRICULTURAL INSPECTION STATIONS	\$-	\$376	\$26,419
90.18.001	Relocation - Yermo Agricultural Inspection Station	-	376 ^{APs}	26,419 ^{WCsn}
90.19	HAWAII MEDFLY REARING FACILITIES	\$408	\$-	\$-
90.19.030	Hawaii Medfly Rearing Facility Upgrades	408 ^{PWCs}	-	-
90.80	NORTHERN CALIFORNIA AGRICULTURAL INSPECTION STATIONS	\$19,652	\$-	\$-
90.80.010	Relocation - Truckee Agricultural Inspection Station	19,652 ^{WCsn}	-	-
	Totals, Major Projects	\$20,060	\$376	\$26,419
	TOTALS, EXPENDITURES, ALL PROJECTS	\$20,060	\$376	\$26,419

FUNDING

	2004-05*	2005-06*	2006-07*
0042 State Highway Account, State Transportation Fund	\$6,546	\$376	\$8,863
0111 Department of Agriculture Account, Department of Agriculture Fund	408	-	-
0660 Public Buildings Construction Fund	13,106	-	17,556

* Dollars in thousands, except in Salary Range.

8570 Department of Food and Agriculture - Continued

FUNDING	2004-05*	2005-06*	2006-07*
TOTALS, EXPENDITURES, ALL FUNDS	\$20,060	\$376	\$26,419

DETAIL OF APPROPRIATIONS AND ADJUSTMENTS (Reconciliation with Appropriations)

3 CAPITAL OUTLAY	2004-05*	2005-06*	2006-07*
0042 State Highway Account, State Transportation Fund			
APPROPRIATIONS			
301 Budget Act appropriation	\$6,412	\$5,640	-
Augmentation per Government Code Sections 16352, 16409 and 16354	134	-	-
Prior year balances available:			
Item 8570-301-0042, Budget Act of 2002, as reappropriated by Item 8570-490, Budget Acts of 2003, 2004 and 2005.	3,599	3,599	\$3,599
Item 8570-301-0042, Budget Act of 2005	-	-	5,264
Totals Available	\$10,145	\$9,239	\$8,863
Balance available in subsequent years	-3,599	-8,863	-
TOTALS, EXPENDITURES	\$6,546	\$376	\$8,863
0111 Department of Agriculture Account, Department of Agriculture Fund			
APPROPRIATIONS			
301 Budget Act appropriation	\$416	-	-
Prior year balances available:			
Item 8570-301-0111, Budget Act of 2004	-	\$8	-
Reversion per Government Code Sections 16351, 16351.5 and 16408	-	-8	-
Totals Available	\$416	\$-	\$-
Balance available in subsequent years	-8	-	-
TOTALS, EXPENDITURES	\$408	\$-	\$-
0660 Public Buildings Construction Fund			
APPROPRIATIONS			
301 Budget Act appropriation	\$12,824	\$17,556	-
Augmentation per Government Code Sections 16352, 16409 and 16354	282	-	-
Prior year balances available:			
Item 8570-301-0660, Budget Act of 2002, as reappropriated by Item 8570-490, Budget Acts of 2003-2004 and Reverted by 8570-496, Budget Act of 2005	11,203	-	-
Item 8570-301-0660, Budget Act of 2003, as reappropriated by Item 8570-490, Budget Act of 2004	10,961	-	-
Item 8570-301-0660, Budget Act of 2005	-	-	\$17,556
Totals Available	\$35,270	\$17,556	\$17,556
Unexpended balance, estimated savings	-22,164	-	-
Balance available in subsequent years	-	-17,556	-
TOTALS, EXPENDITURES	\$13,106	\$-	\$17,556
TOTALS, EXPENDITURES, ALL FUNDS (Capital Outlay)	\$20,060	\$376	\$26,419

8620 Fair Political Practices Commission

The Fair Political Practices Commission has primary responsibility for the impartial administration, implementation, and enforcement of the Political Reform Act of 1974, as amended by the voters and Legislature. The objectives of the Political Reform Act are to:

- Ensure that election campaign expenditure data is fully and accurately disclosed so that the voters may be fully informed and to inhibit improper financial practices.
- Regulate the activities of lobbyists and disclose their finances to prevent any improper influencing of public officials.
- Provide for the disclosure of assets and income of public officials, which may affect their official actions, to avoid any conflicts of interest.
- Ensure that the state ballot pamphlet contains useful and adequate information so that the voters will not be entirely dependent upon paid advertising for information concerning state measures.

* Dollars in thousands, except in Salary Range.

8620 Fair Political Practices Commission - Continued

- Eliminate laws and practices that unfairly favor incumbents to provide for fair elections.
- Provide adequate mechanisms to public officials and to private citizens to ensure vigorous enforcement of the Act.

3-YR EXPENDITURES AND POSITIONS (Summary of Program Requirements)

	Positions			Expenditures		
	2004-05	2005-06	2006-07	2004-05*	2005-06*	2006-07*
10 Fair Political Practices Commission	56.8	60.1	73.4	\$6,097	\$6,118	\$7,002
TOTALS, POSITIONS AND EXPENDITURES (All Programs)	56.8	60.1	73.4	\$6,097	\$6,118	\$7,002

FUNDING		2004-05*	2005-06*	2006-07*
0001 General Fund		\$6,092	\$6,111	\$7,002
0995 Reimbursements		5	7	-
TOTALS, EXPENDITURES, ALL FUNDS		\$6,097	\$6,118	\$7,002

LEGAL CITATIONS AND AUTHORITY

DEPARTMENT AUTHORITY

Government Code, Title 9 (commencing with Section 81000).

MAJOR PROGRAM CHANGES

- The Governor's Budget includes \$700,000 and 11.6 positions to allow the Commission to meet the cumulative workload created over time by statutes enacted without appropriations and to provide funding to address the workload issues presented in the recently approved strategic plan. This augmentation will allow the Commission to pursue more enforcement cases, issue technical advice letters in a more timely manner, and more expeditiously develop regulations in response to changed statutes.
- Chapter 680, Statutes of 2005 (SB 8, Soto) expanded to locally elected officials the state law that prohibits an individual from representing another entity before a public decision-making body with which they held previous employment for one year following that employment. The Governor's Budget includes \$164,000 and 1.7 positions to allow the Commission to accomplish the increased enforcement, regulatory, and technical advice workload created by SB 8.

DETAILED BUDGET ADJUSTMENTS

	2005-06*			2006-07*		
	General Fund	Other Funds	Positions	General Fund	Other Funds	Positions
Baseline Adjustment Descriptions						
• Price Increase	\$-	\$-	-	\$27	\$-	-
• Budget Revision to Increase Reimbursements	-	7	-	-	-	-
• Retirement Rate Adjustment	-13	-	-	-13	-	-
Totals, Baseline Adjustments	-\$13	\$7	-	\$14	\$-	-
Policy Adjustment Descriptions						
• Augmentation for Workload from Legislation Enacted Without an Appropriation	\$-	\$-	-	\$700	\$-	11.6
• Augmentation for Revolving Door Program for Local Officials (SB 8)	-	-	-	164	-	1.7
Totals, Policy Adjustments	-\$-	-\$-	-	\$864	\$-	13.3
TOTALS, BUDGET ADJUSTMENTS	-\$13	\$7	-	\$878	\$-	13.3

DETAILED EXPENDITURES BY PROGRAM (Program Budget Detail)

	2004-05*	2005-06*	2006-07*
PROGRAM REQUIREMENTS			

* Dollars in thousands, except in Salary Range.

8620 Fair Political Practices Commission - Continued

	<u>2004-05*</u>	<u>2005-06*</u>	<u>2006-07*</u>
10 FAIR POLITICAL PRACTICES COMMISSION			
State Operations:			
0001 General Fund	\$6,092	\$6,111	\$7,002
0995 Reimbursements	<u>5</u>	<u>7</u>	<u>-</u>
Totals, State Operations	\$6,097	\$6,118	\$7,002
TOTALS, EXPENDITURES			
State Operations	<u>6,097</u>	<u>6,118</u>	<u>7,002</u>
Totals, Expenditures	\$6,097	\$6,118	\$7,002

EXPENDITURES BY CATEGORY (Summary By Object)

1 State Operations	Positions			Expenditures		
	<u>2004-05</u>	<u>2005-06</u>	<u>2006-07</u>	<u>2004-05*</u>	<u>2005-06*</u>	<u>2006-07*</u>
PERSONAL SERVICES						
Authorized Positions (Equals Sch. 7A)	56.8	63.3	63.3	\$3,911	\$4,204	\$4,260
Total Adjustments	-	-	14.0	-	-	714
Estimated Salary Savings	<u>-</u>	<u>-3.2</u>	<u>-3.9</u>	<u>-</u>	<u>-210</u>	<u>-248</u>
Net Totals, Salaries and Wages	56.8	60.1	73.4	\$3,911	\$3,994	\$4,726
Staff Benefits	<u>-</u>	<u>-</u>	<u>-</u>	<u>1,230</u>	<u>1,321</u>	<u>1,483</u>
Totals, Personal Services	56.8	60.1	73.4	\$5,141	\$5,315	\$6,209
OPERATING EXPENSES AND EQUIPMENT				<u>\$956</u>	<u>\$803</u>	<u>\$793</u>
TOTALS, POSITIONS AND EXPENDITURES, ALL FUNDS (State Operations)				\$6,097	\$6,118	\$7,002

DETAIL OF APPROPRIATIONS AND ADJUSTMENTS (Reconciliation with Appropriations)

1 STATE OPERATIONS	<u>2004-05*</u>	<u>2005-06*</u>	<u>2006-07*</u>
0001 General Fund			
APPROPRIATIONS			
001 Budget Act appropriation	\$1,887	\$1,911	\$2,788
Allocation for employee compensation	25	-	-
Adjustment per Section 3.60	14	2	-
Adjustment per Section 6.60	-3	-	-
Government Code Section 85802	486	520	523
Government Code Section 83122	<u>3,705</u>	<u>3,678</u>	<u>3,691</u>
Totals Available	\$6,114	\$6,111	\$7,002
Unexpended balance, estimated savings	<u>-22</u>	<u>-</u>	<u>-</u>
TOTALS, EXPENDITURES	\$6,092	\$6,111	\$7,002
0995 Reimbursements			
APPROPRIATIONS			
Reimbursements	<u>\$5</u>	<u>\$7</u>	<u>-</u>
TOTALS, EXPENDITURES, ALL FUNDS (State Operations)	\$6,097	\$6,118	\$7,002

CHANGES IN AUTHORIZED POSITIONS

	Positions			Expenditures		
	<u>2004-05</u>	<u>2005-06</u>	<u>2006-07</u>	<u>2004-05*</u>	<u>2005-06*</u>	<u>2006-07*</u>
Totals, Authorized Positions	56.8	63.3	63.3	\$3,911	\$4,204	\$4,260
Proposed New Positions:				Salary Range		
Local Enforcement:						
Investigator II	-	-	2.0	3,964-4,773	-	95

* Dollars in thousands, except in Salary Range.

8620 Fair Political Practices Commission - Continued

	Positions			Expenditures		
	2004-05	2005-06	2006-07	2004-05*	2005-06*	2006-07*
Counsel-Enforcement	-	-	2.5	3,834-7,929	-	184
Legal Secretary	-	-	1.0	2,839-3,450	-	37
Overtime	-	-	-	-	-	5
Totals, Local Enforcement	-	-	5.5	\$-	\$-	\$321
Legal, Technical Assistance & State Enforcement:						
Political Reform Consultant I	-	-	1.0	4,111-4,997	-	55
Counsel	-	-	1.5	3,834-7,929	-	119
Legal Assistant	-	-	1.0	3,164-3,846	-	42
Staff Services Analyst	-	-	3.0	2,632-4,155	-	113
Office Technician, General	-	-	1.0	2,465-2,998	-	33
Office Assistant, Typing	-	-	1.0	2,003-2,435	-	26
Overtime	-	-	-	-	-	5
Totals, Legal, Technical Assistance & State Enforcement	-	-	8.5	\$-	\$-	\$393
Totals, Proposed New Positions	-	-	14.0	\$-	\$-	\$714
Total Adjustments	-	-	14.0	\$-	\$-	\$714
TOTALS, SALARIES AND WAGES	56.8	63.3	77.3	\$3,911	\$4,204	\$4,974

8640 Political Reform Act of 1974

This budget identifies the amounts required to be appropriated by the Legislature to the Fair Political Practices Commission to carry out its duties under the Act, the amounts to be appropriated to other state agencies to carry out their duties under the Act, and, for informational purposes, the continuing appropriation of \$1,000,000 made by the Act, adjusted for any cost-of-living change.

The Political Reform Act detail for each affected agency will be found under respective program budgets as identified in the Summary of Program Requirements table.

3-YR EXPENDITURES AND POSITIONS (Summary of Program Requirements)

	Positions			Expenditures		
	2004-05	2005-06	2006-07	2004-05*	2005-06*	2006-07*
10 Secretary of State	-	-	-	\$782	\$782	\$790
20 Franchise Tax Board	-	-	-	1,481	1,522	1,522
30 Department of Justice	-	-	-	216	216	216
70 Allocations to Departments	-	-	-	-2,479	-2,520	-
TOTALS, POSITIONS AND EXPENDITURES (All Programs)	-	-	-	\$-	\$-	\$2,528

FUNDING

	2004-05*	2005-06*	2006-07*
0001 General Fund	\$-	\$-	\$2,520
0995 Reimbursements	-	-	8
TOTALS, EXPENDITURES, ALL FUNDS	\$-	\$-	\$2,528

The Fair Political Practices Commission (Organization Code 8620) receives an appropriation pursuant to Government Code Section 83122 in order to implement the Political Reform Act of 1974. Pursuant to this appropriation, the Commission expended \$3,705,000 in 2004-05 and was appropriated \$3,693,000 in 2005-06. The 2006-07 Governor's Budget for the Commission proposes an appropriation of \$3,691,000 for these purposes.

LEGAL CITATIONS AND AUTHORITY

DEPARTMENT AUTHORITY

* Dollars in thousands, except in Salary Range.

8640 Political Reform Act of 1974 - Continued

Government Code Section 83122.

DETAILED BUDGET ADJUSTMENTS

	2005-06*			2006-07*		
	General Fund	Other Funds	Positions	General Fund	Other Funds	Positions
Baseline Adjustment Descriptions						
• Current Year Transfer of Political Reform Act Monies	-\$2,520	-\$8	-	\$-	\$-	-
Totals, Baseline Adjustments	-\$2,520	-\$8	-	\$-	\$-	-
TOTALS, BUDGET ADJUSTMENTS	-\$2,520	-\$8	-	\$-	\$-	-

DETAIL OF APPROPRIATIONS AND ADJUSTMENTS (Reconciliation with Appropriations)

1 STATE OPERATIONS	2004-05*	2005-06*	2006-07*
0001 General Fund			
APPROPRIATIONS			
001 Budget Act appropriation	\$2,420	\$2,520	\$2,520
Allocation for employee compensation	47	-	-
Adjustment per Section 3.60	12	-	-
Adjustment to Allocate Monies per Provision 1 of the Budget Act	-2,479	-2,520	-
TOTALS, EXPENDITURES	\$-	\$-	\$2,520
0995 Reimbursements			
APPROPRIATIONS			
Reimbursements	-	-	\$8
TOTALS, EXPENDITURES, ALL FUNDS (State Operations)	\$-	\$-	\$2,528

8660 Public Utilities Commission

The California Public Utilities Commission, composed of five members appointed to six-year terms by the Governor, regulates electricity, natural gas, water, telecommunications and transportation industries such as railroads and trucking. The objective of the Commission is to ensure consumer access to universal, reasonably priced, safe, reliable and environmentally sound essential services. Specific activities include protecting the public from consumer fraud and unfair business practices, and enforcing safety standards for regulated companies, and railroad-highway crossings.

3-YR EXPENDITURES AND POSITIONS (Summary of Program Requirements)

	Positions			Expenditures		
	2004-05	2005-06	2006-07	2004-05*	2005-06*	2006-07*
10 Regulation of Utilities	537.9	561.5	590.5	\$414,998	\$350,685	\$364,956
15 Universal Service Telephone Programs	16.6	17.1	17.1	701,986	858,035	861,420
20 Regulation of Transportation	123.3	141.9	146.6	13,849	16,498	17,509
30.01 Administration	129.6	130.3	130.3	17,868	16,435	20,925
30.02 Distributed Administration	-	-	-	-17,868	-16,435	-20,925
TOTALS, POSITIONS AND EXPENDITURES (All Programs)	807.4	850.8	884.5	\$1,130,833	\$1,225,218	\$1,243,885

FUNDING

	2004-05*	2005-06*	2006-07*
0042 State Highway Account, State Transportation Fund	\$2,493	\$2,611	\$2,970
0046 Public Transportation Account, State Transportation Fund	2,077	2,433	2,719
0412 Transportation Rate Fund	1,875	2,428	2,528
0461 Public Utilities Commission Transportation Reimbursement Account	7,404	9,017	9,285
0462 Public Utilities Commission Utilities Reimbursement Account	76,608	60,589	73,302
0464 California High-Cost Fund-A Administrative Committee Fund	36,709	42,695	44,505

* Dollars in thousands, except in Salary Range.

8660 Public Utilities Commission - Continued

FUNDING	2004-05*	2005-06*	2006-07*
0470 California High-Cost Fund-B Administrative Committee Fund	343,976	447,114	435,135
0471 Universal Lifeline Telephone Service Trust Administrative Committee Fund	246,529	277,394	289,764
0483 Deaf and Disabled Telecommunications Program Administrative Committee Fund	56,117	69,580	69,079
0491 Payphone Service Providers Committee Fund	901	931	935
0493 California Teleconnect Fund Administrative Committee Fund	17,754	20,321	22,002
0890 Federal Trust Fund	947	1,119	1,139
0995 Reimbursements	6,145	12,692	12,786
3015 Gas Consumption Surcharge Fund	331,298	258,014	258,900
3089 Public Utilities Commission Ratepayer Advocate Account	-	18,280	18,836
TOTALS, EXPENDITURES, ALL FUNDS	\$1,130,833	\$1,225,218	\$1,243,885

LEGAL CITATIONS AND AUTHORITY

PROGRAM AUTHORITY

10-Regulation of Utilities:

California Constitution, Article XII; Public Utilities Code, Divisions 1, 2, and 4.

15-Universal Service Telephone Programs:

California Constitution, Article XII; Public Utilities Code, Division 1.

20-Regulation of Transportation:

California Constitution, Article XII; Public Utilities Code, Divisions 1, 2, 4, and 10.

MAJOR PROGRAM CHANGES

- Telecommunications Consumer Bill of Rights - The Budget includes \$9.91 million and 28 positions to support the Telecommunications Consumer Bill of Rights. Funding will be used to resolve consumer complaints, improve enforcement, and inform consumers of their rights through a public outreach campaign.
- Rail Safety - The Budget includes \$1.4 million and 14.2 positions for rail safety. This funding will enhance rail safety through additional accident investigations, evaluation of quiet zone notices, railroad inspections and oversight of transit security programs to verify compliance with federal recommendations.
- Climate Change Initiative - The Budget includes 12 redirected positions to expand energy efficiency programs, examine options for implementing new electric sector carbon policies, and promote the use of solar power. These strategies were identified by the Climate Action Team.
- Office of Ratepayer Advocates - The Budget includes \$154,000 for a lead attorney position within the Office of Ratepayer Advocates. This funding is consistent with Chapter 440, Statutes of 2005 (SB 608, Escutia).

DETAILED BUDGET ADJUSTMENTS

	2005-06*			2006-07*		
	General Fund	Other Funds	Positions	General Fund	Other Funds	Positions
Baseline Adjustment Descriptions						
• PUC Resolutions for Telecommunication High Cost Funds	\$-	\$-	-	\$-	\$8,883	-
• Other Baseline Adjustments	-	12	-	-	863	-
• Employee Compensation/Retirement	-	412	-	-	418	-
• One-time Costs: Universal Lifeline Telephone Service	-	-	-	-	-6,000	-
Totals, Baseline Adjustments	\$-	\$424	-	\$-	\$4,164	-
Policy Adjustment Descriptions						
• Telecommunications Consumer Bill of Rights	\$-	\$-	-	\$-	\$9,910	28.0
• Workstation Makeover	-	-	-	-	2,363	-

* Dollars in thousands, except in Salary Range.

8660 Public Utilities Commission - Continued

	2005-06*			2006-07*		
	General Fund	Other Funds	Positions	General Fund	Other Funds	Positions
• Infrastructure Improvements and Repairs	-	-	-	-	1,122	-
• Rail Safety Inspections/Analysis	-	-	-	-	946	9.5
• Rail Crossing Safety Oversight	-	-	-	-	252	2.8
• Rail Transit Safety	-	-	-	-	180	1.9
• Office of Ratepayer Advocate Staffing (2 redirected positions)	-	-	-	-	154	1.0
• Participation in Federal Communication Commission Proceedings (1 redirected position)	-	-	-	-	-	-
• Advanced Metering and Demand Response Programs (1 redirected position)	-	-	-	-	-	-
• Energy Efficiency Evaluation (3 redirected positions)	-	-	-	-	-	-
• Review of Utilities' Costs in General Rate Cases (2 redirected positions)	-	-	-	-	-	-
• Small Business Liaison (1 redirected position)	-	-	-	-	-	-
• Climate Change Initiative (12 redirected positions)	-	-	-	-	-	-
• Ensure Use of Renewable Energy and Distributed Generation (3 redirected positions)	-	-	-	-	-	-
• Monitoring Utility Procurement of Energy Resources (2 redirected positions)	-	-	-	-	-	-
Totals, Policy Adjustments	\$-	\$-	-	\$-	\$14,927	43.2
TOTALS, BUDGET ADJUSTMENTS	\$-	\$424	-	\$-	\$19,091	43.2

PROGRAM DESCRIPTIONS (Program Objectives Statement)

10 REGULATION OF UTILITIES

The fundamental objective of this program is to ensure fair and reasonable utility prices, and safe, reliable, and high quality essential services. The program monitors 11 electricity utilities, 1,821 telecommunications carriers, 156 water and sewer utilities, and 6 natural gas utilities.

The program also includes the Office of Ratepayer Advocates, which investigates a broad range of issues and advocates for the fair treatment of California consumers. The Office balances the interests of all ratepayers to ensure that all consumers are treated equitably.

15 UNIVERSAL SERVICE TELEPHONE PROGRAMS

The objectives of universal telephone service are to: (1) ensure that basic telephone service remains available and affordable to all Californians regardless of geography, language, cultural, ethnic, physical or income differences; (2) encourage consumer choice among competitive telephone companies; (3) modify, as necessary, the basic telephone service definition to incorporate new technology for all residential subscribers; and (4) ensure that consumers have access to sufficient information to make informed choices about basic service and universal lifeline telephone services. Specifically, the California High-Cost Fund A program provides supplemental funding to 17 small local telephone companies to minimize rate disparities which otherwise would occur in basic telephone service costs between rural and metropolitan areas. The California High-Cost Fund B program provides supplemental funding to large telephone companies to minimize disparities which otherwise would occur between high cost and metropolitan areas. The Deaf and Disabled Telecommunications program provides assistance to deaf, hearing impaired and disabled residents. The Payphone Service Providers program provides payphones to the general public at no charge in the interest of public safety and at locations where payphones otherwise would not be found. The California Teleconnect Fund program provides discounted telecommunication services to qualifying schools, libraries, hospitals and community-based organizations.

20 REGULATION OF TRANSPORTATION

The Transportation program regulates carriers, including privately owned for-hire passenger transportation companies, railroads, pipelines, fixed rail, and household goods carriers. The program regulates rates and services, issues certificates and other licenses, and enforces safety standards and insurance requirements.

DETAILED EXPENDITURES BY PROGRAM (Program Budget Detail)

* Dollars in thousands, except in Salary Range.

8660 Public Utilities Commission - Continued

	2004-05*	2005-06*	2006-07*
PROGRAM REQUIREMENTS			
10 REGULATION OF UTILITIES			
State Operations:			
0462 Public Utilities Commission Utilities Reimbursement Account	\$76,608	\$60,589	\$73,302
0890 Federal Trust Fund	947	1,119	1,139
0995 Reimbursements	6,145	12,683	12,779
3015 Gas Consumption Surcharge Fund	331,298	258,014	258,900
3089 Public Utilities Commission Ratepayer Advocate Account	-	18,280	18,836
Totals, State Operations	\$414,998	\$350,685	\$364,956
ELEMENT REQUIREMENTS			
10.10 Regulation of Rates	\$375,722	\$305,288	\$318,174
State Operations:			
0462 Public Utilities Commission Utilities Reimbursement Account	41,929	42,856	54,873
0995 Reimbursements	2,495	4,418	4,401
3015 Gas Consumption Surcharge Fund	331,298	258,014	258,900
10.15 Office of Ratepayer Advocates	\$18,010	\$22,296	\$22,716
State Operations:			
0462 Public Utilities Commission Utilities Reimbursement Account	17,493	168	-
0995 Reimbursements	517	3,848	3,880
3089 Public Utilities Commission Ratepayer Advocate Account	-	18,280	18,836
10.20 Service and Facilities	\$13,129	\$13,419	\$14,079
State Operations:			
0462 Public Utilities Commission Utilities Reimbursement Account	13,129	13,419	14,079
10.30 Certification	\$4,958	\$6,282	\$6,455
State Operations:			
0462 Public Utilities Commission Utilities Reimbursement Account	1,825	1,865	1,957
0995 Reimbursements	3,133	4,417	4,498
10.40 Safety	\$3,179	\$3,400	\$3,532
State Operations:			
0462 Public Utilities Commission Utilities Reimbursement Account	2,232	2,281	2,393
0890 Federal Trust Fund	947	1,119	1,139
PROGRAM REQUIREMENTS			
15 UNIVERSAL SERVICE TELEPHONE PROGRAMS			
State Operations:			
0464 California High-Cost Fund-A Administrative Committee Fund	\$36,709	\$42,695	\$44,505
0470 California High-Cost Fund-B Administrative Committee Fund	343,976	447,114	435,135
0471 Universal Lifeline Telephone Service Trust Administrative Committee Fund	246,529	277,394	289,764
0483 Deaf and Disabled Telecommunications Program Administrative Committee Fund	56,117	69,580	69,079
0491 Payphone Service Providers Committee Fund	901	931	935
0493 California Teleconnect Fund Administrative Committee Fund	17,754	20,321	22,002

* Dollars in thousands, except in Salary Range.

8660 Public Utilities Commission - Continued

	2004-05*	2005-06*	2006-07*
Totals, State Operations	\$701,986	\$858,035	\$861,420
ELEMENT REQUIREMENTS			
15.10 California High-Cost Fund-A Program	\$36,709	\$42,695	\$44,505
State Operations:			
0464 California High-Cost Fund-A Administrative Committee Fund	36,709	42,695	44,505
15.20 California High-Cost Fund-B Program	\$343,976	\$447,114	\$435,135
State Operations:			
0470 California High-Cost Fund-B Administrative Committee Fund	343,976	447,114	435,135
15.30 Universal Lifeline Telephone Service Program	\$246,529	\$277,394	\$289,764
State Operations:			
0471 Universal Lifeline Telephone Service Trust Administrative Committee Fund	246,529	277,394	289,764
15.40 Deaf and Disabled Telecommunications Program	\$56,117	\$69,580	\$69,079
State Operations:			
0483 Deaf and Disabled Telecommunications Program Administrative Committee Fund	56,117	69,580	69,079
15.50 Payphone Service Providers Program	\$901	\$931	\$935
State Operations:			
0491 Payphone Service Providers Committee Fund	901	931	935
15.60 California Teleconnect Fund Program	\$17,754	\$20,321	\$22,002
State Operations:			
0493 California Teleconnect Fund Administrative Committee Fund	17,754	20,321	22,002
PROGRAM REQUIREMENTS			
20 REGULATION OF TRANSPORTATION			
State Operations:			
0042 State Highway Account, State Transportation Fund	\$2,493	\$2,611	\$2,970
0046 Public Transportation Account, State Transportation Fund	2,077	2,433	2,719
0412 Transportation Rate Fund	1,875	2,428	2,528
0461 Public Utilities Commission Transportation Reimbursement Account	7,404	9,017	9,285
0995 Reimbursements	-	9	7
Totals, State Operations	\$13,849	\$16,498	\$17,509
ELEMENT REQUIREMENTS			
20.10 Regulation of Rates	\$59	\$68	\$74
State Operations:			
0412 Transportation Rate Fund	12	16	17
0461 Public Utilities Commission Transportation Reimbursement Account	47	52	57
20.20 Service and Facilities	\$2,251	\$2,469	\$2,639
State Operations:			
0412 Transportation Rate Fund	858	917	955
0461 Public Utilities Commission Transportation Reimbursement Account	1,393	1,552	1,684
20.30 Licensing	\$3,570	\$4,361	\$4,664
State Operations:			
0412 Transportation Rate Fund	1,005	1,495	1,556
0461 Public Utilities Commission Transportation Reimbursement Account	2,565	2,857	3,101
0995 Reimbursements	-	9	7

* Dollars in thousands, except in Salary Range.

8660 Public Utilities Commission - Continued

	2004-05*	2005-06*	2006-07*
20.40 Safety	\$7,969	\$9,600	\$10,132
State Operations:			
0042 State Highway Account, State Transportation Fund	2,493	2,611	2,970
0046 Public Transportation Account, State Transportation Fund	2,077	2,433	2,719
0461 Public Utilities Commission Transportation Reimbursement Account	3,399	4,556	4,443
PROGRAM REQUIREMENTS			
30 ADMINISTRATION			
ELEMENT REQUIREMENTS			
30.01 Administration	17,868	16,435	20,925
30.02 Distributed Administration	-17,868	-16,435	-20,925
TOTALS, EXPENDITURES			
State Operations	<u>1,130,833</u>	<u>1,225,218</u>	<u>1,243,885</u>
Totals, Expenditures	\$1,130,833	\$1,225,218	\$1,243,885

EXPENDITURES BY CATEGORY (Summary By Object)

1 State Operations	Positions			Expenditures		
	2004-05	2005-06	2006-07	2004-05*	2005-06*	2006-07*
PERSONAL SERVICES						
Authorized Positions (Equals Sch. 7A)	807.4	869.0	859.0	\$55,890	\$59,205	\$59,187
Total Adjustments	-	-	45.5	-	729	3,357
Estimated Salary Savings	-	-18.2	-20.0	-	-1,209	-1,871
Net Totals, Salaries and Wages	807.4	850.8	884.5	\$55,890	\$58,725	\$60,673
Staff Benefits	-	-	-	18,454	19,940	20,592
Totals, Personal Services	807.4	850.8	884.5	\$74,344	\$78,665	\$81,265
OPERATING EXPENSES AND EQUIPMENT				\$25,542	\$29,387	\$41,630
SPECIAL ITEMS OF EXPENSE						
Base Rental and Fees/Insurance				\$4,804	\$5,110	\$5,125
California High-Cost Fund-A Program				36,433	42,322	44,155
California High-Cost Fund-B Program				341,320	445,801	433,270
Universal Lifeline Telephone Service Program				244,899	276,139	288,629
Deaf and Disabled Telecommunications Program				56,049	69,097	68,547
Payphone Service Providers Program				-	430	430
California Teleconnect Fund Program				16,144	20,253	21,934
Gas Consumption Surcharge Program				<u>331,298</u>	<u>258,014</u>	<u>258,900</u>
Totals, Special Items of Expense				\$1,030,947	\$1,117,166	\$1,120,990
TOTALS, POSITIONS AND EXPENDITURES, ALL FUNDS (State Operations)				\$1,130,833	\$1,225,218	\$1,243,885

DETAIL OF APPROPRIATIONS AND ADJUSTMENTS (Reconciliation with Appropriations)

1 STATE OPERATIONS	2004-05*	2005-06*	2006-07*
0001 General Fund			
APPROPRIATIONS			
Prior year balances available:			
Chapter 7, Statutes of 2001, First Extraordinary Session	<u>\$9</u>	-	-
Totals Available	\$9	\$-	\$-
Unexpended balance, estimated savings	<u>-9</u>	-	-
TOTALS, EXPENDITURES	\$-	\$-	\$-
0042 State Highway Account, State Transportation Fund			

* Dollars in thousands, except in Salary Range.

8660 Public Utilities Commission - Continued

1 STATE OPERATIONS	2004-05*	2005-06*	2006-07*
APPROPRIATIONS			
001 Budget Act appropriation	\$2,395	\$2,538	\$2,970
Allocation for employee compensation	65	86	-
Adjustment per Section 3.60	34	-13	-
Adjustment per Section 4.60 (Rental Rate)	-1	-	-
TOTALS, EXPENDITURES	\$2,493	\$2,611	\$2,970
0046 Public Transportation Account, State Transportation Fund			
APPROPRIATIONS			
001 Budget Act appropriation	\$2,300	\$2,436	\$2,719
Allocation for employee compensation	62	10	-
Adjustment per Section 3.60	33	-13	-
Adjustment per Section 4.60 (Rental Rate)	-1	-	-
Totals Available	\$2,394	\$2,433	\$2,719
Unexpended balance, estimated savings	-317	-	-
TOTALS, EXPENDITURES	\$2,077	\$2,433	\$2,719
0412 Transportation Rate Fund			
APPROPRIATIONS			
001 Budget Act appropriation	\$1,662	\$2,284	\$2,377
Allocation for employee compensation	46	5	-
Adjustment per Section 3.60	24	-12	-
Adjustment per Section 4.60 (Rental Rate)	-1	-	-
003 Budget Act appropriation	146	151	151
Adjustment per Section 4.30 (Lease-Revenue)	-1	-	-
Totals Available	\$1,876	\$2,428	\$2,528
Unexpended balance, estimated savings	-1	-	-
TOTALS, EXPENDITURES	\$1,875	\$2,428	\$2,528
0461 Public Utilities Commission Transportation Reimbursement Account			
APPROPRIATIONS			
001 Budget Act appropriation	\$7,139	\$8,502	\$8,725
Allocation for employee compensation	191	5	-
Adjustment per Section 3.60	97	-45	-
Adjustment per Section 4.60 (Rental Rate)	-3	-	-
003 Budget Act appropriation	536	553	560
Adjustment per Section 4.30 (Lease-Revenue)	-3	2	-
Totals Available	\$7,957	\$9,017	\$9,285
Unexpended balance, estimated savings	-553	-	-
TOTALS, EXPENDITURES	\$7,404	\$9,017	\$9,285
0462 Public Utilities Commission Utilities Reimbursement Account			
APPROPRIATIONS			
001 Budget Act appropriation	\$69,084	\$55,824	\$68,936
Allocation for employee compensation	1,989	705	-
Adjustment per Section 3.60	1,345	-284	-
Adjustment per Section 4.35	-35	-	-
Adjustment per Section 4.60 (Rental Rate)	-28	-	-
Adjustment per Section 5.30 (Attorney General Legal Services Increased Rates)	59	-	-
003 Budget Act appropriation	4,187	4,334	4,366
Adjustment per Section 4.30 (Lease-Revenue)	-27	10	-
011 Budget Act appropriation (transfer to the Public Utilities Commission Ratepayer Advocate Account)	-	(18,379)	(18,836)
Prior year balances available:			
Chapter 835, Statutes of 2002	450	-	-
Chapter 1147, Statutes of 2002	223	223	-

* Dollars in thousands, except in Salary Range.

8660 Public Utilities Commission - Continued

1 STATE OPERATIONS	2004-05*	2005-06*	2006-07*
Totals Available	\$77,247	\$60,812	\$73,302
Unexpended balance, estimated savings	-416	-223	-
Balance available in subsequent years	-223	-	-
TOTALS, EXPENDITURES	\$76,608	\$60,589	\$73,302
0464 California High-Cost Fund-A Administrative Committee Fund			
APPROPRIATIONS			
001 Budget Act appropriation	\$59,269	\$42,695	\$44,505
Totals Available	\$59,269	\$42,695	\$44,505
Unexpended balance, estimated savings	-22,560	-	-
TOTALS, EXPENDITURES	\$36,709	\$42,695	\$44,505
0470 California High-Cost Fund-B Administrative Committee Fund			
APPROPRIATIONS			
001 Budget Act appropriation	\$482,384	\$447,114	\$435,135
Totals Available	\$482,384	\$447,114	\$435,135
Unexpended balance, estimated savings	-138,408	-	-
TOTALS, EXPENDITURES	\$343,976	\$447,114	\$435,135
0471 Universal Lifeline Telephone Service Trust Administrative Committee Fund			
APPROPRIATIONS			
001 Budget Act appropriation	\$251,619	\$277,394	\$289,764
Totals Available	\$251,619	\$277,394	\$289,764
Unexpended balance, estimated savings	-5,090	-	-
TOTALS, EXPENDITURES	\$246,529	\$277,394	\$289,764
0483 Deaf and Disabled Telecommunications Program Administrative Committee Fund			
APPROPRIATIONS			
001 Budget Act appropriation	\$69,165	\$69,580	\$69,079
Totals Available	\$69,165	\$69,580	\$69,079
Unexpended balance, estimated savings	-13,048	-	-
TOTALS, EXPENDITURES	\$56,117	\$69,580	\$69,079
0491 Payphone Service Providers Committee Fund			
APPROPRIATIONS			
001 Budget Act appropriation	\$936	\$931	\$935
Totals Available	\$936	\$931	\$935
Unexpended balance, estimated savings	-35	-	-
TOTALS, EXPENDITURES	\$901	\$931	\$935
0493 California Teleconnect Fund Administrative Committee Fund			
APPROPRIATIONS			
001 Budget Act appropriation	-	\$20,321	\$22,002
Chapter 847, Statutes of 2004	\$17,974	-	-
Prior year balances available:			
Chapter 847, Statutes of 2004	-	220	220
Totals Available	\$17,974	\$20,541	\$22,222
Balance available in subsequent years	-220	-220	-220
TOTALS, EXPENDITURES	\$17,754	\$20,321	\$22,002
0890 Federal Trust Fund			
APPROPRIATIONS			
001 Budget Act appropriation	\$993	\$1,052	\$1,139
Allocation for employee compensation	27	73	-
Adjustment per Section 3.60	14	-6	-
Budget Adjustment	-87	-	-
TOTALS, EXPENDITURES	\$947	\$1,119	\$1,139
0995 Reimbursements			
APPROPRIATIONS			

* Dollars in thousands, except in Salary Range.

8660 Public Utilities Commission - Continued

1 STATE OPERATIONS	2004-05*	2005-06*	2006-07*
Reimbursements	\$6,145	\$12,692	\$12,786
3015 Gas Consumption Surcharge Fund			
APPROPRIATIONS			
Public Utilities Code Section 895	<u>\$331,298</u>	<u>\$258,014</u>	<u>\$258,900</u>
TOTALS, EXPENDITURES	\$331,298	\$258,014	\$258,900
3089 Public Utilities Commission Ratepayer Advocate Account			
APPROPRIATIONS			
001 Budget Act appropriation	-	\$18,379	\$18,836
Adjustment per Section 3.60	<u>-</u>	<u>-99</u>	<u>-</u>
TOTALS, EXPENDITURES	\$-	\$18,280	\$18,836
TOTALS, EXPENDITURES, ALL FUNDS (State Operations)	\$1,130,833	\$1,225,218	\$1,243,885

FUND CONDITION STATEMENTS

	2004-05*	2005-06*	2006-07*
0051 Propane Safety Inspection and Enforcement Program Trust Fund^s			
BEGINNING BALANCE	\$78	\$84	-
REVENUES, TRANSFERS, AND OTHER ADJUSTMENTS			
Revenues:			
120600 Quarterly Public Utility Commission Fees	81	80	\$80
Transfers and Other Adjustments:			
TO0462 To Public Utilities Commission Utilities Reimbursement Account per Public Utilities Code Section 4458	-75	-164	-80
Total Revenues, Transfers, and Other Adjustments	<u>\$6</u>	<u>-\$84</u>	<u>-</u>
Total Resources	<u>\$84</u>	<u>-</u>	<u>-</u>
FUND BALANCE	\$84	-	-
Reserve for economic uncertainties	84	-	-
0412 Transportation Rate Fund^s			
BEGINNING BALANCE	\$911	\$1,081	\$887
Prior year adjustments	<u>12</u>	<u>-</u>	<u>-</u>
Adjusted Beginning Balance	\$923	\$1,081	\$887
REVENUES, TRANSFERS, AND OTHER ADJUSTMENTS			
Revenues:			
120600 Quarterly Public Utility Commission Fees	1,913	2,104	2,678
125700 Other Regulatory Licenses and Permits	117	115	115
141200 Sales of Documents	5	5	5
150300 Income From Surplus Money Investments	33	30	30
Transfers and Other Adjustments:			
TO0293 To Motor Carriers Safety Improvement Fund per Public Utilities Code Section 5003.1	-35	-20	-20
Total Revenues, Transfers, and Other Adjustments	<u>\$2,033</u>	<u>\$2,234</u>	<u>\$2,808</u>
Total Resources	<u>\$2,956</u>	<u>\$3,315</u>	<u>\$3,695</u>
EXPENDITURES AND EXPENDITURE ADJUSTMENTS			
Expenditures:			
8660 Public Utilities Commission (State Operations)	<u>1,875</u>	<u>2,428</u>	<u>2,528</u>
Total Expenditures and Expenditure Adjustments	<u>\$1,875</u>	<u>\$2,428</u>	<u>\$2,528</u>
FUND BALANCE	\$1,081	\$887	\$1,167
Reserve for economic uncertainties	1,081	887	1,167
0461 Public Utilities Commission Transportation Reimbursement Account^s			
BEGINNING BALANCE	\$3,466	\$3,456	\$2,912
Prior year adjustments	<u>-19</u>	<u>-</u>	<u>-</u>

* Dollars in thousands, except in Salary Range.

8660 Public Utilities Commission - Continued

	2004-05*	2005-06*	2006-07*
Adjusted Beginning Balance	\$3,447	\$3,456	\$2,912
REVENUES, TRANSFERS, AND OTHER ADJUSTMENTS			
Revenues:			
120600 Quarterly Public Utility Commission Fees	6,026	7,103	6,990
Vessel Operators	(164)	(164)	(164)
Passenger Vehicle Operators	(2,313)	(2,313)	(2,313)
Pipeline Corporations	(59)	(60)	(60)
Railroad Corporations	(3,480)	(4,556)	(4,443)
Commercial Air Operators	(10)	(10)	(10)
125700 Other Regulatory Licenses and Permits	1,312	1,300	1,300
150300 Income From Surplus Money Investments	74	70	70
Transfers and Other Adjustments:			
FO0683 From Stephen P. Teale Data Center Revolving Fund per Section 15.00, Budget Act of 2004	1	-	-
Total Revenues, Transfers, and Other Adjustments	<u>\$7,413</u>	<u>\$8,473</u>	<u>\$8,360</u>
Total Resources	\$10,860	\$11,929	\$11,272
EXPENDITURES AND EXPENDITURE ADJUSTMENTS			
Expenditures:			
0840 State Controller (State Operations)	-	-	1
8660 Public Utilities Commission (State Operations)	7,404	9,017	9,285
Vessel Operators	(162)	(160)	(162)
Passenger Vehicle Operators	(3,772)	(4,231)	(4,610)
Pipeline Corporations	(61)	(60)	(60)
Railroad Corporations	(3,399)	(4,556)	(4,443)
Commercial Air Operators	<u>(10)</u>	<u>(10)</u>	<u>(10)</u>
Total Expenditures and Expenditure Adjustments	<u>\$7,404</u>	<u>\$9,017</u>	<u>\$9,286</u>
FUND BALANCE	\$3,456	\$2,912	\$1,986
Reserve for economic uncertainties	3,456	2,912	1,986
0462 Public Utilities Commission Utilities Reimbursement Account ^s			
BEGINNING BALANCE	\$40,351	\$66,809	\$24,093
Prior year adjustments	<u>7,515</u>	<u>-</u>	<u>-</u>
Adjusted Beginning Balance	\$47,866	\$66,809	\$24,093
REVENUES, TRANSFERS, AND OTHER ADJUSTMENTS			
Revenues:			
120600 Quarterly Public Utility Commission Fees	68,196	38,257	76,268
Electric Corporations	(19,429)	(12)	(24,179)
Gas and Heat Corporations	(10,658)	(136)	(13,980)
Telephone and Telegraph Corporations	(24,998)	(24,998)	(24,998)
Water and Sewer System Corporations	(13,111)	(13,111)	(13,111)
141200 Sales of Documents	23	23	23
150300 Income From Surplus Money Investments	1,162	1,160	1,160
161000 Escheat of Unclaimed Checks & Warrants	4	-	-
161400 Miscellaneous Revenue	28,473	-	-
Transfers and Other Adjustments:			
FO0051 From Propane Safety Inspection and Enforcement Program Trust Fund per Public Utilities Code Section 4458	75	164	80
FO0683 From Stephen P. Teale Data Center Revolving Fund per Section 15.00, Budget Act of 2004	8	-	-
TO3089 To Public Utilities Commission Ratepayer Advocate Account loan per Item 8660-011-0462, Budget Act of 2005 and 2006	-	-18,379	-18,836
Total Revenues, Transfers, and Other Adjustments	<u>\$97,941</u>	<u>\$21,225</u>	<u>\$58,695</u>
Total Resources	\$145,807	\$88,034	\$82,788

* Dollars in thousands, except in Salary Range.

8660 Public Utilities Commission - Continued

	2004-05*	2005-06*	2006-07*
EXPENDITURES AND EXPENDITURE ADJUSTMENTS			
Expenditures:			
0840 State Controller (State Operations)	2	5	6
8660 Public Utilities Commission (State Operations)	76,608	60,589	73,302
Electric Corporations	(30,914)	(25,373)	(26,548)
Gas and Heat Corporations	(10,065)	(7,758)	(8,116)
Telephone and Telegraph Corporations	(23,969)	(18,473)	(29,237)
Water and Sewer System Corporations	(11,660)	(8,985)	(9,401)
8770 Electricity Oversight Board (State Operations)	<u>2,388</u>	<u>3,347</u>	<u>3,385</u>
Total Expenditures and Expenditure Adjustments	<u>\$78,998</u>	<u>\$63,941</u>	<u>\$76,693</u>
FUND BALANCE	\$66,809	\$24,093	\$6,095
Reserve for economic uncertainties	66,809	24,093	6,095
0464 California High-Cost Fund-A Administrative Committee Fund ^s			
BEGINNING BALANCE	\$29,556	\$31,830	\$28,117
REVENUES, TRANSFERS, AND OTHER ADJUSTMENTS			
Revenues:			
125600 Other Regulatory Fees	38,215	38,215	38,215
150300 Income From Surplus Money Investments	<u>769</u>	<u>770</u>	<u>770</u>
Total Revenues, Transfers, and Other Adjustments	<u>\$38,984</u>	<u>\$38,985</u>	<u>\$38,985</u>
Total Resources	\$68,540	\$70,815	\$67,102
EXPENDITURES AND EXPENDITURE ADJUSTMENTS			
Expenditures:			
0840 State Controller (State Operations)	1	3	3
8660 Public Utilities Commission (State Operations)	<u>36,709</u>	<u>42,695</u>	<u>44,505</u>
Total Expenditures and Expenditure Adjustments	<u>\$36,710</u>	<u>\$42,698</u>	<u>\$44,508</u>
FUND BALANCE	\$31,830	\$28,117	\$22,594
Reserve for economic uncertainties	31,830	28,117	22,594
0470 California High-Cost Fund-B Administrative Committee Fund ^s			
BEGINNING BALANCE	\$227,880	\$360,763	\$436,780
Prior year adjustments	<u>-46,292</u>	<u>-</u>	<u>-</u>
Adjusted Beginning Balance	\$181,588	\$360,763	\$436,780
REVENUES, TRANSFERS, AND OTHER ADJUSTMENTS			
Revenues:			
125600 Other Regulatory Fees	518,918	518,918	518,918
150300 Income From Surplus Money Investments	<u>4,240</u>	<u>4,240</u>	<u>4,240</u>
Total Revenues, Transfers, and Other Adjustments	<u>\$523,158</u>	<u>\$523,158</u>	<u>\$523,158</u>
Total Resources	\$704,746	\$883,921	\$959,938
EXPENDITURES AND EXPENDITURE ADJUSTMENTS			
Expenditures:			
0840 State Controller (State Operations)	7	27	32
8660 Public Utilities Commission (State Operations)	<u>343,976</u>	<u>447,114</u>	<u>435,135</u>
Total Expenditures and Expenditure Adjustments	<u>\$343,983</u>	<u>\$447,141</u>	<u>\$435,167</u>
FUND BALANCE	\$360,763	\$436,780	\$524,771
Reserve for economic uncertainties	360,763	436,780	524,771
0471 Universal Lifeline Telephone Service Trust Administrative Committee Fund ^s			
BEGINNING BALANCE	\$10,588	\$35,590	\$25,164
Prior year adjustments	<u>4,550</u>	<u>-</u>	<u>-</u>
Adjusted Beginning Balance	\$15,138	\$35,590	\$25,164
REVENUES, TRANSFERS, AND OTHER ADJUSTMENTS			
Revenues:			
125600 Other Regulatory Fees	265,722	265,722	265,722

* Dollars in thousands, except in Salary Range.

8660 Public Utilities Commission - Continued

	2004-05*	2005-06*	2006-07*
150300 Income From Surplus Money Investments	1,262	1,260	1,260
Total Revenues, Transfers, and Other Adjustments	<u>\$266,984</u>	<u>\$266,982</u>	<u>\$266,982</u>
Total Resources	\$282,122	\$302,572	\$292,146
EXPENDITURES AND EXPENDITURE ADJUSTMENTS			
Expenditures:			
0840 State Controller (State Operations)	3	14	20
8660 Public Utilities Commission (State Operations)	<u>246,529</u>	<u>277,394</u>	<u>289,764</u>
Total Expenditures and Expenditure Adjustments	<u>\$246,532</u>	<u>\$277,408</u>	<u>\$289,784</u>
FUND BALANCE	\$35,590	\$25,164	\$2,362
Reserve for economic uncertainties	35,590	25,164	2,362
0483 Deaf and Disabled Telecommunications Program Administrative Committee			
Fund ^s			
BEGINNING BALANCE	\$11,935	\$26,307	\$24,674
Prior year adjustments	<u>42</u>	<u>-</u>	<u>-</u>
Adjusted Beginning Balance	\$11,977	\$26,307	\$24,674
REVENUES, TRANSFERS, AND OTHER ADJUSTMENTS			
Revenues:			
125600 Other Regulatory Fees	67,679	67,679	67,679
150300 Income From Surplus Money Investments	832	830	830
161000 Escheat of Unclaimed Checks & Warrants	2	-	-
Transfers and Other Adjustments:			
FO0491 From Payphone Service Providers Committee Fund per CPUC Resolution PSPC-1, April 7, 2005	<u>2,376</u>	<u>-</u>	<u>-</u>
Total Revenues, Transfers, and Other Adjustments	<u>\$70,889</u>	<u>\$68,509</u>	<u>\$68,509</u>
Total Resources	\$82,866	\$94,816	\$93,183
EXPENDITURES AND EXPENDITURE ADJUSTMENTS			
Expenditures:			
0840 State Controller (State Operations)	1	4	5
6120 California State Library (Local Assistance)	441	552	552
8660 Public Utilities Commission (State Operations)	56,117	69,580	69,079
9900 Statewide General Administrative Expenditures (Pro Rata) (State Operations)	<u>-</u>	<u>6</u>	<u>-</u>
Total Expenditures and Expenditure Adjustments	<u>\$56,559</u>	<u>\$70,142</u>	<u>\$69,636</u>
FUND BALANCE	\$26,307	\$24,674	\$23,547
Reserve for economic uncertainties	26,307	24,674	23,547
0491 Payphone Service Providers Committee Fund ^s			
BEGINNING BALANCE	\$3,913	\$923	\$515
Prior year adjustments	<u>7</u>	<u>-</u>	<u>-</u>
Adjusted Beginning Balance	\$3,920	\$923	\$515
REVENUES, TRANSFERS, AND OTHER ADJUSTMENTS			
Revenues:			
125600 Other Regulatory Fees	202	445	472
150300 Income From Surplus Money Investments	78	78	78
Transfers and Other Adjustments:			
TO0483 To Deaf and Disabled Telecommunications Program Administrative Committee Fund per CPUC Resolution PSPC-1, April 7, 2005	<u>-2,376</u>	<u>-</u>	<u>-</u>
Total Revenues, Transfers, and Other Adjustments	<u>-\$2,096</u>	<u>\$523</u>	<u>\$550</u>
Total Resources	\$1,824	\$1,446	\$1,065
EXPENDITURES AND EXPENDITURE ADJUSTMENTS			
Expenditures:			
8660 Public Utilities Commission (State Operations)	<u>901</u>	<u>931</u>	<u>935</u>
Total Expenditures and Expenditure Adjustments	\$901	\$931	\$935

* Dollars in thousands, except in Salary Range.

8660 Public Utilities Commission - Continued

	2004-05*	2005-06*	2006-07*
FUND BALANCE	\$923	\$515	\$130
Reserve for economic uncertainties	923	515	130
0493 California Teleconnect Fund Administrative Committee Fund ^s			
BEGINNING BALANCE	\$31,906	\$10,160	\$18,300
Prior year adjustments	<u>-31,678</u>	<u>-</u>	<u>-</u>
Adjusted Beginning Balance	\$228	\$10,160	\$18,300
REVENUES, TRANSFERS, AND OTHER ADJUSTMENTS			
Revenues:			
125600 Other Regulatory Fees	28,391	28,391	28,391
150300 Income From Surplus Money Investments	<u>67</u>	<u>70</u>	<u>70</u>
Total Revenues, Transfers, and Other Adjustments	<u>\$28,458</u>	<u>\$28,461</u>	<u>\$28,461</u>
Total Resources	\$28,686	\$38,621	\$46,761
EXPENDITURES AND EXPENDITURE ADJUSTMENTS			
Expenditures:			
0840 State Controller (State Operations)	1	-	1
8660 Public Utilities Commission (State Operations)	17,754	20,321	22,002
9900 Statewide General Administrative Expenditures (Pro Rata) (State Operations)	<u>771</u>	<u>-</u>	<u>-</u>
Total Expenditures and Expenditure Adjustments	<u>\$18,526</u>	<u>\$20,321</u>	<u>\$22,003</u>
FUND BALANCE	\$10,160	\$18,300	\$24,758
Reserve for economic uncertainties	10,160	18,300	24,758
3015 Gas Consumption Surcharge Fund ^s			
BEGINNING BALANCE	\$48,370	\$16,932	\$45,433
Prior year adjustments	<u>-754</u>	<u>-</u>	<u>-</u>
Adjusted Beginning Balance	\$47,616	\$16,932	\$45,433
REVENUES, TRANSFERS, AND OTHER ADJUSTMENTS			
Revenues:			
120300 Energy Resource Surcharge	301,385	301,385	301,385
150300 Income From Surplus Money Investments	1,704	1,700	1,700
Transfers and Other Adjustments:			
FO0683 From Stephen P. Teale Data Center Revolving Fund per Section 15.00, Budget Act of 2004	10	-	-
Total Revenues, Transfers, and Other Adjustments	<u>\$303,099</u>	<u>\$303,085</u>	<u>\$303,085</u>
Total Resources	\$350,715	\$320,017	\$348,518
EXPENDITURES AND EXPENDITURE ADJUSTMENTS			
Expenditures:			
0840 State Controller (State Operations)	-	1	22
0860 State Board of Equalization (State Operations)	317	433	406
3360 Energy Resources Conservation and Development Commission (State Operations)	650	15,000	18,000
8660 Public Utilities Commission (State Operations)	331,298	258,014	258,900
9900 Statewide General Administrative Expenditures (Pro Rata) (State Operations)	<u>1,518</u>	<u>1,136</u>	<u>-</u>
Total Expenditures and Expenditure Adjustments	<u>\$333,783</u>	<u>\$274,584</u>	<u>\$277,328</u>
FUND BALANCE	\$16,932	\$45,433	\$71,190
Reserve for economic uncertainties	16,932	45,433	71,190
3089 Public Utilities Commission Ratepayer Advocate Account ^s			
BEGINNING BALANCE	-	-	\$99
REVENUES, TRANSFERS, AND OTHER ADJUSTMENTS			
Transfers and Other Adjustments:			
FO0462 From Public Utilities Commission Utilities Reimbursement Account loan per Item 8660-011-0462, Budget Act of 2005 and 2006	-	\$18,379	18,836
Total Revenues, Transfers, and Other Adjustments	<u>-</u>	<u>\$18,379</u>	<u>\$18,836</u>
Total Resources	-	\$18,379	\$18,935

* Dollars in thousands, except in Salary Range.

8660 Public Utilities Commission - Continued

	2004-05*	2005-06*	2006-07*
EXPENDITURES AND EXPENDITURE ADJUSTMENTS			
Expenditures:			
0840 State Controller (State Operations)	-	-	1
8660 Public Utilities Commission (State Operations)	-	18,280	18,836
Total Expenditures and Expenditure Adjustments	-	\$18,280	\$18,837
FUND BALANCE	-	\$99	\$98
Reserve for economic uncertainties	-	99	98

CHANGES IN AUTHORIZED POSITIONS

	Positions			Expenditures		
	2004-05	2005-06	2006-07	2004-05*	2005-06*	2006-07*
Totals, Authorized Positions	807.4	869.0	859.0	\$55,890	\$59,205	\$59,187
Salary Adjustments	-	-	-	-	729	734
Proposed New Positions:				Salary Range		
Consumer Protection and Safety Division:						
Prog & Proj Supvr	-	-	1.0	5,862-7,125	-	78
Reg Analyst V	-	-	3.0	5,709-6,938	-	228
Sr Utilities Eng-Spec	-	-	1.0	5,341-6,490	-	71
Reg Analyst IV	-	-	2.0	5,196-6,316	-	138
Sr Transp Ops Supvr	-	-	1.0	5,082-6,173	-	68
Reg Analyst III	-	-	4.5	4,731-5,753	-	314
Assoc Railroad Equipt Insp	-	-	1.0	4,635-5,632	-	62
Assoc Railroad Track Insp	-	-	1.0	4,635-5,632	-	62
Assoc Transp Ops Supvr	-	-	4.0	4,635-5,632	-	246
Utilities Engineer	-	-	4.0	3,437-5,914	-	224
Consumer Service and Information Division:						
Reg Analyst III	-	-	2.0	4,731-5,753	-	126
Consumer Affs Supvr	-	-	2.0	4,113-4,963	-	109
Consumer Affs Rep	-	-	18.0	3,107-4,154	-	784
Office of Ratepayer Advocates:						
Asst Chief Counsel	-	-	1.0	8,866-9,971	-	113
Totals, Proposed New Positions	-	-	45.5	\$-	\$-	\$2,623
Total Adjustments	-	-	45.5	\$-	\$729	\$3,357
TOTALS, SALARIES AND WAGES	807.4	869.0	904.5	\$55,890	\$59,934	\$62,544

8665 California Consumer Power and Conservation Financing Authority

The purpose of the California Consumer Power and Conservation Financing Authority (CPA) was to assure a reliable supply of power to Californians at just and reasonable rates, including planning for prudent energy reserves. The CPA was also created to encourage energy efficiency, conservation, and the use of renewable resources. The CPA was authorized to issue up to \$5 billion in revenue bonds to finance these activities.

After two and a half years, it was apparent that the CPA was providing minimal value in assisting the state in meeting its energy objectives. Consequently, ongoing activities have been transferred to other state organizations pending a reorganization of the state's energy related functions.

3-YR EXPENDITURES AND POSITIONS (Summary of Program Requirements)

	Positions			Expenditures		
	2004-05	2005-06	2006-07	2004-05*	2005-06*	2006-07*
15 Energy Acquisition	0.2	-	-	\$12,556	\$12,500	\$12,500
20 Planning and Policy Development	0.1	-	-	165	-	-
30.01 Administration	0.5	-	-	105	-	-

* Dollars in thousands, except in Salary Range.

8665 California Consumer Power and Conservation Financing Authority - Continued

	Positions			Expenditures		
	2004-05	2005-06	2006-07	2004-05*	2005-06*	2006-07*
30.02 Distributed Administration	-	-	-	-105	-	-
TOTALS, POSITIONS AND EXPENDITURES (All Programs)	0.8	-	-	\$12,721	\$12,500	\$12,500

FUNDING				2004-05*	2005-06*	2006-07*
9326 California Consumer Power and Conservation Financing Authority Fund				\$12,721	\$12,500	\$12,500
TOTALS, EXPENDITURES, ALL FUNDS				\$12,721	\$12,500	\$12,500

LEGAL CITATIONS AND AUTHORITY

DEPARTMENT AUTHORITY

Public Utilities Code, Division 1.5.

DETAILED BUDGET ADJUSTMENTS

	2005-06*			2006-07*		
	General Fund	Other Funds	Positions	General Fund	Other Funds	Positions
Baseline Adjustment Descriptions						
• Expenditure Projections: Demand Reserve Program	\$-	\$12,500	-	\$-	\$12,500	-
Totals, Baseline Adjustments	\$-	\$12,500	-	\$-	\$12,500	-
TOTALS, BUDGET ADJUSTMENTS	\$-	\$12,500	-	\$-	\$12,500	-

DETAILED EXPENDITURES BY PROGRAM (Program Budget Detail)

		2004-05*	2005-06*	2006-07*
PROGRAM REQUIREMENTS				
15 ENERGY ACQUISITION				
State Operations:				
9326 California Consumer Power and Conservation Financing Authority Fund		\$266	\$-	\$-
Totals, State Operations		\$266	\$-	\$-
Unclassified:				
9326 California Consumer Power and Conservation Financing Authority Fund		\$12,290	\$12,500	\$12,500
Totals, Unclassified		\$12,290	\$12,500	\$12,500
PROGRAM REQUIREMENTS				
20 PLANNING AND POLICY DEVELOPMENT				
State Operations:				
9326 California Consumer Power and Conservation Financing Authority Fund		\$165	\$-	\$-
Totals, State Operations		\$165	\$-	\$-
PROGRAM REQUIREMENTS				
30 ADMINISTRATION				
ELEMENT REQUIREMENTS				
30.01 Administration		105	-	-
30.02 Distributed Administration		-105	-	-
TOTALS, EXPENDITURES				
State Operations		431	-	-
Unclassified		12,290	12,500	12,500

* Dollars in thousands, except in Salary Range.

8665 California Consumer Power and Conservation Financing Authority - Continued

	2004-05*	2005-06*	2006-07*
Totals, Expenditures	\$12,721	\$12,500	\$12,500

EXPENDITURES BY CATEGORY (Summary By Object)

1 State Operations	Positions			Expenditures		
	2004-05	2005-06	2006-07	2004-05*	2005-06*	2006-07*
PERSONAL SERVICES						
Authorized Positions (Equals Sch. 7A)	0.8	-	-	\$41	\$-	\$-
Net Totals, Salaries and Wages	0.8	-	-	\$41	\$-	\$-
Staff Benefits	-	-	-	22	-	-
Totals, Personal Services	0.8	-	-	\$63	\$-	\$-
OPERATING EXPENSES AND EQUIPMENT				\$355	\$-	\$-
SPECIAL ITEMS OF EXPENSE						
Interest Expense on Loans From Other Funds				\$13	\$-	\$-
Totals, Special Items of Expense				\$13	\$-	\$-
TOTALS, POSITIONS AND EXPENDITURES, ALL FUNDS (State Operations)				\$431	\$-	\$-

DETAIL OF APPROPRIATIONS AND ADJUSTMENTS (Reconciliation with Appropriations)

1 STATE OPERATIONS	2004-05*	2005-06*	2006-07*
9326 California Consumer Power and Conservation Financing Authority Fund			
APPROPRIATIONS			
001 Budget Act appropriation	\$424	-	-
Adjustment per Section 3.60	1	-	-
Interest Expense on Energy Resources Program Account Loan per Item 3360-011-0465, Budget Act of 2003	13	-	-
Totals Available	\$438	\$-	\$-
Unexpended balance, estimated savings	-7	-	-
TOTALS, EXPENDITURES	\$431	\$-	\$-
TOTALS, EXPENDITURES, ALL FUNDS (State Operations)	\$431	\$-	\$-

4 UNCLASSIFIED	2004-05*	2005-06*	2006-07*
9326 California Consumer Power and Conservation Financing Authority Fund			
APPROPRIATIONS			
Public Utilities Code Section 3370	\$12,290	\$12,500	\$12,500
TOTALS, EXPENDITURES	\$12,290	\$12,500	\$12,500
TOTALS, EXPENDITURES, ALL FUNDS (Unclassified)	\$12,290	\$12,500	\$12,500
TOTALS, EXPENDITURES, ALL FUNDS (State Operations and Unclassified)	\$12,721	\$12,500	\$12,500

FUND CONDITION STATEMENTS

	2004-05*	2005-06*	2006-07*
9326 California Consumer Power and Conservation Financing Authority Fund^N			
BEGINNING BALANCE	\$3,424	\$4,819	\$7,822
Prior year adjustments	1,097	-	-
Adjusted Beginning Balance	\$4,521	\$4,819	\$7,822
REVENUES, TRANSFERS, AND OTHER ADJUSTMENTS			
Revenues:			
211600 Professional Services	90	-	-

* Dollars in thousands, except in Salary Range.

8665 California Consumer Power and Conservation Financing Authority - Continued

	2004-05*	2005-06*	2006-07*
250300 Income From Surplus Money Investments	111	120	196
299100 Sale Of Demand Reserve Power	13,685	15,500	15,500
Transfers and Other Adjustments:			
TO0465 To Energy Resources Programs Account loan repayment per Item 3360-013-0465, Budget Act of 2003	-732	-	-
Total Revenues, Transfers, and Other Adjustments	<u>\$13,154</u>	<u>\$15,620</u>	<u>\$15,696</u>
Total Resources	\$17,675	\$20,439	\$23,518
EXPENDITURES AND EXPENDITURE ADJUSTMENTS			
Expenditures:			
8665 California Consumer Power and Conservation Financing Authority			
State Operations	431	-	-
Unclassified	12,290	12,500	12,500
9900 Statewide General Administrative Expenditures (Pro Rata) (State Operations)	<u>135</u>	<u>117</u>	<u>-</u>
Total Expenditures and Expenditure Adjustments	<u>\$12,856</u>	<u>\$12,617</u>	<u>\$12,500</u>
FUND BALANCE	\$4,819	\$7,822	\$11,018

8690 Seismic Safety Commission

The mission of the Seismic Safety Commission is to improve the well-being of the people of California through cost-effective measures that lower earthquake risk to life and property. To accomplish this, the Commission works with federal, state, and local agencies as well as the private sector on a variety of activities that guide and stimulate earthquake risk reduction and management. The 17 appointed Commissioners provide state government with policy guidance, topical expertise, and perspectives from the private sector, academia, and local government. The Commission is responsible for: (1) advising the Governor, Legislature and the citizens of California on seismic safety policies and issues, (2) maintaining and encouraging the implementation of the state's five-year Earthquake Loss Reduction Plan, (3) reviewing the adequacy of earthquake safety policies and programs carried out by state and local agencies and providing recommendations for improvement, (4) using existing knowledge and conducting studies where necessary to develop and publish information to improve the performance of structures in California, (5) preparing and disseminating guides to the public identifying earthquake weaknesses and other issues related to residential and commercial buildings, (6) advising the Governor, Legislature, school districts, and the public on seismic safety issues affecting school facilities, (7) preparing a five-year earthquake research plan that specifies the research California needs to improve safety and foster the development and use of new technologies, and (8) seeking new information and insights from the scientific and engineering communities and from studies of damaging earthquakes and applying this information to reduce California's risk.

3-YR EXPENDITURES AND POSITIONS (Summary of Program Requirements)

	Positions			Expenditures		
	2004-05	2005-06	2006-07	2004-05*	2005-06*	2006-07*
10 Seismic Safety	<u>6.4</u>	<u>6.8</u>	<u>6.8</u>	<u>\$920</u>	<u>\$1,207</u>	<u>\$1,144</u>
TOTALS, POSITIONS AND EXPENDITURES (All Programs)	6.4	6.8	6.8	\$920	\$1,207	\$1,144

FUNDING		2004-05*	2005-06*	2006-07*
0217 Insurance Fund		\$918	\$1,037	\$1,069
0257 Earthquake Emergency Investigations Account, Natural Disaster Assistance Fund		-	95	-
0995 Reimbursements		<u>2</u>	<u>75</u>	<u>75</u>
TOTALS, EXPENDITURES, ALL FUNDS		\$920	\$1,207	\$1,144

LEGAL CITATIONS AND AUTHORITY

DEPARTMENT AUTHORITY

Government Code Chapter 13, Sections 8870 through 8875.95 and 8890 through 8899.26 and Insurance Code Sections 12975.7, 12975.8, and 12975.9.

DETAILED BUDGET ADJUSTMENTS

* Dollars in thousands, except in Salary Range.

8690 Seismic Safety Commission - Continued

	2005-06*			2006-07*		
	General Fund	Other Funds	Positions	General Fund	Other Funds	Positions
Baseline Adjustment Descriptions						
• Employee Compensation Adjustments	\$-	\$20	-	\$-	\$20	-
• Pro Rata Adjustment	-	-	-	-	19	-
• Price Increase	-	-	-	-	13	-
• Adjustment for the Continuous Appropriation of the Earthquake Emergency Investigations Account	-	95	-	-	-	-
• Retirement Rate Adjustment	-	-5	-	-	-5	-
Totals, Baseline Adjustments	\$-	\$110	-	\$-	\$47	-
TOTALS, BUDGET ADJUSTMENTS	\$-	\$110	-	\$-	\$47	-

EXPENDITURES BY CATEGORY (Summary By Object)

1 State Operations	Positions			Expenditures		
	2004-05	2005-06	2006-07	2004-05*	2005-06*	2006-07*
PERSONAL SERVICES						
Authorized Positions (Equals Sch. 7A)	6.4	6.9	6.9	\$475	\$523	\$525
Total Adjustments	-	-	-	-	16	16
Estimated Salary Savings	-	-0.1	-0.1	-	-9	-9
Net Totals, Salaries and Wages	6.4	6.8	6.8	\$475	\$530	\$532
Staff Benefits	-	-	-	156	174	175
Totals, Personal Services	6.4	6.8	6.8	\$631	\$704	\$707
OPERATING EXPENSES AND EQUIPMENT						
				\$289	\$503	\$437
TOTALS, POSITIONS AND EXPENDITURES, ALL FUNDS (State Operations)				\$920	\$1,207	\$1,144

DETAIL OF APPROPRIATIONS AND ADJUSTMENTS (Reconciliation with Appropriations)

1 STATE OPERATIONS	2004-05*	2005-06*	2006-07*
0217 Insurance Fund			
APPROPRIATIONS			
001 Budget Act appropriation	\$882	\$1,022	\$1,069
Allocation for employee compensation	24	20	-
Adjustment per Section 3.60	13	-5	-
Totals Available	\$919	\$1,037	\$1,069
Unexpended balance, estimated savings	-1	-	-
TOTALS, EXPENDITURES	\$918	\$1,037	\$1,069
0257 Earthquake Emergency Investigations Account, Natural Disaster Assistance Fund			
APPROPRIATIONS			
Government Code Section 8690.25 and 8690.45	-	\$95	-
TOTALS, EXPENDITURES	\$-	\$95	\$-
0995 Reimbursements			
APPROPRIATIONS			
Reimbursements	\$2	\$75	\$75
TOTALS, EXPENDITURES, ALL FUNDS (State Operations)	\$920	\$1,207	\$1,144

FUND CONDITION STATEMENTS

* Dollars in thousands, except in Salary Range.

8690 Seismic Safety Commission - Continued

	2004-05*	2005-06*	2006-07*
0257 Earthquake Emergency Investigations Account, Natural Disaster Assistance			
Fund ^s			
BEGINNING BALANCE	\$100	\$95	-
EXPENDITURES AND EXPENDITURE ADJUSTMENTS			
Expenditures:			
8690 Seismic Safety Commission (State Operations)	-	95	-
9900 Statewide General Administrative Expenditures (Pro Rata) (State Operations)	<u>5</u>	<u>-</u>	<u>-</u>
Total Expenditures and Expenditure Adjustments	<u>\$5</u>	<u>\$95</u>	<u>-</u>
FUND BALANCE	\$95	-	-
Reserve for economic uncertainties	95	-	-

CHANGES IN AUTHORIZED POSITIONS

	Positions			Expenditures		
	2004-05	2005-06	2006-07	2004-05*	2005-06*	2006-07*
Totals, Authorized Positions	6.4	6.9	6.9	\$475	\$523	\$525
Salary Adjustments	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>16</u>	<u>16</u>
Total Adjustments	<u>-</u>	<u>-</u>	<u>-</u>	<u>\$-</u>	<u>\$16</u>	<u>\$16</u>
TOTALS, SALARIES AND WAGES	6.4	6.9	6.9	\$475	\$539	\$541

8770 Electricity Oversight Board

The Electricity Oversight Board (EOB) works to ensure reliable electricity transmission and reasonable wholesale electricity market prices. In order to achieve these ends, the EOB:

- Monitors and investigates the function, competitiveness and structure of markets for bulk energy, transmission, and ancillary services that serve California consumers, and participates on behalf of California in western interstate regional market monitoring structures.
- Conducts oversight and monitoring of the California Independent System Operator (CAISO) and the wholesale markets and grid services CAISO administers.
- Initiates regulatory actions and interventions when necessary to protect California consumers at federal and regional proceedings regarding wholesale energy markets and electricity transmission, including actions before the Federal Energy Regulatory Commission. These actions include cases to obtain refunds for market overcharges, change rules to prevent future market abuses, alter market structures to better serve California public interests, improve reliability rules, and set rates for use of the transmission grid.

3-YR EXPENDITURES AND POSITIONS (Summary of Program Requirements)

	Positions			Expenditures		
	2004-05	2005-06	2006-07	2004-05*	2005-06*	2006-07*
30 Administration	<u>19.4</u>	<u>21.9</u>	<u>21.9</u>	<u>\$2,761</u>	<u>\$3,860</u>	<u>\$3,903</u>
TOTALS, POSITIONS AND EXPENDITURES (All Programs)	19.4	21.9	21.9	\$2,761	\$3,860	\$3,903

FUNDING		2004-05*	2005-06*	2006-07*
0462 Public Utilities Commission Utilities Reimbursement Account		\$2,388	\$3,347	\$3,385
0465 Energy Resources Programs Account		<u>373</u>	<u>513</u>	<u>518</u>
TOTALS, EXPENDITURES, ALL FUNDS		\$2,761	\$3,860	\$3,903

LEGAL CITATIONS AND AUTHORITY

DEPARTMENT AUTHORITY

Public Utilities Code, Division 1, Part 1, Chapter 2.3, Article 2, Sections 335-341.4.

* Dollars in thousands, except in Salary Range.

8770 Electricity Oversight Board - Continued

DETAILED BUDGET ADJUSTMENTS

	2005-06*			2006-07*		
	General Fund	Other Funds	Positions	General Fund	Other Funds	Positions
Baseline Adjustment Descriptions						
• Other Baseline Adjustments	\$-	\$-	-	\$-	\$43	-
• Employee Compensation/Retirement	-	10	-	-	10	-
Totals, Baseline Adjustments	\$-	\$10	-	\$-	\$53	-
TOTALS, BUDGET ADJUSTMENTS	\$-	\$10	-	\$-	\$53	-

DETAILED EXPENDITURES BY PROGRAM (Program Budget Detail)

		2004-05*	2005-06*	2006-07*
PROGRAM REQUIREMENTS				
30	ADMINISTRATION			
	State Operations:			
0462	Public Utilities Commission Utilities Reimbursement Account	\$2,388	\$3,347	\$3,385
0465	Energy Resources Programs Account	373	513	518
	Totals, State Operations	\$2,761	\$3,860	\$3,903
TOTALS, EXPENDITURES				
	State Operations	2,761	3,860	3,903
	Totals, Expenditures	\$2,761	\$3,860	\$3,903

EXPENDITURES BY CATEGORY (Summary By Object)

1 State Operations	Positions			Expenditures		
	2004-05	2005-06	2006-07	2004-05*	2005-06*	2006-07*
PERSONAL SERVICES						
Authorized Positions (Equals Sch. 7A)	19.4	23.0	23.0	\$1,336	\$1,598	\$1,625
Total Adjustments	-	-	-	-	18	18
Estimated Salary Savings	-	-1.1	-1.1	-	-80	-81
Net Totals, Salaries and Wages	19.4	21.9	21.9	\$1,336	\$1,536	\$1,562
Staff Benefits	-	-	-	412	443	449
Totals, Personal Services	19.4	21.9	21.9	\$1,748	\$1,979	\$2,011
OPERATING EXPENSES AND EQUIPMENT						
				\$1,013	\$1,881	\$1,892
TOTALS, POSITIONS AND EXPENDITURES, ALL FUNDS (State Operations)				\$2,761	\$3,860	\$3,903

DETAIL OF APPROPRIATIONS AND ADJUSTMENTS (Reconciliation with Appropriations)

1 STATE OPERATIONS	2004-05*	2005-06*	2006-07*
0462 Public Utilities Commission Utilities Reimbursement Account			
APPROPRIATIONS			
001 Budget Act appropriation	\$3,163	\$3,338	\$3,385
Allocation for employee compensation	46	20	-
Adjustment per Section 3.60	33	-11	-
Totals Available	\$3,242	\$3,347	\$3,385
Unexpended balance, estimated savings	-854	-	-
TOTALS, EXPENDITURES	\$2,388	\$3,347	\$3,385
0465 Energy Resources Programs Account			

* Dollars in thousands, except in Salary Range.

8770 Electricity Oversight Board - Continued

1 STATE OPERATIONS	2004-05*	2005-06*	2006-07*
APPROPRIATIONS			
001 Budget Act appropriation	\$474	\$512	\$518
Allocation for employee compensation	7	3	-
Adjustment per Section 3.60	5	-2	-
Totals Available	\$486	\$513	\$518
Unexpended balance, estimated savings	-113	-	-
TOTALS, EXPENDITURES	\$373	\$513	\$518
TOTALS, EXPENDITURES, ALL FUNDS (State Operations)	\$2,761	\$3,860	\$3,903

CHANGES IN AUTHORIZED POSITIONS

	Positions			Expenditures		
	2004-05	2005-06	2006-07	2004-05*	2005-06*	2006-07*
Totals, Authorized Positions	19.4	23.0	23.0	\$1,336	\$1,598	\$1,625
Salary Adjustments	-	-	-	-	18	18
Total Adjustments	-	-	-	\$-	\$18	\$18
TOTALS, SALARIES AND WAGES	19.4	23.0	23.0	\$1,336	\$1,616	\$1,643

8780 Milton Marks "Little Hoover" Commission on California State Government Organization and Economy

The Milton Marks "Little Hoover" Commission on California State Government Organization and Economy is the state's only independent and citizen-based oversight mechanism. It conducts four to five comprehensive reviews of executive branch programs, departments, and agencies each year and recommends ways to improve performance by increasing efficiency and effectiveness with existing resources. The Commission is statutorily responsible for analyzing and making recommendations to the Legislature on all Governor reorganization plans.

The Commission is composed of two members of the Senate, two members of the Assembly, and nine unpaid citizen members - five appointed by the Governor and four appointed by the Legislature.

Because of the Commission's independence, the Legislature charged it with oversight of the Bureau of State Audits, including contracting with an independent auditor for annually examining the State Audit Fund.

3-YR EXPENDITURES AND POSITIONS (Summary of Program Requirements)

	Positions			Expenditures		
	2004-05	2005-06	2006-07	2004-05*	2005-06*	2006-07*
10 Milton Marks Commission on California State Government Organization and Economy	8.5	8.8	8.8	\$950	\$936	\$983
TOTALS, POSITIONS AND EXPENDITURES (All Programs)	8.5	8.8	8.8	\$950	\$936	\$983

FUNDING	2004-05*	2005-06*	2006-07*
0001 General Fund	\$943	\$934	\$981
0995 Reimbursements	7	2	2
TOTALS, EXPENDITURES, ALL FUNDS	\$950	\$936	\$983

LEGAL CITATIONS AND AUTHORITY

DEPARTMENT AUTHORITY

Government Code Sections 8501 to 8541.

DETAILED BUDGET ADJUSTMENTS

* Dollars in thousands, except in Salary Range.

8780 Milton Marks "Little Hoover" Commission on California State Government Organization and Economy - Continued

	2005-06*			2006-07*		
	General Fund	Other Funds	Positions	General Fund	Other Funds	Positions
Baseline Adjustment Descriptions						
• Equipment Augmentation	\$-	\$-	-	\$43	\$-	-
• Price Increase	-	-	-	4	-	-
• Retirement Rate Adjustment	-7	-	-	-7	-	-
Totals, Baseline Adjustments	-\$7	\$-	-	\$40	\$-	-
TOTALS, BUDGET ADJUSTMENTS	-\$7	\$-	-	\$40	\$-	-

DETAILED EXPENDITURES BY PROGRAM (Program Budget Detail)

		2004-05*	2005-06*	2006-07*
PROGRAM REQUIREMENTS				
10	MILTON MARKS COMMISSION ON CALIFORNIA STATE GOVERNMENT ORGANIZATION AND ECONOMY			
	State Operations:			
0001	General Fund	\$943	\$934	\$981
0995	Reimbursements	7	2	2
	Totals, State Operations	\$950	\$936	\$983
	TOTALS, EXPENDITURES			
	State Operations	950	936	983
	Totals, Expenditures	\$950	\$936	\$983

EXPENDITURES BY CATEGORY (Summary By Object)

1 State Operations	Positions			Expenditures		
	2004-05	2005-06	2006-07	2004-05*	2005-06*	2006-07*
PERSONAL SERVICES						
Authorized Positions (Equals Sch. 7A)	8.5	9.0	9.0	\$577	\$606	\$614
Estimated Salary Savings	-	-0.2	-0.2	-	-8	-8
Net Totals, Salaries and Wages	8.5	8.8	8.8	\$577	\$598	\$606
Staff Benefits	-	-	-	195	203	205
Totals, Personal Services	8.5	8.8	8.8	\$772	\$801	\$811
OPERATING EXPENSES AND EQUIPMENT						
				\$178	\$135	\$172
TOTALS, POSITIONS AND EXPENDITURES, ALL FUNDS (State Operations)				\$950	\$936	\$983

DETAIL OF APPROPRIATIONS AND ADJUSTMENTS (Reconciliation with Appropriations)

1 STATE OPERATIONS		2004-05*	2005-06*	2006-07*
	0001 General Fund			
APPROPRIATIONS				
001	Budget Act appropriation	\$907	\$941	\$981
	Allocation for employee compensation	29	-	-
	Adjustment per Section 3.60	7	-7	-
TOTALS, EXPENDITURES		\$943	\$934	\$981
	0995 Reimbursements			

* Dollars in thousands, except in Salary Range.

8780 Milton Marks "Little Hoover" Commission on California State Government Organization and Economy - Continued

1 STATE OPERATIONS	2004-05*	2005-06*	2006-07*
APPROPRIATIONS			
Reimbursements	\$7	\$2	\$2
TOTALS, EXPENDITURES, ALL FUNDS (State Operations)	\$950	\$936	\$983

8820 Commission on the Status of Women

The Commission on the Status of Women is an independent, non-partisan agency that serves to advance the causes of women. Toward that end, the Commission influences public policy by advising and working with the Governor and the Legislature on issues impacting women and educating and informing its constituencies, thereby providing opportunities that empower women and girls to make their maximum contribution to society.

The Commission consists of a 17-member body: the Superintendent of Public Instruction, the Chief of the Division of Labor Standards Enforcement in the Department of Industrial Relations, three members of the Assembly and one public member appointed by the Speaker of the Assembly, three members of the Senate and one public member appointed by the Senate Committee on Rules, and seven public members appointed by the Governor. Public members are selected for staggered four-year terms and receive reimbursement for necessary expenses.

3-YR EXPENDITURES AND POSITIONS (Summary of Program Requirements)

	Positions			Expenditures		
	2004-05	2005-06	2006-07	2004-05*	2005-06*	2006-07*
10 Administration-Legislation-Research and Information	3.3	3.9	3.9	\$426	\$459	\$438
TOTALS, POSITIONS AND EXPENDITURES (All Programs)	3.3	3.9	3.9	\$426	\$459	\$438

FUNDING	2004-05*	2005-06*	2006-07*
0001 General Fund	\$426	\$457	\$436
0995 Reimbursements	-	2	2
TOTALS, EXPENDITURES, ALL FUNDS	\$426	\$459	\$438

LEGAL CITATIONS AND AUTHORITY

DEPARTMENT AUTHORITY

Government Code Title 2, Division 1, Chapter 3.1, Sections 8240 to 8250.

DETAILED BUDGET ADJUSTMENTS

	2005-06*			2006-07*		
	General Fund	Other Funds	Positions	General Fund	Other Funds	Positions
Baseline Adjustment Descriptions						
• Price Increase	\$-	\$-	-	\$3	\$-	-
• Pending Item 9840 Deficiency Transfer	24	-	-	-	-	-
• Retirement Rate Adjustment	-3	-	-	-3	-	-
Totals, Baseline Adjustments	\$21	\$-	-	\$-	\$-	-
TOTALS, BUDGET ADJUSTMENTS	\$21	\$-	-	\$-	\$-	-

PROGRAM DESCRIPTIONS (Program Objectives Statement)

10 ADMINISTRATION-LEGISLATION-RESEARCH AND INFORMATION

The Commission implements its mandate by examining bills introduced in the Legislature which affect women's rights; maintaining and distributing information to the public on women's issues; developing and maintaining liaison with

* Dollars in thousands, except in Salary Range.

8820 Commission on the Status of Women - Continued

government agencies and advisory bodies; and providing technical and consultative assistance to organizations which assist women. The Commission maintains emphases on issues such as economic equity, employment, child and other dependent care, health, violence, and education.

DETAILED EXPENDITURES BY PROGRAM (Program Budget Detail)

		2004-05*	2005-06*	2006-07*
PROGRAM REQUIREMENTS				
10	ADMINISTRATION-LEGISLATION-RESEARCH AND INFORMATION			
State Operations:				
0001	General Fund	\$426	\$457	\$436
0995	Reimbursements	-	2	2
Totals, State Operations		\$426	\$459	\$438
TOTALS, EXPENDITURES				
State Operations		426	459	438
Totals, Expenditures		\$426	\$459	\$438

EXPENDITURES BY CATEGORY (Summary By Object)

1 State Operations	Positions			Expenditures		
	2004-05	2005-06	2006-07	2004-05*	2005-06*	2006-07*
PERSONAL SERVICES						
Authorized Positions (Equals Sch. 7A)	3.3	3.9	3.9	\$216	\$241	\$242
Net Totals, Salaries and Wages	3.3	3.9	3.9	\$216	\$241	\$242
Staff Benefits	-	-	-	96	117	106
Totals, Personal Services	3.3	3.9	3.9	\$312	\$358	\$348
OPERATING EXPENSES AND EQUIPMENT						
				\$114	\$101	\$90
TOTALS, POSITIONS AND EXPENDITURES, ALL FUNDS (State Operations)				\$426	\$459	\$438

DETAIL OF APPROPRIATIONS AND ADJUSTMENTS (Reconciliation with Appropriations)

1 STATE OPERATIONS		2004-05*	2005-06*	2006-07*
	0001 General Fund			
APPROPRIATIONS				
001	Budget Act appropriation	\$407	\$436	\$436
	Allocation for employee compensation	13	-	-
	Allocation for contingencies or emergencies	9	24	-
	Adjustment per Section 3.60	3	-3	-
Totals Available		\$432	\$457	\$436
	Unexpended balance, estimated savings	-6	-	-
TOTALS, EXPENDITURES		\$426	\$457	\$436
	0995 Reimbursements			
APPROPRIATIONS				
	Reimbursements	-	\$2	\$2
TOTALS, EXPENDITURES, ALL FUNDS (State Operations)		\$426	\$459	\$438

8830 California Law Revision Commission

The California Law Revision Commission has the responsibility to make a continuing substantive review of California statutory and decisional law, to recommend legislation to make needed reforms, and make recommendations to the Governor and Legislature for revision of the law on major topics, assigned by the Legislature, that require detailed study and cannot easily be handled in the ordinary legislative process.

* Dollars in thousands, except in Salary Range.

8830 California Law Revision Commission - Continued

The Commission consists of seven gubernatorial appointees plus one Senator, one Assembly Member, and the Legislative Counsel. The Commission's work is independent, nonpartisan, and objective.

3-YR EXPENDITURES AND POSITIONS (Summary of Program Requirements)

	Positions			Expenditures		
	2004-05	2005-06	2006-07	2004-05*	2005-06*	2006-07*
10 California Law Revision Commission	3.9	5.5	5.5	\$546	\$703	\$706
TOTALS, POSITIONS AND EXPENDITURES (All Programs)	3.9	5.5	5.5	\$546	\$703	\$706

FUNDING

	2004-05*	2005-06*	2006-07*
0001 General Fund	\$531	\$688	\$691
0995 Reimbursements	15	15	15
TOTALS, EXPENDITURES, ALL FUNDS	\$546	\$703	\$706

LEGAL CITATIONS AND AUTHORITY

DEPARTMENT AUTHORITY

Government Code, Sections 8280 through 8298.

DETAILED BUDGET ADJUSTMENTS

	2005-06*			2006-07*		
	General Fund	Other Funds	Positions	General Fund	Other Funds	Positions
Baseline Adjustment Descriptions						
• Retirement Rate Adjustment	\$3	\$-	-	\$3	\$-	-
• Price Increase	-	-	-	3	-	-
Totals, Baseline Adjustments	\$3	\$-	-	\$6	\$-	-
TOTALS, BUDGET ADJUSTMENTS	\$3	\$-	-	\$6	\$-	-

DETAILED EXPENDITURES BY PROGRAM (Program Budget Detail)

		2004-05*	2005-06*	2006-07*
PROGRAM REQUIREMENTS				
10 CALIFORNIA LAW REVISION COMMISSION				
State Operations:				
0001 General Fund		\$531	\$688	\$691
0995 Reimbursements		15	15	15
Totals, State Operations		\$546	\$703	\$706
TOTALS, EXPENDITURES				
State Operations		546	703	706
Totals, Expenditures		\$546	\$703	\$706

EXPENDITURES BY CATEGORY (Summary By Object)

1 State Operations	Positions			Expenditures		
	2004-05	2005-06	2006-07	2004-05*	2005-06*	2006-07*
PERSONAL SERVICES						
Authorized Positions (Equals Sch. 7A)	3.9	5.5	5.5	\$333	\$463	\$470
Net Totals, Salaries and Wages	3.9	5.5	5.5	\$333	\$463	\$470

* Dollars in thousands, except in Salary Range.

8830 California Law Revision Commission - Continued

1 State Operations	Positions			Expenditures		
	2004-05	2005-06	2006-07	2004-05*	2005-06*	2006-07*
Staff Benefits	-	-	-	104	153	154
Totals, Personal Services	3.9	5.5	5.5	\$437	\$616	\$624
OPERATING EXPENSES AND EQUIPMENT				\$109	\$87	\$82
TOTALS, POSITIONS AND EXPENDITURES, ALL FUNDS (State Operations)				\$546	\$703	\$706

DETAIL OF APPROPRIATIONS AND ADJUSTMENTS (Reconciliation with Appropriations)

1 STATE OPERATIONS		2004-05*	2005-06*	2006-07*
	0001 General Fund			
APPROPRIATIONS				
001 Budget Act appropriation		\$512	\$685	\$691
Allocation for employee compensation		13	-	-
Adjustment per Section 3.60		6	3	-
TOTALS, EXPENDITURES		\$531	\$688	\$691
	0995 Reimbursements			
APPROPRIATIONS				
Reimbursements		\$15	\$15	\$15
TOTALS, EXPENDITURES, ALL FUNDS (State Operations)		\$546	\$703	\$706

8840 Commission on Uniform State Laws

In conjunction with other states, the Commission drafts and presents to the Legislature uniform laws deemed desirable and practicable by the National Conference of Commissioners on Uniform State Laws for adoption by the various states. The Commission is composed of twelve members.

3-YR EXPENDITURES AND POSITIONS (Summary of Program Requirements)

	Positions			Expenditures		
	2004-05	2005-06	2006-07	2004-05*	2005-06*	2006-07*
10 Support	-	-	-	\$99	\$149	\$149
TOTALS, POSITIONS AND EXPENDITURES (All Programs)	-	-	-	\$99	\$149	\$149

FUNDING	2004-05*	2005-06*	2006-07*
0001 General Fund	\$99	\$149	\$149
TOTALS, EXPENDITURES, ALL FUNDS	\$99	\$149	\$149

LEGAL CITATIONS AND AUTHORITY

DEPARTMENT AUTHORITY

Government Code Sections 8260 through 8273.

DETAILED EXPENDITURES BY PROGRAM (Program Budget Detail)

	2004-05*	2005-06*	2006-07*
PROGRAM REQUIREMENTS			
10 SUPPORT			
State Operations:			
0001 General Fund	\$99	\$149	\$149
Totals, State Operations	\$99	\$149	\$149

* Dollars in thousands, except in Salary Range.

8840 Commission on Uniform State Laws - Continued

	2004-05*	2005-06*	2006-07*
TOTALS, EXPENDITURES			
State Operations	99	149	149
Totals, Expenditures	\$99	\$149	\$149

EXPENDITURES BY CATEGORY (Summary By Object)

1 State Operations	Positions			Expenditures		
	2004-05	2005-06	2006-07	2004-05*	2005-06*	2006-07*
OPERATING EXPENSES AND EQUIPMENT				\$99	\$149	\$149

DETAIL OF APPROPRIATIONS AND ADJUSTMENTS (Reconciliation with Appropriations)

1 STATE OPERATIONS		2004-05*	2005-06*	2006-07*
	0001 General Fund			
APPROPRIATIONS				
001 Budget Act appropriation		\$98	\$149	\$149
Allocation for employee compensation		1	-	-
TOTALS, EXPENDITURES		\$99	\$149	\$149
TOTALS, EXPENDITURES, ALL FUNDS (State Operations)		\$99	\$149	\$149

8855 Bureau of State Audits

The California State Auditor promotes the efficient and effective management of public funds and programs by providing independent, objective, accurate, and timely evaluations of state and local governmental activities to citizens and government. By performing financial, performance, and investigative audits, and by performing other special studies, the State Auditor provides the Legislature, the Governor, the Milton Marks Commission on California State Government Organization and Economy ("Little Hoover Commission"), and the citizens of the state with objective information about the state's financial condition and the performance of the state's many agencies and programs.

3-YR EXPENDITURES AND POSITIONS (Summary of Program Requirements)

10 California State Auditor	Positions			Expenditures		
	2004-05	2005-06	2006-07	2004-05*	2005-06*	2006-07*
	119.5	139.5	139.5	\$12,304	\$13,219	\$13,019
TOTALS, POSITIONS AND EXPENDITURES (All Programs)	119.5	139.5	139.5	\$12,304	\$13,219	\$13,019

FUNDING	2004-05*	2005-06*	2006-07*
0001 General Fund	\$12,205	\$13,219	\$13,019
0126 State Audit Fund	2	-	-
0995 Reimbursements	97	-	-
TOTALS, EXPENDITURES, ALL FUNDS	\$12,304	\$13,219	\$13,019

LEGAL CITATIONS AND AUTHORITY

DEPARTMENT AUTHORITY

Government Code, Title 2, Division 1, Chapter 6.5, Sections 8543 through 8548.5.

DETAILED BUDGET ADJUSTMENTS

Baseline Adjustment Descriptions	2005-06*			2006-07*		
	General Fund	Other Funds	Positions	General Fund	Other Funds	Positions

* Dollars in thousands, except in Salary Range.

8855 Bureau of State Audits - Continued

	2005-06*			2006-07*		
	General Fund	Other Funds	Positions	General Fund	Other Funds	Positions
• Retirement Rate Adjustment	-\$63	\$-	-	-\$63	\$-	-
• One-Time Cost Reduction	-	-	-	-200	-	-
Totals, Baseline Adjustments	-\$63	\$-	-	-\$263	\$-	-
TOTALS, BUDGET ADJUSTMENTS	-\$63	\$-	-	-\$263	\$-	-

DETAILED EXPENDITURES BY PROGRAM (Program Budget Detail)

		2004-05*	2005-06*	2006-07*
PROGRAM REQUIREMENTS				
10	CALIFORNIA STATE AUDITOR			
	State Operations:			
0001	General Fund	\$12,205	\$13,219	\$13,019
0126	State Audit Fund	2	-	-
0995	Reimbursements	97	-	-
	Totals, State Operations	\$12,304	\$13,219	\$13,019
TOTALS, EXPENDITURES				
	State Operations	12,304	13,219	13,019
	Totals, Expenditures	\$12,304	\$13,219	\$13,019

EXPENDITURES BY CATEGORY (Summary By Object)

1 State Operations	Positions			Expenditures		
	2004-05	2005-06	2006-07	2004-05*	2005-06*	2006-07*
PERSONAL SERVICES						
Authorized Positions (Equals Sch. 7A)	119.5	155.0	155.0	\$7,498	\$10,026	\$9,950
Estimated Salary Savings	-	-15.5	-15.5	-	-1,003	-995
Net Totals, Salaries and Wages	119.5	139.5	139.5	\$7,498	\$9,023	\$8,955
Staff Benefits	-	-	-	2,509	2,766	2,712
Totals, Personal Services	119.5	139.5	139.5	\$10,007	\$11,789	\$11,667
OPERATING EXPENSES AND EQUIPMENT						
				\$2,297	\$1,430	\$1,352
TOTALS, POSITIONS AND EXPENDITURES, ALL FUNDS (State Operations)				\$12,304	\$13,219	\$13,019

DETAIL OF APPROPRIATIONS AND ADJUSTMENTS (Reconciliation with Appropriations)

1 STATE OPERATIONS	2004-05*	2005-06*	2006-07*
0001 General Fund			
APPROPRIATIONS			
001 Budget Act appropriation (transfer to State Audit Fund)	\$12,388	\$13,082	\$13,019
Allocation for employee compensation	491	-	-
Adjustment per Section 3.60	125	-63	-
Chapter 875, Statutes of 2004	-	200	-
Totals Available	\$13,004	\$13,219	\$13,019
Unexpended balance, estimated savings	-799	-	-
TOTALS, EXPENDITURES	\$12,205	\$13,219	\$13,019
0126 State Audit Fund			
APPROPRIATIONS			
Government Code Section 8544.5(c)	\$12,304	\$13,019	\$13,019

* Dollars in thousands, except in Salary Range.

8855 Bureau of State Audits - Continued

1 STATE OPERATIONS	2004-05*	2005-06*	2006-07*
TOTALS, EXPENDITURES	<u>\$12,304</u>	<u>\$13,019</u>	<u>\$13,019</u>
Less funding provided by the General Fund	<u>-12,302</u>	<u>-13,019</u>	<u>-13,019</u>
NET TOTALS, EXPENDITURES	\$2	\$-	\$-
0995 Reimbursements			
APPROPRIATIONS			
Reimbursements	<u>\$97</u>	<u>-</u>	<u>-</u>
TOTALS, EXPENDITURES, ALL FUNDS (State Operations)	\$12,304	\$13,219	\$13,019

FUND CONDITION STATEMENTS

	2004-05*	2005-06*	2006-07*
0126 State Audit Fund ^s			
BEGINNING BALANCE	\$1,950	\$1,950	\$1,950
REVENUES, TRANSFERS, AND OTHER ADJUSTMENTS			
Transfers and Other Adjustments:			
FO0683 From Stephen P. Teale Data Center Revolving Fund per Section 15.00, Budget Act of 2004	2	-	-
Total Revenues, Transfers, and Other Adjustments	<u>\$2</u>	<u>-</u>	<u>-</u>
Total Resources	\$1,952	\$1,950	\$1,950
EXPENDITURES AND EXPENDITURE ADJUSTMENTS			
Expenditures:			
8855 Bureau of State Audits (State Operations)	12,304	13,019	13,019
Expenditure Adjustments:			
8855 Bureau of State Audits			
Less funding provided by the General Fund (State Operations)	<u>-12,302</u>	<u>-13,019</u>	<u>-13,019</u>
Total Expenditures and Expenditure Adjustments	<u>\$2</u>	<u>-</u>	<u>-</u>
FUND BALANCE	\$1,950	\$1,950	\$1,950
Reserve for economic uncertainties	1,950	1,950	1,950

8860 Department of Finance

By statute, the Director of Finance serves as the Governor's chief fiscal policy advisor with emphasis on the financial integrity of the state and maintenance of a fiscally sound and responsible Administration.

The objectives of the Department of Finance are:

- To prepare, present, and support the annual financial plan for the state.
- To assure responsible and responsive state resource allocation within resources available.
- To foster efficient and effective state structure, processes, programs, and performance.
- To ensure integrity in state fiscal databases and systems.

3-YR EXPENDITURES AND POSITIONS (Summary of Program Requirements)

	Positions			Expenditures		
	2004-05	2005-06	2006-07	2004-05*	2005-06*	2006-07*
10 Annual Financial Plan	134.8	141.4	145.2	\$18,941	\$19,681	\$19,856
20 Program and Information System Assessments	104.4	116.3	116.3	12,325	13,339	13,574
30 Supportive Data	96.9	96.7	99.6	13,119	13,655	14,299
40.01 Administration	57.3	53.2	53.2	5,825	5,697	5,679
40.02 Distributed Administration	<u>-</u>	<u>-</u>	<u>-</u>	<u>-5,763</u>	<u>-5,697</u>	<u>-5,679</u>
TOTALS, POSITIONS AND EXPENDITURES (All Programs)	393.4	407.6	414.3	\$44,447	\$46,675	\$47,729

* Dollars in thousands, except in Salary Range.

8860 Department of Finance - Continued

FUNDING	2004-05*	2005-06*	2006-07*
0001 General Fund	\$31,643	\$33,218	\$33,660
0666 Service Revolving Fund	748	-	-
0995 Reimbursements	12,056	13,457	14,069
TOTALS, EXPENDITURES, ALL FUNDS	\$44,447	\$46,675	\$47,729

LEGAL CITATIONS AND AUTHORITY

DEPARTMENT AUTHORITY

Government Code Section 13000.

PROGRAM AUTHORITY

10-Annual Financial Plan:

Article IV, Section 12 of the State Constitution; Government Code Sections 13335 and 13337.

20-Program and Information System Assessments:

Government Code Sections 13070-13077 and 13291-13296.

30-Supportive Data:

Article IV, Section 12 of the State Constitution; Government Code Sections 13073, 13300-13301 and 13306.

40-Administration:

Government Code Section 13005.

MAJOR PROGRAM CHANGES

- Mandates Unit - The Budget proposes \$537,000 (reimbursements) and 3.8 personnel years for the creation of a unit that would develop, vet, and implement policies and procedures to be used to reform the reimbursable mandate process.

DETAILED BUDGET ADJUSTMENTS

	2005-06*			2006-07*		
	General Fund	Other Funds	Positions	General Fund	Other Funds	Positions
Baseline Adjustment Descriptions						
• Price Increase	\$-	\$-	-	\$181	\$-	-
• Other Baseline Adjustments	-174	-265	-	-535	-190	-
Totals, Baseline Adjustments	-\$174	-\$265	-	-\$354	-\$190	-
Policy Adjustment Descriptions						
• 2nd Year Costs of 05-06 BIS BCP	\$-	\$-	-	\$487	\$-	2.9
• 3rd Year eBudget Funding	-	-	-	135	-	-
• Mandates Unit	-	-	-	-	537	3.8
Totals, Policy Adjustments	\$-	\$-	-	\$622	\$537	6.7
TOTALS, BUDGET ADJUSTMENTS	-\$174	-\$265	-	\$268	\$347	6.7

PROGRAM DESCRIPTIONS (Program Objectives Statement)

10 ANNUAL FINANCIAL PLAN

To ensure the financial integrity of the state through the planned allocation of state resources, the Department of Finance advises the Governor on the fiscal condition of the state and prepares the annual Governor's Budget. The Governor's Budget contains past year actual expenditures and revenues, current year estimated expenditures and revenues, and proposed expenditures and estimated revenues for the next fiscal year. After the budget is enacted, the Department of Finance assists in the administration of the Budget. The Department of Finance also provides fiscal analyses of bills introduced in the Legislature and makes recommendations to the Governor.

* Dollars in thousands, except in Salary Range.

8860 Department of Finance - Continued

20 PROGRAM AND INFORMATION SYSTEM ASSESSMENTS

The Department of Finance systematically reviews and evaluates state-administered and financed programs. The Office of State Audits and Evaluations assists the Director of Finance in fulfilling the statutory responsibilities for supervision over all matters concerning the financial and business policies of the state by conducting financial audits and by performing critical examinations of state programs and policies. The Performance Review Unit conducts performance reviews of state agencies and programs and recommends ways to lower the costs of state government and to better serve the public within existing resources.

The Department of Finance is also responsible for implementing information technology oversight and security programs. The Department of Finance's information technology project oversight program establishes statewide standards for project management and oversight, implements an effective system of graduated oversight for information technology projects, and assesses information technology projects and department/agency performance in the areas of project management and project oversight. The Department of Finance's objectives for the information technology security program are reducing security risk by establishing direction for information technology security and operational recovery, monitoring and enforcing compliance with security policies, and ensuring that incident handling, response, and follow-up occur in a measured and coordinated manner. The Department collaborates with the State Chief Information Officer, the security advisory group, and with departments on awareness and knowledge sharing.

30 SUPPORTIVE DATA

This program includes a variety of information systems and services. The budget support systems provide information to decision-makers throughout the budgetary process. The operation and management of the automated California State Accounting and Reporting System (CALSTARS) is intended to provide a uniform and complete accounting system for state agencies. Statewide fiscal and accounting policies are developed and maintained by the Fiscal Systems and Consulting Unit. Basic and applied economic and tax research functions support the revenue estimates required for the development of the state financial plan, for the analysis of financial legislation, and the evaluation of economic trends or other fiscal developments which affect the state. Basic and applied demographic research functions provide data to support the workload estimates of state agencies.

This program also includes the Department of Finance Budget Information System (BIS) Project. This collaborative statewide effort will result in a new system that will replace existing legacy financial systems and significantly improve California's budget development and administration processes. The implementation of this comprehensive statewide financial system to facilitate preparation, enactment, and administration of the state's annual financial plan (budget) will provide decision-makers with critical information to make budget decisions and manage state resources.

DETAILED EXPENDITURES BY PROGRAM (Program Budget Detail)

		<u>2004-05*</u>	<u>2005-06*</u>	<u>2006-07*</u>
PROGRAM REQUIREMENTS				
10	ANNUAL FINANCIAL PLAN			
	State Operations:			
0001	General Fund	\$17,133	\$18,240	\$17,995
0995	Reimbursements	1,808	1,441	1,861
	Totals, State Operations	\$18,941	\$19,681	\$19,856
ELEMENT REQUIREMENTS				
10.10	Preparation	\$6,957	\$7,452	\$7,536
	State Operations:			
0001	General Fund	6,957	7,452	7,536
10.20	Enactment	\$2,992	\$3,285	\$3,319
	State Operations:			
0001	General Fund	2,992	3,285	3,319
10.30	Support and Direction	\$5,993	\$5,951	\$5,979
	State Operations:			
0001	General Fund	4,185	4,510	4,118
0995	Reimbursements	1,808	1,441	1,861
10.40	Legislation and Intergovernmental Relations	\$2,999	\$2,993	\$3,022
	State Operations:			
0001	General Fund	2,999	2,993	3,022
PROGRAM REQUIREMENTS				
20	PROGRAM AND INFORMATION SYSTEM ASSESSMENTS			
	State Operations:			

* Dollars in thousands, except in Salary Range.

8860 Department of Finance - Continued

	2004-05*	2005-06*	2006-07*
0001 General Fund	\$6,617	\$5,857	\$6,040
0995 Reimbursements	5,708	7,482	7,534
Totals, State Operations	\$12,325	\$13,339	\$13,574
ELEMENT REQUIREMENTS			
20.25 Office of State Audits and Evaluations	\$9,815	\$10,754	\$10,991
State Operations:			
0001 General Fund	4,123	3,288	3,468
0995 Reimbursements	5,692	7,466	7,523
20.28 Performance Review	\$446	\$393	\$398
State Operations:			
0001 General Fund	446	393	398
20.30 Technology Oversight and Security	\$2,064	\$2,192	\$2,185
State Operations:			
0001 General Fund	2,048	2,176	2,174
0995 Reimbursements	16	16	11
PROGRAM REQUIREMENTS			
30 SUPPORTIVE DATA			
State Operations:			
0001 General Fund	\$7,893	\$9,121	\$9,625
0666 Service Revolving Fund	748	-	-
0995 Reimbursements	4,478	4,534	4,674
Totals, State Operations	\$13,119	\$13,655	\$14,299
ELEMENT REQUIREMENTS			
30.11 Statewide and Departmental Fiscal Reporting	\$3,255	\$4,203	\$4,606
State Operations:			
0001 General Fund	2,507	4,197	4,606
0666 Service Revolving Fund	748	-	-
0995 Reimbursements	-	6	-
30.12 CALSTARS	\$5,295	\$5,408	\$5,623
State Operations:			
0001 General Fund	927	898	991
0995 Reimbursements	4,368	4,510	4,632
30.20 Economic Research	\$414	\$357	\$358
State Operations:			
0001 General Fund	414	357	358
30.30 Revenue Estimating and Tax Research	\$860	\$845	\$850
State Operations:			
0001 General Fund	860	845	850
30.40 Demographic Research	\$2,107	\$1,694	\$1,710
State Operations:			
0001 General Fund	2,033	1,687	1,703
0995 Reimbursements	74	7	7
30.50 Fiscal Systems and Consulting	\$1,188	\$1,148	\$1,152
State Operations:			
0001 General Fund	1,152	1,137	1,117
0995 Reimbursements	36	11	35
PROGRAM REQUIREMENTS			
40 ADMINISTRATION			
State Operations:			
0995 Reimbursements	\$62	\$-	\$-
Totals, State Operations	\$62	\$-	\$-
ELEMENT REQUIREMENTS			

* Dollars in thousands, except in Salary Range.

8860 Department of Finance - Continued

	2004-05*	2005-06*	2006-07*
40.01 Administration	5,825	5,697	5,679
40.02 Distributed Administration	-5,763	-5,697	-5,679
TOTALS, EXPENDITURES			
State Operations	44,447	46,675	47,729
Totals, Expenditures	\$44,447	\$46,675	\$47,729

EXPENDITURES BY CATEGORY (Summary By Object)

1 State Operations	Positions			Expenditures		
	2004-05	2005-06	2006-07	2004-05*	2005-06*	2006-07*
PERSONAL SERVICES						
Authorized Positions (Equals Sch. 7A)	393.4	429.8	429.8	\$27,336	\$28,986	\$29,466
Total Adjustments	-	-	7.0	-	11	542
Estimated Salary Savings	-	-22.2	-22.5	-	-1,245	-1,290
Net Totals, Salaries and Wages	393.4	407.6	414.3	\$27,336	\$27,752	\$28,718
Staff Benefits	-	-	-	8,929	10,537	10,499
Totals, Personal Services	393.4	407.6	414.3	\$36,265	\$38,289	\$39,217
OPERATING EXPENSES AND EQUIPMENT				\$8,180	\$8,379	\$8,505
SPECIAL ITEMS OF EXPENSE						
Tort Payments				\$2	\$7	\$7
Totals, Special Items of Expense				\$2	\$7	\$7
TOTALS, POSITIONS AND EXPENDITURES, ALL FUNDS (State Operations)				\$44,447	\$46,675	\$47,729

DETAIL OF APPROPRIATIONS AND ADJUSTMENTS (Reconciliation with Appropriations)

1 STATE OPERATIONS	2004-05*	2005-06*	2006-07*
0001 General Fund			
APPROPRIATIONS			
001 Budget Act appropriation	\$30,170	\$33,392	\$33,660
Allocation for employee compensation	1,133	-	-
Allocation for contingencies or emergencies	250	-	-
Adjustment per Section 3.60	244	-174	-
Adjustment per Section 4.35	-115	-	-
Adjustment per Section 4.60 (Rental Rate)	2	-	-
Totals Available	\$31,684	\$33,218	\$33,660
Unexpended balance, estimated savings	-41	-	-
TOTALS, EXPENDITURES	\$31,643	\$33,218	\$33,660
0666 Service Revolving Fund			
APPROPRIATIONS			
Transfer from Item 1760-001-0666, per Control Section 4.45	\$750	-	-
Totals Available	\$750	\$-	\$-
Unexpended balance, estimated savings	-2	-	-
TOTALS, EXPENDITURES	\$748	\$-	\$-
0995 Reimbursements			
APPROPRIATIONS			
Reimbursements	\$12,056	\$13,457	\$14,069
TOTALS, EXPENDITURES, ALL FUNDS (State Operations)	\$44,447	\$46,675	\$47,729

* Dollars in thousands, except in Salary Range.

8860 Department of Finance - Continued

CHANGES IN AUTHORIZED POSITIONS

	Positions			Expenditures		
	2004-05	2005-06	2006-07	2004-05*	2005-06*	2006-07*
Totals, Authorized Positions	393.4	429.8	429.8	\$27,336	\$28,986	\$29,466
Salary Adjustments	-	-	-	-	11	11
Proposed New Positions:				Salary Range		
Prin Prog Budget Analyst III	-	-	2.0	6,976-7,691	-	176
Staff Counsel III	-	-	1.0	6,902-8,517	-	91
Staff Finance Budget Analyst	-	-	4.0	4,983-6,012	-	264
Totals, Proposed New Positions	-	-	7.0	\$-	\$-	\$531
Total Adjustments	-	-	7.0	\$-	\$11	\$542
TOTALS, SALARIES AND WAGES	393.4	429.8	436.8	\$27,336	\$28,997	\$30,008

8885 Commission on State Mandates

The objective of the Commission on State Mandates is to fairly and impartially hear and determine if local agencies and school districts are entitled to reimbursement for increased costs mandated by the state. The Commission was created as a quasi-judicial body to determine state mandated costs. The Commission consists of the Director of Finance, the State Controller, the State Treasurer, the Director of the Office of Planning and Research, a public member with experience in public finance, and two additional members from the categories of city council member, county supervisor, or school district governing board member, appointed by the Governor and approved by the Senate.

3-YR EXPENDITURES AND POSITIONS (Summary of Program Requirements)

	Positions			Expenditures		
	2004-05	2005-06	2006-07	2004-05*	2005-06*	2006-07*
10 Administration	9.1	13.6	13.6	\$11,302	\$122,645	\$243,350
TOTALS, POSITIONS AND EXPENDITURES (All Programs)	9.1	13.6	13.6	\$11,302	\$122,645	\$243,350

FUNDING				2004-05*	2005-06*	2006-07*
0001	General Fund			\$1,326	\$120,982	\$241,637
0044	Motor Vehicle Account, State Transportation Fund			9,976	1,506	1,551
0106	Department of Pesticide Regulation Fund			-	157	162
TOTALS, EXPENDITURES, ALL FUNDS				\$11,302	\$122,645	\$243,350

LEGAL CITATIONS AND AUTHORITY

DEPARTMENT AUTHORITY

Government Code Sections 17500 to 17630; Welfare and Institutions Code Section 17000.6.

MAJOR PROGRAM CHANGES

- Local Government Mandate Repayments - The Governor's Budget includes \$98.1 million for the initial year of the fifteen year local government mandate repayments.
- Newly Determined Local Government Mandates - The Governor's Budget includes \$45.7 million for local government mandates determined in 2006-07.
- Funding for AB 3632 Mental Health Services - The Governor's Budget includes \$50 million non-Proposition 98 General Fund as a set-aside for funding mental health services to pupils beyond those that are federally required under a new categorical program. Details of the categorical program will be determined in the near future.

DETAILED BUDGET ADJUSTMENTS

* Dollars in thousands, except in Salary Range.

8885 Commission on State Mandates - Continued

	2005-06*			2006-07*		
	General Fund	Other Funds	Positions	General Fund	Other Funds	Positions
Baseline Adjustment Descriptions						
• Initial year of 15 year local government mandate repayment	\$-	\$-	-	\$98,100	\$-	-
• Estimated costs of newly determined mandates	-	-	-	45,700	-	-
• Price Increase	-	-	-	11	50	-
• Retirement Rate Adjustment	-11	-	-	-11	-	-
• Remove 04-05 funding for local government mandates (included in the 05-06 Budget Act)	-	-	-	-73,156	-	-
Totals, Baseline Adjustments	-\$11	\$-	-	\$70,644	\$50	-
Policy Adjustment Descriptions						
• Funding for AB 3632 Mental Health Services	\$-	\$-	-	\$50,000	\$-	-
Totals, Policy Adjustments	\$-	\$-	-	\$50,000	\$-	-
TOTALS, BUDGET ADJUSTMENTS	-\$11	\$-	-	\$120,644	\$50	-

* Dollars in thousands, except in Salary Range.

8885 Commission on State Mandates - Continued

Payments for Mandated Costs

	2004-05*	2005-06*	2006-07*
LEGISLATIVE, JUDICIAL, EXECUTIVE			
Office of Emergency Services (0690-295-0001 and 0690-296-0001)	\$2		
Department of Justice (0820-295-0001)	1		
Secretary of State (0890-295-0001)	4		
State Treasurer's Office (0950-295-0001)	0		
Totals, Legislative, Judicial, Executive	\$7		
STATE AND CONSUMER SERVICES			
Franchise Tax Board (1730-295-0001)	0		
State Personnel Board (1880-295-0001)	1		
Totals, State and Consumer Services	\$1		
BUSINESS, TRANSPORTATION AND HOUSING			
Housing and Community Development (2240-295-0001)	1		
Department of Transportation (2660-295-0042)	1		
Totals, Business, Transportation and Housing	\$2		
RESOURCES			
Department of Conservation (3480-295-0001)	0		
Department of Forestry & Fire Protection (3540-295-0001)	0		
California Coastal Commission (3720-295-0001)	0		
Totals, Resources	\$0		
ENVIRONMENTAL PROTECTION			
Department of Pesticide Regulation (3930-295-0001)	1		
Totals, Environmental Protection	\$1		
HEALTH AND WELFARE			
Department of Health Services (4260-295-0001)	4		
Department of Developmental Services (4300-295-0001)	4		
Department of Mental Health (4440-295-0001)	7	\$120,000	
Totals, Health and Welfare	\$15	\$120,000	
YOUTH AND ADULT CORRECTIONAL			
Department of Corrections (5240-295-0001)	1		
Board of Corrections (5430-295-0001)	1		
Department of Youth Authority (5460-295-0001)	0		
Totals, Youth and Adult Correctional	\$2		
EDUCATION (K-14)			
Department of Education (6110-295-0001)**	39	40	43
California Community Colleges (6870-295-0001)**	2	4	4
Totals, Education (K-14)	\$41	\$44	\$47
LABOR			
Department of Industrial Relations (7350-295-0001)	2		
Totals, Labor	\$2		
GENERAL GOVERNMENT			
Commission on Peace Officer Standards & Training (8120-295-0001)	1		
Department of Food and Agriculture (8570-295-0001)	13,900		
Victims Compensation and Government Claims Board (8700-295-0001)	0		
Tax Relief (9100-295-0001)	3		
Local Government Financing (9210-295-0001)	5		
Commission on State Mandates (8885-295-0001)		119,364	\$91,908
Commission on State Mandates (8885-297-0001)		0	50,000
Commission on State Mandates (8885-299-0001)		0	98,100
Commission on State Mandates (8885-295-0042)		0	0

* Dollars in thousands, except in Salary Range.

8885 Commission on State Mandates - Continued

Payments for Mandated Costs

Commission on State Mandates (8885-295-0044)		1,506	1,551
Commission on State Mandates (8885-295-0106)		157	162
Totals, General Government		\$13,909	\$241,721

**See detail in Department of Education and California Community Colleges budgets

-
- 1 = Defer
 - 0 = Suspend
 - = Repeal
 - = Did not exist

* Dollars in thousands, except in Salary Range.

8885 Commission on State Mandates - Continued

PROGRAM DESCRIPTIONS (Program Objectives Statement)

10 ADMINISTRATION

The Commission on State Mandates carries out three distinct statutory duties:

- Hears and decides test claims alleging that the Legislature or a state agency imposed a reimbursable mandate upon local agencies and school districts.
- Hears and decides claims alleging that the State Controller has incorrectly reduced payments to local agencies and school districts.
- Determines the existence of significant financial distress for applicant counties that seek to reduce their General Assistance standards of aid.

DETAILED EXPENDITURES BY PROGRAM (Program Budget Detail)

	2004-05*	2005-06*	2006-07*
PROGRAM REQUIREMENTS			
10 ADMINISTRATION			
State Operations:			
0001 General Fund	\$1,326	\$1,618	\$1,629
Totals, State Operations	\$1,326	\$1,618	\$1,629
Local Assistance:			
0001 General Fund	\$-	\$119,364	\$240,008
0044 Motor Vehicle Account, State Transportation Fund	9,976	1,506	1,551
0106 Department of Pesticide Regulation Fund	-	157	162
Totals, Local Assistance	\$9,976	\$121,027	\$241,721
TOTALS, EXPENDITURES			
State Operations	1,326	1,618	1,629
Local Assistance	9,976	121,027	241,721
Totals, Expenditures	\$11,302	\$122,645	\$243,350

EXPENDITURES BY CATEGORY (Summary By Object)

	Positions			Expenditures		
	2004-05	2005-06	2006-07	2004-05*	2005-06*	2006-07*
1 State Operations						
PERSONAL SERVICES						
Authorized Positions (Equals Sch. 7A)	9.1	14.0	14.0	\$698	\$1,053	\$1,078
Estimated Salary Savings	-	-0.4	-0.4	-	-37	-38
Net Totals, Salaries and Wages	9.1	13.6	13.6	\$698	\$1,016	\$1,040
Staff Benefits	-	-	-	222	305	312
Totals, Personal Services	9.1	13.6	13.6	\$920	\$1,321	\$1,352
OPERATING EXPENSES AND EQUIPMENT						
				\$406	\$297	\$277
TOTALS, POSITIONS AND EXPENDITURES, ALL FUNDS (State Operations)				\$1,326	\$1,618	\$1,629
2 Local Assistance						
				\$9,976	\$121,027	\$241,721
TOTALS, POSITIONS AND EXPENDITURES, ALL FUNDS (Local Assistance)				\$9,976	\$121,027	\$241,721

DETAIL OF APPROPRIATIONS AND ADJUSTMENTS (Reconciliation with Appropriations)

	2004-05*	2005-06*	2006-07*
1 STATE OPERATIONS			
0001 General Fund			

* Dollars in thousands, except in Salary Range.

8885 Commission on State Mandates - Continued

1 STATE OPERATIONS	2004-05*	2005-06*	2006-07*
APPROPRIATIONS			
001 Budget Act appropriation	\$1,189	\$1,629	\$1,629
Allocation for employee compensation	23	-	-
Allocation for contingencies or emergencies	120	-	-
Adjustment per Section 3.60	16	-11	-
Totals Available	\$1,348	\$1,618	\$1,629
Unexpended balance, estimated savings	-22	-	-
TOTALS, EXPENDITURES	\$1,326	\$1,618	\$1,629
0360 State Mandates Claims Fund			
APPROPRIATIONS			
011 Budget Act appropriation	(\$461)	-	-
TOTALS, EXPENDITURES	\$-	\$-	\$-
TOTALS, EXPENDITURES, ALL FUNDS (State Operations)	\$1,326	\$1,618	\$1,629
2 LOCAL ASSISTANCE			
	2004-05*	2005-06*	2006-07*
0001 General Fund			
APPROPRIATIONS			
295 Budget Act appropriation	-	\$119,364	\$91,908
297 Budget Act appropriation	-	-	50,000
299 Budget Act appropriation	-	-	98,100
TOTALS, EXPENDITURES	\$-	\$119,364	\$240,008
0042 State Highway Account, State Transportation Fund			
APPROPRIATIONS			
295 Budget Act appropriation	-	0	0
TOTALS, EXPENDITURES	\$-	\$-	\$-
0044 Motor Vehicle Account, State Transportation Fund			
APPROPRIATIONS			
295 Budget Act appropriation	-	\$1,506	\$1,551
Pending Legislation	\$9,976	-	-
TOTALS, EXPENDITURES	\$9,976	\$1,506	\$1,551
0106 Department of Pesticide Regulation Fund			
APPROPRIATIONS			
295 Budget Act appropriation	-	\$157	\$162
TOTALS, EXPENDITURES	\$-	\$157	\$162
TOTALS, EXPENDITURES, ALL FUNDS (Local Assistance)	\$9,976	\$121,027	\$241,721
TOTALS, EXPENDITURES, ALL FUNDS (State Operations and Local Assistance)	\$11,302	\$122,645	\$243,350

FUND CONDITION STATEMENTS

	2004-05*	2005-06*	2006-07*
0360 State Mandates Claims Fund *			
BEGINNING BALANCE	\$461	-	-
Prior year adjustments	373	-	-
Adjusted Beginning Balance	\$834	-	-
REVENUES, TRANSFERS, AND OTHER ADJUSTMENTS			
Transfers and Other Adjustments:			
TO0001 To General Fund per Item 8885-011-0360, Budget Act of 2004	-461	-	-
TO0001 To General Fund per Government Code Section 16346	-373	-	-
Total Revenues, Transfers, and Other Adjustments	-\$834	-	-
Total Resources	-	-	-
FUND BALANCE	-	-	-

* Dollars in thousands, except in Salary Range.

8910 Office of Administrative Law

The Office of Administrative Law is responsible for reviewing administrative regulations proposed by over 200 state regulatory agencies for compliance with standards set forth in California's Administrative Procedure Act, for transmitting these regulations to the Secretary of State, and for publishing regulations in the California Code of Regulations. The Office assists state regulatory agencies through a formal training program, as well as through other less formal methods, to understand and comply with the Administrative Procedure Act.

The Office is also authorized to issue determinations as to whether a state agency rule meets the statutory definition of a "regulation" which must be adopted pursuant to the requirements of the Administrative Procedure Act.

The Office oversees the publication and distribution, in print and on the Internet, of the California Code of Regulations and the California Regulatory Notice Register.

3-YR EXPENDITURES AND POSITIONS (Summary of Program Requirements)

	Positions			Expenditures		
	2004-05	2005-06	2006-07	2004-05*	2005-06*	2006-07*
10 Regulatory Oversight	15.2	20.9	20.9	\$2,121	\$2,711	\$2,726
TOTALS, POSITIONS AND EXPENDITURES (All Programs)	15.2	20.9	20.9	\$2,121	\$2,711	\$2,726

FUNDING

	2004-05*	2005-06*	2006-07*
0001 General Fund	\$1,823	\$2,413	\$2,428
0995 Reimbursements	298	298	298
TOTALS, EXPENDITURES, ALL FUNDS	\$2,121	\$2,711	\$2,726

LEGAL CITATIONS AND AUTHORITY

DEPARTMENT AUTHORITY

Government Code Sections 11340-11361.

DETAILED BUDGET ADJUSTMENTS

Baseline Adjustment Descriptions	2005-06*			2006-07*		
	General Fund	Other Funds	Positions	General Fund	Other Funds	Positions
• Retirement Rate Adjustment	-\$16	\$-	-	-\$16	\$-	-
• Price Increase	-	-	-	15	-	-
Totals, Baseline Adjustments	-\$16	\$-	-	-\$1	\$-	-
TOTALS, BUDGET ADJUSTMENTS	-\$16	\$-	-	-\$1	\$-	-

EXPENDITURES BY CATEGORY (Summary By Object)

1 State Operations	Positions			Expenditures		
	2004-05	2005-06	2006-07	2004-05*	2005-06*	2006-07*
PERSONAL SERVICES						
Authorized Positions (Equals Sch. 7A)	15.2	21.3	21.3	\$1,208	\$1,585	\$1,601
Estimated Salary Savings	-	-0.4	-0.4	-	-32	-32
Net Totals, Salaries and Wages	15.2	20.9	20.9	\$1,208	\$1,553	\$1,569
Staff Benefits	-	-	-	387	497	502
Totals, Personal Services	15.2	20.9	20.9	\$1,595	\$2,050	\$2,071
OPERATING EXPENSES AND EQUIPMENT				\$526	\$661	\$655
TOTALS, POSITIONS AND EXPENDITURES, ALL FUNDS				\$2,121	\$2,711	\$2,726

* Dollars in thousands, except in Salary Range.

8910 Office of Administrative Law - Continued

1 State Operations

	Positions			Expenditures		
	2004-05	2005-06	2006-07	2004-05*	2005-06*	2006-07*

(State Operations)

DETAIL OF APPROPRIATIONS AND ADJUSTMENTS (Reconciliation with Appropriations)

1 STATE OPERATIONS		2004-05*	2005-06*	2006-07*
	0001 General Fund			
APPROPRIATIONS				
001 Budget Act appropriation		\$1,786	\$2,429	\$2,428
Allocation for employee compensation		34	-	-
Adjustment per Section 3.60		12	-16	-
Totals Available		\$1,832	\$2,413	\$2,428
Unexpended balance, estimated savings		-9	-	-
TOTALS, EXPENDITURES		\$1,823	\$2,413	\$2,428
	0995 Reimbursements			
APPROPRIATIONS				
Reimbursements		\$298	\$298	\$298
TOTALS, EXPENDITURES, ALL FUNDS (State Operations)		\$2,121	\$2,711	\$2,726

8940 Military Department

The Military Department is responsible for the command, leadership and management of the California Army and Air National Guard and five other related programs. The purpose of the California National Guard is to provide military service supporting this state and the nation. The three missions of the California National Guard are to provide: (1) mission ready forces to the federal government as directed by the President, (2) emergency public safety support to civil authorities as directed by the Governor, and (3) support to the community as approved by proper authority. The Military Department is organized in accordance with federal Departments of the Army and Air Force staffing patterns. In addition to the funding that flows through the State Treasury, the Military Department also receives Federal Funding directly from the Department of Defense. A special display titled "Other Federal Funds" shows the funding received from this source.

Since department programs drive the need for infrastructure investment, each department has a related capital outlay program to support this need. For the specifics on the Military Department's Capital Outlay Program, see "Infrastructure Overview."

3-YR EXPENDITURES AND POSITIONS (Summary of Program Requirements)

	Positions			Expenditures		
	2004-05	2005-06	2006-07	2004-05*	2005-06*	2006-07*
10 Army National Guard	320.2	332.7	334.7	\$56,300	\$60,765	\$63,451
20 Air National Guard	141.3	139.8	142.6	16,896	19,342	20,073
30.01 Office of The Adjutant General-Administration	74.8	74.6	77.5	8,988	9,540	9,781
30.02 Office of The Adjutant General-Distributed Administration	-	-	-	-8,988	-8,970	-9,471
35 Military Support to Civil Authority	35.7	47.4	49.4	13,360	14,789	10,065
40 Military Retirement	-	-	-	3,068	3,127	3,169
50 California Cadet Corps	-	-	-	419	423	436
55 California State Military Reserve	2.3	1.9	3.8	347	352	622
65 California National Guard Youth Programs	87.7	77.9	77.9	9,380	13,221	13,412
TOTALS, POSITIONS AND EXPENDITURES (All Programs)	662.0	674.3	685.9	\$99,770	\$112,589	\$111,538

FUNDING		2004-05*	2005-06*	2006-07*
0001 General Fund		\$31,765	\$33,931	\$38,139
0485 Armory Discretionary Improvement Account		40	150	146

* Dollars in thousands, except in Salary Range.

8940 Military Department - Continued

FUNDING	2004-05*	2005-06*	2006-07*
0604 Armory Fund	-	2,200	-
0890 Federal Trust Fund	54,657	60,304	62,024
0995 Reimbursements	13,308	15,754	10,979
8022 California Military Family Relief Fund	-	250	250
TOTALS, EXPENDITURES, ALL FUNDS	\$99,770	\$112,589	\$111,538

The Military Department also receives Other Federal Funds which are in a Special Display Chart for informational purposes only. These funds are not allocated by the state or deposited in the State Treasury and are not included in program or statewide totals. All of the Other Federal Funds are received from the Federal Government for the support of the federal component of the California National Guard.

LEGAL CITATIONS AND AUTHORITY

DEPARTMENT AUTHORITY

Military and Veterans Code.

PROGRAM AUTHORITY

40-Military Retirement - Military and Veterans Code, Sections 228 and 256.

MAJOR PROGRAM CHANGES

- Armory Maintenance and Repair Augmentation - The Governor's Budget includes \$3.5 million (\$3.0 million General Fund and \$500,000 Federal Trust Fund) for maintenance and repairs at armories statewide. The proposed funding will allow the Department to make needed repairs, modernize its armory infrastructure, and ensure compliance with environmental laws and building codes at various armories on a priority basis.
- Establish Internal Control Office - The Governor's Budget proposes \$182,000 General Fund and 1.9 positions for the Military Department to establish an Internal Control Office. The Office will perform internal audits that will improve the integrity, effectiveness, and efficiency of Department fiscal and program operations.
- State Defense Force Training Augmentation - To address the demands of a growing volunteer force and to better prepare the State Military Reserve for its support mission, the Governor's Budget includes \$261,000 General Fund and 1.9 positions to provide additional training and coordination capacity.

DETAILED BUDGET ADJUSTMENTS

	2005-06*			2006-07*		
	General Fund	Other Funds	Positions	General Fund	Other Funds	Positions
Baseline Adjustment Descriptions						
• Homeland Security Augmentation	\$-	\$7,301	4.7	\$-	\$1,747	6.7
• State Active Duty Pay Increase	220	350	-	670	1,050	-
• Establish Internal Control Office	-	-	-	182	-	1.9
• Establish Systems Security Officer Position	-	-	-	99	-	0.9
• 129th Civil Engineer Squadron Maintenance Staffing Increase	-	-	-	52	156	2.9
• Establish Armory Custodian Positions	-	-	-	24	73	1.9
• California National Guard Surviving Spouses and Children Relief Act (Ch. 547, 2004)	130	-	-	-	-	-
• Weapons of Mass Destruction Civil Support Team Retention Bonus (Ch. 155, 2005)	-	-	-	85	-	-
• Price Increase	-	-	-	315	1,070	-
• Employee Compensation Adjustments	21	47	-	21	47	-
• Pro Rata Adjustment	-	-	-	-	-4	-
• Retirement Rate Adjustment	-82	-86	-	-82	-86	-
• One Time Cost Reductions	-	-	-	-130	-2,200	-
Totals, Baseline Adjustments	\$289	\$7,612	4.7	\$1,236	\$1,853	14.3

* Dollars in thousands, except in Salary Range.

8940 Military Department - Continued

	2005-06*			2006-07*		
	General Fund	Other Funds	Positions	General Fund	Other Funds	Positions
Policy Adjustment Descriptions						
• Armory Maintenance and Repair Augmentation	\$-	\$-	-	\$3,000	\$500	-
• State Defense Force Training Augmentation	-	-	-	261	-	1.9
Totals, Policy Adjustments	\$-	\$-	-	\$3,261	\$500	1.9
TOTALS, BUDGET ADJUSTMENTS	\$289	\$7,612	4.7	\$4,497	\$2,353	16.2

* Dollars in thousands, except in Salary Range.

8940 Military Department - Continued

Other Federal Funds

	Positions			Expenditures		
	Actual 2004-05	Estimated 2005-06	Proposed 2006-07	Actual 2004-05	Estimated 2005-06	Proposed 2006-07
10 Army National Guard	2,255.0	2,377.0	2,377.0	\$369,287	\$388,229	\$389,100
20 Air National Guard	1,269.0	1,307.0	1,387.0	238,093	240,000	240,000
30 Office of the Adjutant General	494.0	567.0	567.0	3,100	3,200	3,200
Total Other Federal Funds ^{1/}	4,018.0	4,251.0	4,331.0	\$610,480	\$631,429	\$632,300

^{1/} These federal funds are displayed for informational purposes but are not included in the program or statewide totals because the funds are not deposited in the State Treasury.

8940 Military Department - Continued

PROGRAM DESCRIPTIONS (Program Objectives Statement)

10 ARMY NATIONAL GUARD

The objective of this program is to ensure the readiness of California Army National Guard units to respond to national security missions, state emergency missions in support of civil authority, and community service activities.

The Temporary Emergency Shelter Program provides armories statewide for use by local officials to conduct emergency shelter programs for homeless persons during severe weather conditions.

20 AIR NATIONAL GUARD

The objective of this program is to maximize the readiness of all California Air National Guard units to effectively execute federal or state missions. Plans are developed and maintained for employment of Air National Guard forces during state emergencies and federal mobilization. Support plans include airlift, rescue, communications, and other specialized services. Training is conducted using United States Air Force and Air National Guard technical schools and on-the-job training at home stations or training sites within the United States or overseas. The federal government provides virtually all supplies, equipment, transportation, subsistence, and support services necessary for training, deployment, and commitment of the Air National Guard.

30 OFFICE OF THE ADJUTANT GENERAL-ADMINISTRATION

This program provides strategic methodology and organization to fulfill the mission of the California National Guard to support our communities and nation and ensure the public safety of our citizens. This program governs the joint activities and performance of the Military Department in areas such as personnel and fiscal resource management, judicial affairs, internal controls, facility management, youth education, and information technology.

35 MILITARY SUPPORT TO CIVIL AUTHORITY

The Military Support to Civil Authority Program supports the emergency needs of civil authority when called to duty by the Governor. To assure a timely and effective response of National Guard resources, policies and procedures governing their use are continuously reviewed and updated. Liaison and coordination is maintained with federal, state, and local agencies so that mutual understanding and unity of purpose is assured during an emergency. The objectives of this program are to plan and prepare for the deployment of National Guard personnel and equipment to support civil authority when called to state service by the Governor due to domestic emergency or natural disaster and to provide the state, county, city, and other public agencies with the coordination necessary to insure a timely, organized response.

The California National Guard continues to have responsibility, pursuant to prior-year sub-grant funds from the Office of Homeland Security, to coordinate and direct statewide training and exercise programs for state and local first responders involving incidents of Weapons of Mass Destruction. This program is a critical aspect of the overall State Homeland Security Assessment and Strategy, and the state partnership with the United States Department of Homeland Security, Office of Domestic Preparedness.

40 MILITARY RETIREMENT

This program provides retirement benefits, similar to those provided by the federal military services, to persons who entered state active duty prior to October 1, 1961, and have served 20 or more years, at least 10 of which have been on state active duty, or have been separated for physical disability. All other permanent state employees are covered by the Public Employees' Retirement System.

50 CALIFORNIA CADET CORPS

The California Cadet Corps is a statewide, school-based, applied leadership program conducted within a military framework. The program is designed to provide maximum growth and leadership opportunities for cadets in the middle school through high school levels.

55 STATE MILITARY RESERVE

The State Military Reserve is a volunteer organization that supports the California Military Department's National Guard organizations during training, preparation for mobilization, demobilization, and military support to civil authorities during periods of state emergencies and disasters.

65 CALIFORNIA NATIONAL GUARD YOUTH PROGRAMS

The California National Guard Youth Programs are responsible for the command, leadership, and management of five unique youth programs located throughout California. These programs are financed with both federal and state funds. The California National Guard is involved in youth programs because political and community leaders at the federal, state, and local levels recognize that the National Guard brings structure, discipline, and effective leadership training methods to the educational setting. These programs include the Grizzly Youth Academy, Angel Gate Academy, Oakland Military Institute, STARBASE Academy, and Alternative Placement Academies.

8940 Military Department - Continued

DETAILED EXPENDITURES BY PROGRAM (Program Budget Detail)

	2004-05*	2005-06*	2006-07*
PROGRAM REQUIREMENTS			
10 ARMY NATIONAL GUARD			
State Operations:			
0001 General Fund	\$17,110	\$17,280	\$21,017
0485 Armory Discretionary Improvement Account	40	150	146
0604 Armory Fund	-	2,200	-
0890 Federal Trust Fund	38,018	39,267	40,420
0995 Reimbursements	1,132	1,868	1,868
Totals, State Operations	\$56,300	\$60,765	\$63,451
ELEMENT REQUIREMENTS			
10.10 Training	\$6,110	\$6,102	\$6,470
State Operations:			
0001 General Fund	6,010	6,000	6,368
0890 Federal Trust Fund	100	102	102
10.20 Logistics	\$47,469	\$52,398	\$54,579
State Operations:			
0001 General Fund	8,522	9,160	12,392
0485 Armory Discretionary Improvement Account	40	150	146
0604 Armory Fund	-	2,200	-
0890 Federal Trust Fund	37,775	39,020	40,173
0995 Reimbursements	1,132	1,868	1,868
10.30 Command Support	\$1,236	\$976	\$1,014
State Operations:			
0001 General Fund	1,236	976	1,014
10.40 Personnel	\$1,485	\$1,289	\$1,388
State Operations:			
0001 General Fund	1,342	1,144	1,243
0890 Federal Trust Fund	143	145	145
PROGRAM REQUIREMENTS			
20 AIR NATIONAL GUARD			
State Operations:			
0001 General Fund	\$5,103	\$5,217	\$5,455
0890 Federal Trust Fund	11,793	14,125	14,618
Totals, State Operations	\$16,896	\$19,342	\$20,073
ELEMENT REQUIREMENTS			
20.10 Training	\$356	\$373	\$384
State Operations:			
0001 General Fund	356	373	384
20.20 Logistics	\$15,819	\$18,156	\$18,856
State Operations:			
0001 General Fund	4,026	4,031	4,238
0890 Federal Trust Fund	11,793	14,125	14,618
20.30 Command Support	\$463	\$550	\$564
State Operations:			
0001 General Fund	463	550	564
20.40 Personnel	\$258	\$263	\$269
State Operations:			
0001 General Fund	258	263	269
PROGRAM REQUIREMENTS			
30 OFFICE OF THE ADJUTANT GENERAL-			

* Dollars in thousands, except in Salary Range.

8940 Military Department - Continued

	<u>2004-05*</u>	<u>2005-06*</u>	<u>2006-07*</u>
ADMINISTRATION			
Local Assistance:			
0001 General Fund	\$-	\$320	\$60
8022 California Military Family Relief Fund	-	250	250
Totals, Local Assistance	\$-	\$570	\$310
ELEMENT REQUIREMENTS			
30.01 Office of The Adjutant General-Administration	8,988	9,540	9,781
30.02 Office of The Adjutant General-Distributed Administration	-8,988	-8,970	-9,471
PROGRAM REQUIREMENTS			
35 MILITARY SUPPORT TO CIVIL AUTHORITY			
State Operations:			
0001 General Fund	\$1,846	\$1,945	\$2,004
0995 Reimbursements	11,514	12,844	8,061
Totals, State Operations	\$13,360	\$14,789	\$10,065
ELEMENT REQUIREMENTS			
35.10 State Emergencies and Disasters	\$2,326	\$181	\$188
State Operations:			
0001 General Fund	343	181	188
0995 Reimbursements	1,983	-	-
35.20 Military Support to Civil Authorities	\$10,781	\$14,299	\$9,551
State Operations:			
0001 General Fund	1,250	1,455	1,490
0995 Reimbursements	9,531	12,844	8,061
35.30 Emergency Exercises	\$253	\$309	\$326
State Operations:			
0001 General Fund	253	309	326
PROGRAM REQUIREMENTS			
40 MILITARY RETIREMENT			
State Operations:			
0001 General Fund	\$3,068	\$3,127	\$3,169
Totals, State Operations	\$3,068	\$3,127	\$3,169
PROGRAM REQUIREMENTS			
50 CALIFORNIA CADET CORPS			
State Operations:			
0001 General Fund	\$419	\$423	\$436
Totals, State Operations	\$419	\$423	\$436
PROGRAM REQUIREMENTS			
55 CALIFORNIA STATE MILITARY RESERVE			
State Operations:			
0001 General Fund	\$347	\$352	\$622
Totals, State Operations	\$347	\$352	\$622
PROGRAM REQUIREMENTS			
65 CALIFORNIA NATIONAL GUARD YOUTH PROGRAMS			
State Operations:			
0001 General Fund	\$3,872	\$5,267	\$5,376
0890 Federal Trust Fund	4,846	6,912	6,986
0995 Reimbursements	662	1,042	1,050
Totals, State Operations	\$9,380	\$13,221	\$13,412
TOTALS, EXPENDITURES			
State Operations	99,770	112,019	111,228

* Dollars in thousands, except in Salary Range.

8940 Military Department - Continued

	2004-05*	2005-06*	2006-07*
Local Assistance	-	570	310
Totals, Expenditures	\$99,770	\$112,589	\$111,538

EXPENDITURES BY CATEGORY (Summary By Object)

1 State Operations	Positions			Expenditures		
	2004-05	2005-06	2006-07	2004-05*	2005-06*	2006-07*
PERSONAL SERVICES						
Authorized Positions (Equals Sch. 7A)	662.0	697.5	697.5	\$39,040	\$43,436	\$43,576
Total Adjustments	-	4.9	17.0	-	345	994
Estimated Salary Savings	-	-28.1	-28.6	-	-1,751	-1,783
Net Totals, Salaries and Wages	662.0	674.3	685.9	\$39,040	\$42,030	\$42,787
Staff Benefits	-	-	-	15,886	12,171	12,390
Totals, Personal Services	662.0	674.3	685.9	\$54,926	\$54,201	\$55,177
OPERATING EXPENSES AND EQUIPMENT				\$42,924	\$56,040	\$54,273
SPECIAL ITEMS OF EXPENSE				\$1,920	\$1,778	\$1,778
TOTALS, POSITIONS AND EXPENDITURES, ALL FUNDS (State Operations)				\$99,770	\$112,019	\$111,228

2 Local Assistance

	Expenditures		
	2004-05*	2005-06*	2006-07*
Family Benefit Payments	\$-	\$570	\$310
TOTALS, EXPENDITURES, ALL FUNDS (Local Assistance)	\$-	\$570	\$310

DETAIL OF APPROPRIATIONS AND ADJUSTMENTS (Reconciliation with Appropriations)

1 STATE OPERATIONS	2004-05*	2005-06*	2006-07*
0001 General Fund			
APPROPRIATIONS			
001 Budget Act appropriation	\$31,438	\$33,352	\$37,979
Allocation for employee compensation	186	21	-
Allocation for contingencies or emergencies	214	-	-
Pending Deficiency	-	220	-
Adjustment per Section 3.60	234	-82	-
Adjustment per Section 6.60	-57	-	-
Chapter 469, Statutes of 2002	100	100	100
Totals Available	\$32,115	\$33,611	\$38,079
Unexpended balance, estimated savings	-350	-	-
TOTALS, EXPENDITURES	\$31,765	\$33,611	\$38,079
0485 Armory Discretionary Improvement Account			
APPROPRIATIONS			
001 Budget Act appropriation	\$150	\$150	\$146
Totals Available	\$150	\$150	\$146
Unexpended balance, estimated savings	-110	-	-
TOTALS, EXPENDITURES	\$40	\$150	\$146
0604 Armory Fund			
APPROPRIATIONS			
001 Budget Act appropriation	-	\$2,200	-
TOTALS, EXPENDITURES	\$-	\$2,200	\$-
0890 Federal Trust Fund			
APPROPRIATIONS			

* Dollars in thousands, except in Salary Range.

8940 Military Department - Continued

1 STATE OPERATIONS	2004-05*	2005-06*	2006-07*
001 Budget Act appropriation	\$57,366	\$59,993	\$62,024
Allocation for employee compensation	302	47	-
Adjustment per Section 3.60	698	-86	-
Budget Adjustment	<u>-3,709</u>	<u>350</u>	<u>-</u>
TOTALS, EXPENDITURES	\$54,657	\$60,304	\$62,024
0995 Reimbursements			
APPROPRIATIONS			
Reimbursements	<u>\$13,308</u>	<u>\$15,754</u>	<u>\$10,979</u>
TOTALS, EXPENDITURES, ALL FUNDS (State Operations)	\$99,770	\$112,019	\$111,228
2 LOCAL ASSISTANCE	2004-05*	2005-06*	2006-07*
0001 General Fund			
APPROPRIATIONS			
101 Budget Act appropriation	-	\$190	\$60
Chapter 342, Statutes of 2005	<u>-</u>	<u>130</u>	<u>-</u>
TOTALS, EXPENDITURES	\$-	\$320	\$60
8022 California Military Family Relief Fund			
APPROPRIATIONS			
101 Budget Act appropriation	<u>-</u>	<u>\$250</u>	<u>\$250</u>
TOTALS, EXPENDITURES	\$-	\$250	\$250
TOTALS, EXPENDITURES, ALL FUNDS (Local Assistance)	\$-	\$570	\$310
TOTALS, EXPENDITURES, ALL FUNDS (State Operations and Local Assistance)	\$99,770	\$112,589	\$111,538

FUND CONDITION STATEMENTS

	2004-05*	2005-06*	2006-07*
0485 Armory Discretionary Improvement Account ^s			
BEGINNING BALANCE	\$135	\$155	\$80
REVENUES, TRANSFERS, AND OTHER ADJUSTMENTS			
Revenues:			
152200 Rentals of State Property	<u>60</u>	<u>75</u>	<u>75</u>
Total Revenues, Transfers, and Other Adjustments	<u>\$60</u>	<u>\$75</u>	<u>\$75</u>
Total Resources	\$195	\$230	\$155
EXPENDITURES AND EXPENDITURE ADJUSTMENTS			
Expenditures:			
8940 Military Department (State Operations)	<u>40</u>	<u>150</u>	<u>146</u>
Total Expenditures and Expenditure Adjustments	<u>\$40</u>	<u>\$150</u>	<u>\$146</u>
FUND BALANCE	\$155	\$80	\$9
Reserve for economic uncertainties	155	80	9

CHANGES IN AUTHORIZED POSITIONS

	Positions			Expenditures		
	2004-05	2005-06	2006-07	2004-05*	2005-06*	2006-07*
Totals, Authorized Positions	662.0	697.5	697.5	\$39,040	\$43,436	\$43,576
Proposed New Positions:				Salary Range		
10 Army National Guard:						
Armory Custodian I	-	-	2.0	2,104-2,557	-	56
20 Air National Guard:						
Stationary Engineer	-	-	1.0	4,601-4,601	-	55

* Dollars in thousands, except in Salary Range.

8940 Military Department - Continued

	Positions			Expenditures		
	2004-05	2005-06	2006-07	2004-05*	2005-06*	2006-07*
Electrician I	-	-	1.0	3,577-3,926	-	45
Building Maintenance Worker	-	-	1.0	2,977-3,268	-	37
30 Office of the Adjutant General:						
Systems Software Specialist II-Supvry	-	-	1.0	5,196-6,316	-	69
Staff Management Auditor	-	-	1.0	4,746-5,726	-	63
Associate Management Auditor	-	-	1.0	4,316-5,247	-	57
35 Military Support to Civil Authority:						
Major-Ex Plnr/PIO (1.0 LT pos exp 6-30-09)	-	0.7	1.0	7,895-7,957	67	95
E9-Sr Trng NCO (1.0 LT pos exp 6-30-09)	-	0.7	1.0	7,270-7,270	61	87
E8-Outreach Cord (1.0 LT pos exp 6-30-09)	-	0.7	1.0	6,086-6,425	53	75
E7-Info Tech (1.0 LT pos exp 6-30-09)	-	0.7	1.0	5,125-5,865	46	66
E7-Logistics NCO (1.0 LT pos exp 6-30-09)	-	0.7	1.0	5,125-5,865	46	66
E6-Admin NCO (1.0 LT pos exp 6-30-09)	-	0.7	1.0	4,484-4,705	39	55
E5-Asst Adm NCO (1.0 LT pos exp 6-30-09)	-	0.7	1.0	3,820-4,066	33	47
55 State Military Reserve:						
Staff Services Analyst	-	-	1.0	3,418-4,155	-	46
Temp Help	-	-	1.0	-	-	75
Totals, Proposed New Positions	-	4.9	17.0	\$-	\$345	\$994
Total Adjustments	-	4.9	17.0	\$-	\$345	\$994
TOTALS, SALARIES AND WAGES	662.0	702.4	714.5	\$39,040	\$43,781	\$44,570

INFRASTRUCTURE OVERVIEW

The Military Department's statewide facilities include 109 active armories, 4 aviation centers, 31 organizational maintenance shops, 4 repair part centers, 2 combined support maintenance shops, and 2 maneuver area training equipment sites. In addition, four armories are under construction. These facilities are used to house and train the California National Guard and provide emergency public safety support. In addition, the Military Department operates three major training facilities consisting of troop lodging, administration, warehouse, maintenance, and firing range facilities. The total real property assets of the Military Department described above encompass an area of 10.7 million square feet.

MAJOR PROJECT CHANGES

- The Governor's Budget provides \$1.0 million General Fund for the Consolidated Headquarters Complex project for a purchase option to reserve, for at least two years, a thirty acre parcel of land as the site for this complex. This project is necessary to improve departmental efficiency and to comply with a federal security mandate.
- The Governor's Budget provides \$528,000 General Fund and \$8.7 million Federal Fund for the construction phase of the Camp San Luis Obispo Consolidated Dining Facility project. The project will replace the existing kitchen facility that was closed in August 2004 due to multiple code violations.

SUMMARY OF PROJECTS

State Building Program Expenditures		2004-05*	2005-06*	2006-07*
70	CAPITAL OUTLAY			
	Major Projects			
70.22	DEPARTMENTAL HEADQUARTERS	\$-	\$-	\$1,000
70.22.015	Consolidated Headquarters Complex	-	-	1,000 ^{Ag}
70.52	AZUSA	\$-	\$361	\$-
70.52.010	Azusa: Armory	-	361 ^{CEg}	-
70.68	CAMP SAN LUIS OBISPO	\$-	\$422	\$9,252
70.68.015	Camp San Luis Obispo Organizational Maintenance Shop	-	189 ^{Wf}	-
70.68.035	Camp San Luis Obispo Consolidated Dining Hall	-	233 ^{Wf}	9,252 ^{CEgf}
70.80	BAKERSFIELD	\$11,571	\$110	\$-

* Dollars in thousands, except in Salary Range.

8940 Military Department - Continued

State Building Program Expenditures		2004-05*	2005-06*	2006-07*
70.80.010	Bakersfield: Union Armory	11,571 ^{CEgf}	110 ^{CEg}	-
70.83	LANCASTER	\$11,461	\$104	\$-
70.83.010	Lancaster: Armory	11,461 ^{WCEgf}	104 ^{CEg}	-
70.85	ROSEVILLE	\$675	\$5,993	\$-
70.85.010	Roseville: Armory Additions and Renovations	675 ^{PWgf}	5,993 ^{Cgf}	-
Totals, Major Projects		\$23,707	\$6,990	\$10,252
Minor Projects				
70.90.004	Minor Projects: Kitchen and Latrine Renovations	-	1,289 ^{PWCgf}	1,568 ^{PWCgf}
Totals, Minor Projects		\$-	\$1,289	\$1,568
TOTALS, EXPENDITURES, ALL PROJECTS		\$23,707	\$8,279	\$11,820

FUNDING		2004-05*	2005-06*	2006-07*
0001	General Fund	\$12,198	\$4,059	\$1,919
0895	Federal Funds - Not In State Treasury	11,509	4,220	9,901
TOTALS, EXPENDITURES, ALL FUNDS		\$23,707	\$8,279	\$11,820

DETAIL OF APPROPRIATIONS AND ADJUSTMENTS (Reconciliation with Appropriations)

3 CAPITAL OUTLAY		2004-05*	2005-06*	2006-07*
0001 General Fund				
APPROPRIATIONS				
301	Budget Act appropriation	\$5,415	\$3,484	\$1,919
	Augmentation per Government Code Sections 16352, 16409 and 16354	482	-	-
Prior year balances available:				
	Item 8940-301-0001, Budget Act of 2002, as reappropriated by Item 8940-490, Budget Act of 2003	361	361	-
	Item 8940-301-0001, Budget Act of 2003, as reappropriated by Item 8940-490, Budget Act of 2004	6,097	104	-
	Augmentation per Government Code Sections 16352, 16409 and 16354	418	-	-
	Item 8940-301-0001, Budget Act of 2004	-	110	-
Totals Available		\$12,773	\$4,059	\$1,919
Balance available in subsequent years		-575	-	-
TOTALS, EXPENDITURES		\$12,198	\$4,059	\$1,919
0890 Federal Trust Fund				
APPROPRIATIONS				
301	Budget Act appropriation	\$7,449	\$4,220	-
	Augmentation per Government Code Sections 16352, 16409 and 16354	547	-	-
	Budget Adjustment	-7,996	-4,220	-
Prior year balances available:				
	Item 8940-301-0001, Budget Act of 2003, as reappropriated by Item 8940-490, Budget Act of 2004	4,862	-	-
	Augmentation per Government Code Sections 16352, 16409 and 16354	855	-	-
	Budget Adjustment	-5,717	-	-
TOTALS, EXPENDITURES		\$-	\$-	\$-
0895 Federal Funds - Not In State Treasury				
APPROPRIATIONS				
	Federally Financed Construction	\$11,509	\$4,220	\$9,901
TOTALS, EXPENDITURES		\$11,509	\$4,220	\$9,901
TOTALS, EXPENDITURES, ALL FUNDS (Capital Outlay)		\$23,707	\$8,279	\$11,820

* Dollars in thousands, except in Salary Range.

8950 Department of Veterans Affairs

The California Department of Veterans Affairs promotes and delivers benefits to California veterans and their families.

More specifically, the Department:

- Provides California veterans and their families with aid and assistance in presenting their claims for veterans' benefits under the laws of the United States.
- Provides California veterans with beneficial opportunities through direct low-cost loans to acquire farms and homes.
- Provides the state's aged or disabled veterans with rehabilitative, residential, and medical care and services in a home-like environment at the California Veterans Homes.

This mission is based upon the philosophy that benefit programs for veterans fulfill necessary, proper, and valid public purposes by promoting patriotism, by recognizing and rewarding sacrifice and service to country, and by providing needed readjustment assistance to returning veterans and their families, whose lives were interrupted when they responded to their country's call to military service.

Since department programs drive the need for infrastructure investment, each department has a related capital outlay program to support this need. For the specifics on the Department of Veterans Affairs' Capital Outlay Program see "Infrastructure Overview."

3-YR EXPENDITURES AND POSITIONS (Summary of Program Requirements)

	Positions			Expenditures		
	2004-05	2005-06	2006-07	2004-05*	2005-06*	2006-07*
10 Farm and Home Loans to Veterans	213.0	244.7	244.7	\$179,521	\$183,966	\$184,031
20 Veterans Claims and Rights	25.1	25.1	28.1	5,310	6,243	6,577
30 Care of Sick and Disabled Veterans	1,169.3	1,208.6	1,335.8	109,830	113,566	123,989
40 Farm and Home Loans to National Guard Members	-	-	-	28	38	38
45 Veterans Memorials Fund	-	-	-	1	33	33
50.01 General Administration	31.5	31.5	76.4	5,805	5,938	5,949
50.02 Distributed General Administration	-31.5	-31.5	-76.4	-5,805	-5,938	-5,949
TOTALS, POSITIONS AND EXPENDITURES (All Programs)	1,407.4	1,478.4	1,608.6	\$294,690	\$303,846	\$314,668

FUNDING

	2004-05*	2005-06*	2006-07*
0001 General Fund	\$68,802	\$68,767	\$78,942
0083 Veterans Service Office Fund	491	598	604
0120 California Mexican American Veteran's Memorial Beautification and Enhancement Account	-	10	10
0238 Northern California Veterans Cemetery Perpetual Maintenance Fund	-	51	53
0503 California National Guard Members' Farm and Home Building Fund of 1978	28	38	38
0592 Veterans' Farm and Home Building Fund of 1943	179,521	183,966	184,031
0621 California Veterans Memorial Registry Fund	1	23	23
0701 Veterans' Home Fund	176	177	248
0890 Federal Trust Fund	20,218	21,874	22,567
0995 Reimbursements	25,453	28,342	28,152
TOTALS, EXPENDITURES, ALL FUNDS	\$294,690	\$303,846	\$314,668

As part of General Administration, the California Department of Veterans Affairs budget includes \$91,000 in support of the California Veterans Board in each of the years 2004-05, 2005-06, and 2006-07.

LEGAL CITATIONS AND AUTHORITY

DEPARTMENT AUTHORITY

Military and Veterans Code, Division 1, Chapter 2, Section 70(a) and Division 4, Chapter 1.

PROGRAM AUTHORITY

* Dollars in thousands, except in Salary Range.

8950 Department of Veterans Affairs - Continued

10-Farm and Home Loans to Veterans:

Military and Veterans Code, Division 4, Chapter 6, Article 3.

20-Veterans Claims and Rights:

Military and Veterans Code, Division 4, Chapter 1, Section 699.5, Chapter 5, Article 4, Sections 970-974.5, Chapter 6, Article 6, Sections 999-999.13, Division 6, Chapter 10, Sections 1400-1401.

30-Care of Sick and Disabled Veterans:

Military and Veterans Code, Division 5, Chapter 1, Section 1011.

40- Farm and Home Loans to National Guard Members:

Military and Veterans Code, Division 2, Part 1, Chapter 3, Article 4 and Chapter 10, Article 4.

45-Veterans Memorials:

Military and Veterans Code, Division 6, Chapter 7, Chapter 8, and Chapter 8.6.

80-Capital Outlay, Veterans Affairs Construction Act of 1953:

Military and Veterans Code, Division 4, Chapter 6, Article 5d.

80-Capital Outlay, Veterans Homes:

Military and Veterans Code, Division 5, Chapter 1, Section 1011, and Chapters 216-219, Statutes of 2002.

MAJOR PROGRAM CHANGES

- The Governor's Budget includes \$3.8 million (\$3.4 million General Fund and \$474,000 federal funds) and 73.9 positions to operate the new Yountville Alzheimer's/Dementia Unit. This facility will serve 75 patients and was designed to address the unique needs of Alzheimer's and Dementia patients. Phase One will consist of the 40 patients with Alzheimer's/Dementia already at Yountville. An additional 35 beds will be phased in with patients from throughout the state in the spring of 2007.
- The Governor's Budget includes \$1 million General Fund and 10.4 positions for a program to treat veterans having combat-related mental and behavioral problems, such as post traumatic stress disorder. Treatment strategies include psychiatry, psychology, and substance abuse treatment. This program will be implemented at all three Veterans' Homes.
- The Governor's Budget includes \$250,000 General Fund and 0.9 positions for an outreach campaign to increase the number of veterans receiving compensation and pensions from the United States Department of Veterans Affairs. The program is intended to assist veterans in accessing benefits with an emphasis on reaching out to veterans who are typically underserved.
- The Governor's Budget includes \$1.7 million General Fund and 27.8 positions for the costs of exempting nurses and other 24-hour care staff at the Veterans' Homes from the salary savings requirement. Exempting these positions from the salary savings requirement is consistent with the existing practice for other 24-hour care state facilities.
- The Governor's Budget includes \$129,000 General Fund (\$117,000 ongoing) and 0.9 positions to conduct quality assurance activities related to ensuring the appropriate care of veterans residing in the Veterans' Homes. The position would conduct activities related to achieving and maintaining the licensing and certification of each Home, assuring compliance with the standards of quality care.
- The Governor's Budget includes \$1.3 million (\$371,000 General Fund and \$891,000 federal funds and reimbursements) and 33.5 positions to staff and back fill the Yountville Veterans Home's 40-bed unit vacated with the opening of the Alzheimer's/Dementia Unit.
- The Governor's Budget includes \$1.3 million (\$906,000 General Fund and \$438,000 federal funds) and 10.6 positions to fully open the remaining 20 beds at the Barstow Intermediate Care Facility.

DETAILED BUDGET ADJUSTMENTS

Baseline Adjustment Descriptions	2005-06*			2006-07*		
	General Fund	Other Funds	Positions	General Fund	Other Funds	Positions
• Yountville Home - Open Alzheimer's/Dementia Unit	\$-	\$-	-	\$3,369	\$474	73.9
• Veteran's Homes - Augmentation to Fund Salary	-	-	-	1,658	-	27.8

* Dollars in thousands, except in Salary Range.

8950 Department of Veterans Affairs - Continued

	2005-06*			2006-07*		
	General Fund	Other Funds	Positions	General Fund	Other Funds	Positions
Savings Exemption						
• Lease Revenue Debt Service Adjustment - Chula Vista	-	-10	-	1,410	-1,418	-
• Barstow Home - Worker's Compensation	1,310	-	-	975	-	-
• Barstow Home - Staff ICF at Full Capacity	-	-	-	906	438	10.6
• Chula Vista Home - Convert Contracted Janitorial and Food Services to Civil Service	-	-	-	419	-	-
• Re-Open Two Skilled Nursing Wards as Backfill to Alzheimers/Dementia Unit Transfer	-	-	-	371	891	33.5
• Price Increase - Yountville Veterans Home	-	-	-	266	219	-
• Price Increase - Headquarters	-	-	-	235	91	-
• Barstow Home - CNA Staffing Augmentation	-	-	-	233	-	4.2
• Baseline Employee Compensation Adjustment	197	-	-	197	-	-
• Lease Revenue Debt Service Adjustment - Barstow	153	-171	-	164	-180	-
• Price Increase - Chula Vista Home	-	-	-	162	83	-
• Barstow Veterans Home - Contracted Services Augmentation (Government Code 19134)	-	-	-	129	-	-
• Price Increase - Barstow Home	-	-	-	83	26	-
• Headquarters - Northern California Veterans Cemetery Operations	-	-	-	20	-	-
• Headquarters - Veterans Home Construction Team Augmentation	-	-	-	-	211	1.9
• Pro Rata Adjustments - Headquarters	-	-	-	-	4	-
• SWCAP Adjustments - Barstow Veterans Home	-	-	-	-	-	-
• SWCAP Adjustments - Chula Vista Veterans Home	-	-	-	-	-	-
• General Fund Revenues Past Year Adjustment	-5	-	-	-	-	-
• General Fund Carryover and Technical Adjustments	-	-95,098	-	-	-	-
• Limited Term/Expiring Positions - Headquarters - Veterans Home Construction Team	-	-	-	-	-146	-1.9
• SWCAP Adjustments - Yountville Veterans Home	-	-	-	-	-227	-
• General Fund Revenues Current and Budget Year Adjustments	-5	-	-	-4	-	-
• Retirement Rate Adjustment - Barstow Veterans Home	-23	-	-	-23	-	-
• Retirement Rate Adjustment - Headquarters	-29	-52	-	-29	-52	-
• Retirement Rate Adjustment - Chula Vista Veterans Home	-74	-	-	-74	-	-
• Yountville Home - Backing Out 2005-06 One-time Costs of Replacing Home's Chiller	-	-	-	-200	-	-
• Retirement Rate Adjustment - Yountville Veterans Home	-218	-	-	-218	-	-
Totals, Baseline Adjustments	\$1,306	-\$95,331	-	\$10,049	\$414	150.0
Policy Adjustment Descriptions						
• Veterans Homes - Behavioral Wellness Program	\$-	\$-	-	\$1,043	\$-	10.4
• Headquarters - Veterans Benefits Outreach	-	-	-	250	-	0.9
• Quality Assurance Position	-	-	-	129	-	0.9
Totals, Policy Adjustments	\$-	\$-	-	\$1,422	\$-	12.2
TOTALS, BUDGET ADJUSTMENTS	\$1,306	-\$95,331	-	\$11,471	\$414	162.2

* Dollars in thousands, except in Salary Range.

8950 Department of Veterans Affairs - Continued

PROGRAM DESCRIPTIONS (Program Objectives Statement)

10 FARM AND HOME LOANS TO VETERANS

The Cal-Vet Home Loan Program provides veterans, meeting specified requirements, loans for new or existing single family dwellings, which include condominiums, planned unit developments, units in cooperative housing developments, and mobile homes permanently affixed to land or in rental parks, and for farms. Construction and rehabilitation loans are also available. Cal-Vet also has a Home Improvement Loan Program to assist active contract holders or homeowners who own their homes free of debt in securing certain home maintenance and renovation improvements.

20 VETERANS CLAIMS AND RIGHTS

The Veterans Services Division provides service and assistance to California's veterans, dependents, and survivors. Programs administered consist of: Veterans Dependents Educational Assistance Program, County Veterans Service Office Program, Medi-Cal Cost Avoidance Program, Claims and Rights Representation, Veteran Cemeteries, and the Veterans License Plate Program. California, with approximately 2.3 million veterans, represents 9 percent of the nation's total veteran population.

30 CARE OF SICK AND DISABLED VETERANS

Veterans Home of California, Yountville:

The Veterans Home of California, Yountville (Yountville Home) is one of the largest geriatric facilities in the country and provides full support of its residents. The Yountville Home maintains medical and nursing facility beds (including acute care, skilled nursing, and intermediate care beds) as well as assisted living and domiciliary facilities.

Veterans Home of California, Barstow:

Veterans Home of California, Barstow is a licensed long-term care facility.

Veterans Home of California, Chula Vista:

The Veterans Home of California, Chula Vista is a licensed long-term care facility, encompassing multiple levels of care.

40 FARM AND HOME LOANS TO NATIONAL GUARD MEMBERS

The California National Guard Members Farm and Home Purchase Act of 1978 authorized the Military Department to sell revenue bonds to provide low interest loans to National Guard members for the purchase of farms and homes. The loan provisions of this program are similar to those of the Cal-Vet Loan Program. Responsibility for administering this program was transferred to the Department of Veterans Affairs effective January 1, 1997.

45 VETERANS MEMORIALS

This program is responsible for the beautification and enhancement of the California Mexican American Veterans Memorial on state grounds through private contributions and contributions by designation through a voluntary check-off on tax returns. The money in the fund is continuously appropriated, without regard to fiscal year.

This program also supports the Veterans Registry, which is part of the California Veterans Memorial. The provided contributions help to defray the costs of data entry and system management for the Registry and the reasonable costs that are incurred by the Department for administering the fund.

50 GENERAL ADMINISTRATION

This program provides for the executive management of the Department's full range of programs and administrative support. Functions include budgeting, accounting, personnel, and business services. These costs are distributed to the major programs.

DETAILED EXPENDITURES BY PROGRAM (Program Budget Detail)

		<u>2004-05*</u>	<u>2005-06*</u>	<u>2006-07*</u>
PROGRAM REQUIREMENTS				
10	FARM AND HOME LOANS TO VETERANS			
State Operations:				
0592	Veterans' Farm and Home Building Fund of 1943	<u>\$179,521</u>	<u>\$183,966</u>	<u>\$184,031</u>
Totals, State Operations		\$179,521	\$183,966	\$184,031
ELEMENT REQUIREMENTS				
10.10	Property Acquisition	\$1,324	\$1,835	\$1,900
State Operations:				
0592	Veterans' Farm and Home Building Fund of 1943	1,324	1,835	1,900

* Dollars in thousands, except in Salary Range.

8950 Department of Veterans Affairs - Continued

	2004-05*	2005-06*	2006-07*
10.20 Loan Service	\$18,851	\$22,785	\$22,785
State Operations:			
0592 Veterans' Farm and Home Building Fund of 1943	18,851	22,785	22,785
10.30 Loan Funding	\$159,346	\$159,346	\$159,346
State Operations:			
0592 Veterans' Farm and Home Building Fund of 1943	159,346	159,346	159,346
PROGRAM REQUIREMENTS			
20 VETERANS CLAIMS AND RIGHTS			
State Operations:			
0001 General Fund	\$1,631	\$2,342	\$2,666
0083 Veterans Service Office Fund	21	44	50
0238 Northern California Veterans Cemetery Perpetual Maintenance Fund	-	51	53
0890 Federal Trust Fund	-	64	66
Totals, State Operations	\$1,652	\$2,501	\$2,835
Local Assistance:			
0001 General Fund	\$2,350	\$2,350	\$2,350
0083 Veterans Service Office Fund	470	554	554
0995 Reimbursements	838	838	838
Totals, Local Assistance	\$3,658	\$3,742	\$3,742
ELEMENT REQUIREMENTS			
20.10 Claims Representation	\$837	\$1,215	\$1,383
State Operations:			
0001 General Fund	816	1,171	1,333
0083 Veterans Service Office Fund	21	44	50
20.30 County Subvention	\$3,658	\$3,742	\$3,742
Local Assistance:			
0001 General Fund	2,350	2,350	2,350
0083 Veterans Service Office Fund	470	554	554
0995 Reimbursements	838	838	838
20.40 Cemetery Operations	\$815	\$1,286	\$1,452
State Operations:			
0001 General Fund	815	1,171	1,333
0238 Northern California Veterans Cemetery Perpetual Maintenance Fund	-	51	53
0890 Federal Trust Fund	-	64	66
PROGRAM REQUIREMENTS			
30 CARE OF SICK AND DISABLED VETERANS			
State Operations:			
0001 General Fund	\$64,821	\$64,075	\$73,926
0701 Veterans Home Fund	176	177	248
0890 Federal Trust Fund	20,218	21,810	22,501
0995 Reimbursements	24,615	27,504	27,314
Totals, State Operations	\$109,830	\$113,566	\$123,989
ELEMENT REQUIREMENTS			
30.10. 001-Headquarters	\$4,456	\$4,527	\$4,996
State Operations:			
0001 General Fund	3,833	4,006	4,316
0701 Veterans Home Fund	176	177	248
0995 Reimbursements	447	418	432
30.20. 002-Veterans Home at Yountville	\$69,530	\$71,302	\$78,357
State Operations:			

* Dollars in thousands, except in Salary Range.

8950 Department of Veterans Affairs - Continued

	2004-05*	2005-06*	2006-07*
0001 General Fund	38,203	39,042	44,740
0890 Federal Trust Fund	13,455	14,388	14,780
0995 Reimbursements	17,872	17,872	18,837
30.30. 003-Veterans Home at Barstow	\$12,566	\$13,197	\$14,895
State Operations:			
0001 General Fund	9,637	9,882	11,125
0890 Federal Trust Fund	1,664	1,838	2,093
0995 Reimbursements	1,265	1,477	1,677
30.40. 004-Veterans Home at Chula Vista	\$23,278	\$24,466	\$25,741
State Operations:			
0001 General Fund	13,148	11,145	13,745
0890 Federal Trust Fund	5,099	5,584	5,628
0995 Reimbursements	5,031	7,737	6,368
PROGRAM REQUIREMENTS			
40 FARM AND HOME LOANS TO NATIONAL GUARD MEMBERS			
State Operations:			
0503 California National Guard Members' Farm and Home Building Fund of 1978	\$28	\$38	\$38
Totals, State Operations	\$28	\$38	\$38
PROGRAM REQUIREMENTS			
45 VETERANS MEMORIALS FUND			
State Operations:			
0120 California Mexican American Veterans Memorial Beautification and Enhancement Account	\$-	\$10	\$10
0621 California Veterans Memorial Registry Fund	1	23	23
Totals, State Operations	\$1	\$33	\$33
PROGRAM REQUIREMENTS			
50 GENERAL ADMINISTRATION			
ELEMENT REQUIREMENTS			
50.01 General Administration	5,805	5,938	5,949
50.02 Distributed Administration	-5,805	-5,938	-5,949
TOTALS, EXPENDITURES			
State Operations	291,032	300,104	310,926
Local Assistance	3,658	3,742	3,742
Totals, Expenditures	\$294,690	\$303,846	\$314,668

EXPENDITURES BY CATEGORY (Summary By Object)

	1 State Operations			Expenditures		
	2004-05	2005-06	2006-07	2004-05*	2005-06*	2006-07*
Headquarters						
PERSONAL SERVICES						
Authorized Positions (Equals Sch. 7A)	244.5	270.0	267.8	\$13,497	\$14,123	\$14,173
Total Adjustments	-	-	4.0	-	706	929
Estimated Salary Savings	-	-14.2	-14.2	-	-711	-762
Net Totals, Salaries and Wages	244.5	255.8	257.6	\$13,497	\$14,118	\$14,340
Staff Benefits	-	-	-	4,994	5,215	5,358
Totals, Personal Services	244.5	255.8	257.6	\$18,491	\$19,333	\$19,698
OPERATING EXPENSES AND EQUIPMENT						
SPECIAL ITEMS OF EXPENSE						
Debt Service Interest Expense				\$148,375	\$150,552	\$151,429

* Dollars in thousands, except in Salary Range.

8950 Department of Veterans Affairs - Continued

1 State Operations	Positions			Expenditures		
	2004-05	2005-06	2006-07	2004-05*	2005-06*	2006-07*
Farm and Home Loan Mortgage Defaults				-5,375	-5,454	-5,432
Asset Depreciation for Farm and Home Loans				1,260	1,278	1,273
Insurance Expense				15,257	15,481	15,419
Totals, Special Items of Expense				\$159,517	\$161,857	\$162,689
TOTALS, POSITIONS AND EXPENDITURES, ALL FUNDS (State Operations)				\$187,508	\$191,690	\$193,847
Veterans Home, Yountville						
PERSONAL SERVICES						
Authorized Positions (Equals Sch. 7A)	828.3	920.1	920.1	\$37,602	\$42,247	\$42,665
Total Adjustments	-	-	117.3	-	2,112	5,698
Estimated Salary Savings	-	-46.2	-51.9	-	-1,980	-2,317
Net Totals, Salaries and Wages	828.3	873.9	985.5	\$37,602	\$42,379	\$46,046
Staff Benefits	-	-	-	13,913	14,463	16,286
Totals, Personal Services	828.3	873.9	985.5	\$51,515	\$56,842	\$62,332
OPERATING EXPENSES AND EQUIPMENT				15,307	15,694	16,465
TOTALS, POSITIONS AND EXPENDITURES, ALL FUNDS (State Operations)				\$66,822	\$72,536	\$78,797
Veterans Home, Barstow						
PERSONAL SERVICES						
Authorized Positions (Equals Sch. 7A)	92.9	97.8	97.8	\$4,314	\$4,617	\$4,656
Total Adjustments	-	-	15.8	-	276	1,257
Estimated Salary Savings	-	-4.8	-5.7	-	-218	-323
Net Totals, Salaries and Wages	92.9	93.0	107.9	\$4,314	\$4,675	\$5,590
Staff Benefits	-	-	-	1,596	1,633	1,865
Totals, Personal Services	92.9	93.0	107.9	\$5,910	\$6,308	\$7,455
OPERATING EXPENSES AND EQUIPMENT				5,957	4,118	3,432
SPECIAL ITEMS OF EXPENSE						
Lease Payments				1,241	1,336	1,354
Insurance				33	128	146
Totals, Special Items of Expense				\$1,274	\$1,464	\$1,500
TOTALS, POSITIONS AND EXPENDITURES, ALL FUNDS (State Operations)				\$13,141	\$11,890	\$12,387
Veterans Home, Chula Vista						
PERSONAL SERVICES						
Authorized Positions (Equals Sch. 7A)	241.7	268.6	268.6	\$10,639	\$11,806	\$12,011
Total Adjustments	-	-	2.0	-	368	906
Estimated Salary Savings	-	-12.9	-13.0	-	-530	-597
Net Totals, Salaries and Wages	241.7	255.7	257.6	\$10,639	\$11,644	\$12,320
Staff Benefits	-	-	-	3,669	3,669	4,194
Totals, Personal Services	241.7	255.7	257.6	\$14,308	\$15,313	\$16,514
OPERATING EXPENSES AND EQUIPMENT				7,833	7,249	7,934
SPECIAL ITEMS OF EXPENSE						
Lease Payments				1,382	1,408	1,418
Insurance				38	18	29
Totals, Special Items of Expense				\$1,420	\$1,426	\$1,447
TOTALS, POSITIONS AND EXPENDITURES, ALL FUNDS (State Operations)				\$23,561	\$23,988	\$25,895

2 Local Assistance

Expenditures		
2004-05*	2005-06*	2006-07*

* Dollars in thousands, except in Salary Range.

8950 Department of Veterans Affairs - Continued

2 Local Assistance

	Expenditures		
	2004-05*	2005-06*	2006-07*
Headquarters			
Grants and Subventions	\$3,658	\$3,742	\$3,742
TOTALS, EXPENDITURES, ALL FUNDS (Local Assistance)	\$3,658	\$3,742	\$3,742

DETAIL OF APPROPRIATIONS AND ADJUSTMENTS (Reconciliation with Appropriations)

1 STATE OPERATIONS	2004-05*	2005-06*	2006-07*
0001 General Fund			
APPROPRIATIONS			
001 Budget Act appropriation (Headquarters)	\$5,579	\$6,295	\$6,857
Allocation for employee compensation	64	82	-
Adjustment per Section 3.60	57	-29	-
017 Budget Act appropriation	-	-	125
001 Budget Act appropriation (Yountville Veterans Home)	-	38,926	44,740
Allocation for employee compensation	-	83	-
Allocation for contingencies or emergencies	-	251	-
Adjustment per Section 3.60	-	-218	-
011 Budget Act appropriation (Yountville Veterans Home)	36,211	-	-
Allocation for employee compensation	1,495	-	-
Adjustment per Section 3.60	501	-	-
Adjustment per Section 6.60	-4	-	-
001 Budget Act appropriation (Barstow Veterans Home)	6,780	7,227	9,787
Allocation for employee compensation	205	22	-
Allocation for contingencies or emergencies	1,464	1,329	-
Adjustment per Section 3.60	56	-23	-
003 Budget Act appropriation (Barstow Veterans Home)	1,244	1,174	1,338
Adjustment per Section 4.30 (Lease-Revenue)	-92	153	-
001 Budget Act appropriation (Chula Vista Veterans Home)	11,112	11,164	12,335
Allocation for employee compensation	515	10	-
Allocation for contingencies or emergencies	-	45	-
Adjustment per Section 3.60	129	-74	-
003 Budget Act appropriation (Chula Vista Veterans Home)	1,440	0	1,410
Adjustment per Section 4.30 (Lease-Revenue)	1	-	-
Totals Available	\$66,757	\$66,417	\$76,592
Unexpended balance, estimated savings	-305	-	-
TOTALS, EXPENDITURES	\$66,452	\$66,417	\$76,592
0083 Veterans Service Office Fund			
APPROPRIATIONS			
001 Budget Act appropriation (Headquarters)	\$44	\$44	\$50
Totals Available	\$44	\$44	\$50
Unexpended balance, estimated savings	-23	-	-
TOTALS, EXPENDITURES	\$21	\$44	\$50
0120 California Mexican American Veteran's Memorial Beautification and Enhancement Account			
APPROPRIATIONS			
Military and Veterans Code Section 1332 (Headquarters)	-	\$10	\$10
TOTALS, EXPENDITURES	\$-	\$10	\$10
0238 Northern California Veterans Cemetery Perpetual Maintenance Fund			
APPROPRIATIONS			
001 Budget Act appropriation (Headquarters)	-	\$51	\$53
TOTALS, EXPENDITURES	\$-	\$51	\$53

* Dollars in thousands, except in Salary Range.

8950 Department of Veterans Affairs - Continued

1 STATE OPERATIONS	2004-05*	2005-06*	2006-07*
0503 California National Guard Members' Farm and Home Building Fund of 1978			
APPROPRIATIONS			
Military and Veterans Code Section 485 (Program Support) (Headquarters)	<u>\$28</u>	<u>\$38</u>	<u>\$38</u>
TOTALS, EXPENDITURES	\$28	\$38	\$38
0592 Veterans' Farm and Home Building Fund of 1943			
APPROPRIATIONS			
001 Budget Act appropriation (Headquarters)	\$1,418	\$1,886	\$1,900
Allocation for employee compensation	373	-	-
Adjustment per Section 3.60	10	-51	-
Military and Veterans Code Section 988 (Headquarters)	18,851	22,785	22,785
Military and Veterans Code Section 988 (loans, debt service and taxes) (Headquarters)	<u>159,346</u>	<u>159,346</u>	<u>159,346</u>
Totals Available	\$179,998	\$183,966	\$184,031
Unexpended balance, estimated savings	<u>-477</u>	<u>-</u>	<u>-</u>
TOTALS, EXPENDITURES	\$179,521	\$183,966	\$184,031
0621 California Veterans Memorial Registry Fund			
APPROPRIATIONS			
Military and Veterans Code Section 70 (Headquarters)	<u>\$1</u>	<u>\$23</u>	<u>\$23</u>
TOTALS, EXPENDITURES	\$1	\$23	\$23
0701 Veterans' Home Fund			
APPROPRIATIONS			
001 Budget Act appropriation (Headquarters)	\$173	\$178	\$248
Adjustment per Section 3.60	<u>3</u>	<u>-1</u>	<u>-</u>
TOTALS, EXPENDITURES	\$176	\$177	\$248
0890 Federal Trust Fund			
APPROPRIATIONS			
001 Budget Act appropriation (Headquarters)	-	\$64	\$66
001 Budget Act appropriation (Yountville Veterans Home)	-	14,388	14,780
011 Budget Act appropriation (Yountville Veterans Home)	\$13,455	-	-
001 Budget Act appropriation (Barstow Veterans Home)	1,838	1,838	2,093
Budget Adjustment	-174	-	-
001 Budget Act appropriation (Chula Vista Veterans Home)	<u>5,099</u>	<u>5,584</u>	<u>5,628</u>
TOTALS, EXPENDITURES	\$20,218	\$21,874	\$22,567
0995 Reimbursements			
APPROPRIATIONS			
Reimbursements	<u>\$24,615</u>	<u>\$27,504</u>	<u>\$27,314</u>
TOTALS, EXPENDITURES, ALL FUNDS (State Operations)	\$291,032	\$300,104	\$310,926
2 LOCAL ASSISTANCE			
0001 General Fund			
APPROPRIATIONS			
101 Budget Act appropriation (Headquarters)	<u>\$2,350</u>	<u>\$2,350</u>	<u>\$2,350</u>
TOTALS, EXPENDITURES	\$2,350	\$2,350	\$2,350
0083 Veterans Service Office Fund			
APPROPRIATIONS			
101 Budget Act appropriation (Headquarters)	<u>\$470</u>	<u>\$554</u>	<u>\$554</u>
TOTALS, EXPENDITURES	\$470	\$554	\$554
0995 Reimbursements			
APPROPRIATIONS			
Reimbursements	<u>\$838</u>	<u>\$838</u>	<u>\$838</u>
TOTALS, EXPENDITURES, ALL FUNDS (Local Assistance)	\$3,658	\$3,742	\$3,742
TOTALS, EXPENDITURES, ALL FUNDS (State Operations and Local Assistance)	\$294,690	\$303,846	\$314,668

* Dollars in thousands, except in Salary Range.

8950 Department of Veterans Affairs - Continued

FUND CONDITION STATEMENTS

	2004-05*	2005-06*	2006-07*
0083 Veterans Service Office Fund ^s			
BEGINNING BALANCE	\$678	\$720	\$657
REVENUES, TRANSFERS, AND OTHER ADJUSTMENTS			
Revenues:			
143000 Personalized License Plates	511	515	541
150300 Income From Surplus Money Investments	<u>22</u>	<u>20</u>	<u>21</u>
Total Revenues, Transfers, and Other Adjustments	<u>\$533</u>	<u>\$535</u>	<u>\$562</u>
Total Resources	\$1,211	\$1,255	\$1,219
EXPENDITURES AND EXPENDITURE ADJUSTMENTS			
Expenditures:			
8955 Department of Veterans Affairs			
State Operations	21	44	50
Local Assistance	<u>470</u>	<u>554</u>	<u>554</u>
Total Expenditures and Expenditure Adjustments	<u>\$491</u>	<u>\$598</u>	<u>\$604</u>
FUND BALANCE	\$720	\$657	\$615
Reserve for economic uncertainties	720	657	615
0120 California Mexican American Veteran's Memorial Beautification and Enhancement Account ^s			
BEGINNING BALANCE	\$190	\$192	\$184
REVENUES, TRANSFERS, AND OTHER ADJUSTMENTS			
Revenues:			
150300 Income From Surplus Money Investments	<u>2</u>	<u>2</u>	<u>2</u>
Total Revenues, Transfers, and Other Adjustments	<u>\$2</u>	<u>\$2</u>	<u>\$2</u>
Total Resources	\$192	\$194	\$186
EXPENDITURES AND EXPENDITURE ADJUSTMENTS			
Expenditures:			
8955 Department of Veterans Affairs (State Operations)	<u>-</u>	<u>10</u>	<u>10</u>
Total Expenditures and Expenditure Adjustments	<u>-</u>	<u>\$10</u>	<u>\$10</u>
FUND BALANCE	\$192	\$184	\$176
Reserve for economic uncertainties	192	184	176
0473 Vietnam Veterans Memorial Account ^s			
BEGINNING BALANCE	\$35	\$36	\$36
REVENUES, TRANSFERS, AND OTHER ADJUSTMENTS			
Revenues:			
150300 Income From Surplus Money Investments	<u>1</u>	<u>-</u>	<u>-</u>
Total Revenues, Transfers, and Other Adjustments	<u>\$1</u>	<u>-</u>	<u>-</u>
Total Resources	<u>\$36</u>	<u>\$36</u>	<u>\$36</u>
FUND BALANCE	\$36	\$36	\$36
Reserve for economic uncertainties	36	36	36

CHANGES IN AUTHORIZED POSITIONS

	Positions			Expenditures		
	2004-05	2005-06	2006-07	2004-05*	2005-06*	2006-07*
Veterans Affairs Headquarters						
Totals, Authorized Positions	244.5	270.0	267.8	\$13,497	\$14,123	\$14,173
Salary Adjustments	-	-	-	-	706	653
Proposed New Positions:				Salary Range		

* Dollars in thousands, except in Salary Range.

8950 Department of Veterans Affairs - Continued

	Positions			Expenditures		
	2004-05	2005-06	2006-07	2004-05*	2005-06*	2006-07*
Quality Assurance:						
Standards Compliance Coordinator	-	-	1.0	4,734-5,713	-	66
Veterans Home Construction Team:						
Deptl Constrn & Maint Supvr (1.0 LT pos exp 6-30-08)	-	-	1.0	5,752-6,990	-	84
Assoc Govtl Prog Analyst (1.0 LT pos exp 6-30-08)	-	-	1.0	4,111-4,997	-	63
Veterans Benefit Outreach:						
Staff Services Manager I	-	-	1.0	4,746-5,726	-	63
Totals, Proposed New Positions	-	-	4.0	\$-	\$-	\$276
Total Adjustments	-	-	4.0	\$-	\$706	\$929
TOTALS, SALARIES AND WAGES	244.5	270.0	271.8	\$13,497	\$14,829	\$15,102
Veterans Home, Yountville						
Totals, Authorized Positions	828.3	920.1	920.1	\$37,602	\$42,247	\$42,665
Salary Adjustments	-	-	-	-	2,112	1,553
Proposed New Positions:				Salary Range		
Alzheimer's/Dementia Program:						
Physician and Surgeon (Range D)	-	-	1.0	9,199-11,181	-	122
Staff Psychiatrist (Range C)	-	-	1.0	9,199-11,181	-	149
Dentist (Range C)	-	-	0.5	8,156-9,913	-	54
Pharmacist I	-	-	1.5	5,059-5,748	-	112
Nurse Practitioner (Range B)	-	-	0.5	5,016-6,043	-	33
Clinical Staff Psychologist	-	-	1.0	4,498-5,904	-	66
Supervising Registered Nurse	-	-	1.0	4,183-5,038	-	32
Speech Pathologist	-	-	0.5	3,813-4,763	-	26
Registered Nurse (Range B)	-	-	8.2	3,780-4,555	-	135
Clinical Lab Technologist	-	-	1.0	3,753-4,344	-	49
Physical Therapist I	-	-	0.5	3,321-4,345	-	28
Psychiatric Social Worker (HF)	-	-	1.0	3,321-4,139	-	54
Clinical Dietitian	-	-	1.0	3,102-3,861	-	42
Occupational Therapist	-	-	0.2	3,028-3,960	-	12
Personnel Service Spec	-	-	0.5	2,895-3,519	-	20
Radiologic Techn	-	-	0.5	2,873-3,492	-	19
Automotive Equipment Operator I	-	-	1.0	2,851-3,119	-	37
Respiratory Care Practitioner	-	-	0.5	2,850-3,465	-	19
Health Record Techn I	-	-	1.0	2,465-2,998	-	33
Pharmacy Techn	-	-	2.0	2,465-2,998	-	66
Licensed Voc Nurse	-	-	5.4	2,441-2,967	-	77
Medical Transcriber	-	-	1.0	2,419-2,941	-	32
Laundry Supvr I	-	-	1.0	2,392-2,909	-	32
Physical Therapist Asst	-	-	0.2	2,375-2,888	-	8
Stock Clerk	-	-	1.0	2,261-2,749	-	31
Office Assistant (Range B)	-	-	3.0	2,172-2,641	-	31
Custodian Supvr I	-	-	1.0	2,104-2,557	-	28
Certified Nursing Assistant	-	-	25.5	2,049-2,491	-	235
Medical Supply Technician	-	-	1.0	2,012-2,442	-	27
Custodian	-	-	6.0	1,960-2,382	-	160
Food Services Technician I	-	-	5.1	1,929-2,343	-	134
Launderer Assistant	-	-	1.0	1,929-2,343	-	26
Refill Vacated Skilled Nursing Wards:						
Supervising Registered Nurse	-	-	1.0	4,183-5,038	-	32
Registered Nurse (Range B)	-	-	6.1	3,780-4,555	-	160

* Dollars in thousands, except in Salary Range.

8950 Department of Veterans Affairs - Continued

	Positions			Expenditures		
	2004-05	2005-06	2006-07	2004-05*	2005-06*	2006-07*
Licensed Vocational Nurse	-	-	4.1	2,441-2,967	-	92
Office Assistant (Range B)	-	-	2.0	2,172-2,641	-	30
Certified Nursing Assistant	-	-	20.4	2,049-2,491	-	282
Behavioral Wellness Program:						
Staff Psychiatrist	-	-	1.0	9,199-11,181	-	140
Staff Psychologist	-	-	2.0	4,498-5,904	-	130
Alcohol Treatment Counselor	-	-	2.0	3,321-4,139	-	90
Psychiatric Social Worker (HF)	-	-	2.0	3,321-4,139	-	102
Social Work Associate	-	-	1.0	2,667-3,295	-	37
Salary Savings Restoration	-	-	-	-	-	1,121
Totals, Proposed New Positions	-	-	117.3	\$-	\$-	\$4,145
Total Adjustments	-	-	117.3	\$-	\$2,112	\$5,698
TOTALS, SALARIES AND WAGES	828.3	920.1	1,037.4	\$37,602	\$44,359	\$48,363
Veterans Home, Barstow						
Totals, Authorized Positions	92.9	97.8	97.8	\$4,314	\$4,617	\$4,656
Salary Adjustments	-	-	-	-	143	153
Proposed New Positions: Salary Range						
Intermediate Care Facility:						
Nurse Practitioner	-	-	0.2	6,334-7,412	-	19
License Vocational Nurse	-	-	1.7	2,441-2,967	-	83
Certified Nursing Assistant	-	-	7.0	2,049-2,674	-	227
Housekeeper	-	-	1.7	1,960-2,382	-	440
Behavioral Wellness Program:						
Staff Psychologist - Clinical	-	-	1.0	4,498-5,904	-	62
Certified Nursing Assistant Staffing Augmentation:						
Certified Nursing Assistant	-	-	4.2	2,049-2,674	133	133
Salary Savings Restoration	-	-	-	-	-	140
Totals, Proposed New Positions	-	-	15.8	\$-	\$133	\$1,104
Total Adjustments	-	-	15.8	\$-	\$276	\$1,257
TOTALS, SALARIES AND WAGES	92.9	97.8	113.6	\$4,314	\$4,893	\$5,913
Veterans Home, Chula Vista						
Totals, Authorized Positions	241.7	268.6	268.6	\$10,639	\$11,806	\$12,011
Salary Adjustments	-	-	-	-	368	413
Proposed New Positions: Salary Range						
Behavioral Wellness Program:						
Staff Psychologist - Clinical	-	-	1.0	4,498-5,904	-	62
Alcohol Treatment Counselor	-	-	1.0	3,321-4,139	-	45
Salary Savings Restoration	-	-	-	-	-	386
Totals, Proposed New Positions	-	-	2.0	\$-	\$-	\$493
Total Adjustments	-	-	2.0	\$-	\$368	\$906
TOTALS, SALARIES AND WAGES	241.7	268.6	270.6	\$10,639	\$12,174	\$12,917

INFRASTRUCTURE OVERVIEW

The Department of Veterans Affairs facilities currently consist of three veterans homes, a state veterans cemetery, and two office buildings. The three veterans homes are located in Yountville, Barstow, and Chula Vista, on 547 acres of land, with 1.5 million gross square feet and a current capacity of approximately 2,000 residents. The homes provide domiciliary housing for the state's veterans and are also licensed to provide four levels of care, ranging from assisted living to acute care. The cemetery is located in Shasta County on 63 acres of land, of which the developed 21 acres contain 8,523 gravesites and approximately 7,800 gross square feet of building space.

* Dollars in thousands, except in Salary Range.

8950 Department of Veterans Affairs - Continued

MAJOR PROJECT CHANGES

- The Governor's Budget provides \$8.0 million Lease Revenue Bond for the renovation of the Recreation Building at the Yountville Veterans Home so the building becomes seismically sound and in compliance with current health and safety codes, thereby allowing greater utilization by the veterans residing at the Yountville home.

SUMMARY OF PROJECTS

State Building Program Expenditures		2004-05*	2005-06*	2006-07*
80	CAPITAL OUTLAY			
	Major Projects			
80.10	VETERANS' CEMETERIES	\$3,800	\$5,022	\$-
80.10.010	Northern California Veterans' Cemetery	3,800 ^{Cf}	5,022 ^{Cf}	-
80.20	VETERANS' HOME AT YOUNTVILLE	\$11,415	\$8,489	\$13,245
80.20.003	Unallocated Bond Proceeds	-	-	4,715 ^{Vb}
80.20.130	Remodel Annex I for Alzheimer/Dementia	9,059 ^{Cbf}	5,535 ^{Cbf}	-
80.20.260	Convert and Renovate Laundry Facility	9 ^{Pb}	-	-
80.20.300	Renovate 1.25 Million Gallon Storage Tank and Transmission Line	1,121 ^{Cbf}	1,042 ^{Cbf}	-
80.20.440	Remodel Recreation Building	-	-	8,030 ^{PWCn}
80.20.460	Electrical Distribution System Renovation	1,226 ^{Cbf}	1,912 ^{Cbf}	-
80.20.495	Comprehensive Yountville Infrastructure Plan	-	-	500 ^{Sg}
80.30	VETERANS' HOME OF SOUTHERN CALIFORNIA	\$457	\$20,447	\$113,086
80.30.003	Unallocated Bond Proceeds	-	-	3,119 ^{Vb}
80.30.300	Veterans' Home - Greater Los Angeles and Ventura Counties	457 ^{Pb}	20,447 ^{Wbn}	109,967 ^{Cbfn}
	Totals, Major Projects	\$15,672	\$33,958	\$126,331
	Minor Projects			
80.20.045	Minor Projects	-	862 ^{PWCg}	-
	Totals, Minor Projects	\$-	\$862	\$-
TOTALS, EXPENDITURES, ALL PROJECTS		\$15,672	\$34,820	\$126,331
FUNDING		2004-05*	2005-06*	2006-07*
0001	General Fund	\$-	\$862	\$500
0660	Public Buildings Construction Fund	-	17,932	68,339
0701	Veterans' Home Fund	5,815	6,069	31,692
0890	Federal Trust Fund	9,857	9,957	25,800
TOTALS, EXPENDITURES, ALL FUNDS		\$15,672	\$34,820	\$126,331

DETAIL OF APPROPRIATIONS AND ADJUSTMENTS (Reconciliation with Appropriations)

3 CAPITAL OUTLAY	2004-05*	2005-06*	2006-07*
0001 General Fund			
APPROPRIATIONS			
301 Budget Act appropriation (Yountville)	-	\$862	\$500
Prior year balances available:			
Item 8960-301-0001, Budget Act of 2002	0	-	-
TOTALS, EXPENDITURES	\$-	\$862	\$500
0660 Public Buildings Construction Fund			
APPROPRIATIONS			
301 Budget Act Appropriation	-	-	\$8,030
Government Code Section 15819.65(e)	-	\$17,932	60,309

* Dollars in thousands, except in Salary Range.

8950 Department of Veterans Affairs - Continued

3 CAPITAL OUTLAY	2004-05*	2005-06*	2006-07*
TOTALS, EXPENDITURES	\$-	\$17,932	\$68,339
0701 Veterans' Home Fund			
APPROPRIATIONS			
Prior year balances available:			
Military and Veterans Code 1104.1	\$29,949	\$29,492	\$26,977
Item 8960-301-0701, Budget Act of 2002	1,671	-	-
Military and Veterans Code 1104.2	<u>13,562</u>	<u>8,269</u>	<u>4,715</u>
Totals Available	\$45,182	\$37,761	\$31,692
Unexpended balance, estimated savings	-1,606	-	-
Balance available in subsequent years	<u>-37,761</u>	<u>-31,692</u>	<u>-</u>
TOTALS, EXPENDITURES	\$5,815	\$6,069	\$31,692
0890 Federal Trust Fund			
APPROPRIATIONS			
Government Code Section 15819.65(e)	-	-	\$25,800
Military and Veterans Code 1104.2(c)	\$6,057	\$4,935	-
Prior year balances available:			
Item 8955-301-0890, Budget Act of 2002	6,282	4,722	-
Augmentation per Government Code Sections 16352, 16409 and 16354	2,240	300	-
Item 8960-301-0890, Budget Act of 2002	3,527	-	-
Budget Adjustment	<u>-3,527</u>	<u>-</u>	<u>-</u>
Totals Available	\$14,579	\$9,957	\$25,800
Balance available in subsequent years	<u>-4,722</u>	<u>-</u>	<u>-</u>
TOTALS, EXPENDITURES	\$9,857	\$9,957	\$25,800
TOTALS, EXPENDITURES, ALL FUNDS (Capital Outlay)	\$15,672	\$34,820	\$126,331

9100 Tax Relief

California taxpayers are provided assistance through a variety of tax relief programs. Additional relief is provided to low-income senior citizens and disabled persons. Tax relief also is provided to individuals who agree to hold their land as open space under the Williamson Act of 1965. This budget also provides payments to cities and counties to help defray revenues lost as a result of tax relief programs.

3-YR EXPENDITURES AND POSITIONS (Summary of Program Requirements)

	Positions			Expenditures		
	2004-05	2005-06	2006-07	2004-05*	2005-06*	2006-07*
10 Senior Citizens' Property Tax Assistance	-	-	-	\$39,550	\$38,632	\$38,632
20 Senior Citizens' Property Tax Deferral Program	-	-	-	11,900	12,300	12,800
30 Senior Citizen Renters' Tax Assistance	-	-	-	143,685	137,842	137,842
50 Homeowners' Property Tax Relief	-	-	-	431,065	436,000	442,540
60 Subventions for Open Space	<u>-</u>	<u>-</u>	<u>-</u>	<u>39,209</u>	<u>39,370</u>	<u>39,606</u>
TOTALS, POSITIONS AND EXPENDITURES (All Programs)	-	-	-	\$665,409	\$664,144	\$671,420

FUNDING	2004-05*	2005-06*	2006-07*
0001 General Fund	<u>\$665,409</u>	<u>\$664,144</u>	<u>\$671,420</u>
TOTALS, EXPENDITURES, ALL FUNDS	\$665,409	\$664,144	\$671,420

LEGAL CITATIONS AND AUTHORITY

PROGRAM AUTHORITY

10-Senior Citizens' Property Tax Assistance:

* Dollars in thousands, except in Salary Range.

9100 Tax Relief - Continued

Revenue and Taxation Code, Division 2, Part 10.5.

20-Senior Citizens' Property Tax Deferral Program:

California Constitution, Article XIII, Section 8.5; Revenue and Taxation Code, Division 2, Part 10.5; Government Code, Division 4, Part 1, Chapter 5.

30-Senior Citizen Renters' Tax Assistance:

Revenue and Taxation Code, Division 2, Part 10.5.

50-Homeowners' Property Tax Relief:

California Constitution, Article XIII, Sections 3 and 25; Government Code Sections 16100-16101.5 and 16120-16122.

60-Subventions for Open Space:

California Constitution, Article XIII, Section 8; Government Code Sections 16100-16101.5 and 16140-16154; Revenue and Taxation Code Sections 421-430.5.

MAJOR PROGRAM CHANGES

- The Governor's Budget includes a net reduction of \$11.3 million General Fund in the current year, and \$3.9 million General Fund in the budget year, for adjustments to reflect estimated participation in the Senior Citizens' Property Tax and Renters' Tax Assistance Programs, the Senior Citizens' Property Tax Deferral Program, and the Homeowners' Property Tax Relief.

DETAILED BUDGET ADJUSTMENTS

	2005-06*			2006-07*		
	General Fund	Other Funds	Positions	General Fund	Other Funds	Positions
Baseline Adjustment Descriptions						
• Adjustment to Homeowners' Property Tax Relief	-\$4,000	\$-	-	\$2,540	\$-	-
• Adjustment to Senior Citizens' Property Tax Deferral Program	400	-	-	900	-	-
• Adjustment to Subventions for Open Space	-291	-	-	-55	-	-
• Adjustment to Senior Citizens' Property Tax Assistance	-1,923	-	-	-1,923	-	-
• Adjustment to Senior Citizens' Renters' Tax Assistance	-5,457	-	-	-5,457	-	-
Totals, Baseline Adjustments	-\$11,271	\$-	-	-\$3,995	\$-	-
TOTALS, BUDGET ADJUSTMENTS	-\$11,271	\$-	-	-\$3,995	\$-	-

PROGRAM DESCRIPTIONS (Program Objectives Statement)

10 SENIOR CITIZENS' PROPERTY TAX ASSISTANCE

The Senior Citizens' Property Tax Assistance Program provides financial assistance to qualified California homeowners who are 62 years of age or older, and to blind or disabled residents regardless of age. The Franchise Tax Board administers this program.

20 SENIOR CITIZENS' PROPERTY TAX DEFERRAL PROGRAM

The Senior Citizens' Property Tax Deferral Program allows eligible homeowners to defer payment of residential property taxes. The state pays the deferred taxes to local governments on behalf of the participants, and places a lien on their property to assure repayment when the property is sold or transferred. The State Controller administers this program.

30 SENIOR CITIZEN RENTERS' TAX ASSISTANCE

The Senior Citizen Renters' Tax Assistance Program provides financial assistance to eligible low-income renters who are 62 years of age or older, and to blind or disabled renters regardless of age. The Franchise Tax Board administers this program.

* Dollars in thousands, except in Salary Range.

9100 Tax Relief - Continued

50 HOMEOWNERS' PROPERTY TAX RELIEF

In order to reduce California taxpayers' property tax burden, the California Constitution exempts homeowners from paying property taxes on the first \$7,000 of the assessed value of their principal place of residence. The Constitution requires the state to reimburse local governments for revenues lost due to the homeowners' exemption.

60 SUBVENTIONS FOR OPEN SPACE

The Williamson Act permits cities and counties to enter into contracts with landowners to limit the use of land to agricultural, scenic and open-space purposes. Article XIII, Section 8, of the California Constitution permits land under such restrictions to be assessed at other than market value based on its limited use. The state provides reimbursements to cities and counties to partially defray the loss of property tax revenues. The Department of Conservation administers this program.

DETAIL OF APPROPRIATIONS AND ADJUSTMENTS (Reconciliation with Appropriations)

2 LOCAL ASSISTANCE	2004-05*	2005-06*	2006-07*
0001 General Fund			
APPROPRIATIONS			
101 Budget Act appropriation	\$668,241	\$675,415	\$671,420
Adjustment per Section 4.05	-	-4,000	-
Revised expenditure authority per Provision 5	-	-7,271	-
295 Budget Act appropriation (State Mandates)	3	-	-
Prior year balances available:			
Chapter 24, Statutes of 2004 (Hardship appropriation) (transfer to Motor Vehicle License Fee Account)	2,909	2,909	-
Totals Available	\$671,153	\$667,053	\$671,420
Unexpended balance, estimated savings	-2,835	-2,909	-
Balance available in subsequent years	-2,909	-	-
TOTALS, EXPENDITURES	\$665,409	\$664,144	\$671,420
TOTALS, EXPENDITURES, ALL FUNDS (Local Assistance)	\$665,409	\$664,144	\$671,420

9210 Local Government Financing

Local governments receive a variety of subventions from the state for designated purposes such as health, welfare, and public safety programs. The state also provides general-purpose revenue to counties, cities, and special districts when special circumstances occur. The Local Government Financing program includes those payments to local governments where the funds may be used for any general government purpose as well as funds for one-time, designated purposes.

3-YR EXPENDITURES AND POSITIONS (Summary of Program Requirements)

	Positions			Expenditures		
	2004-05	2005-06	2006-07	2004-05*	2005-06*	2006-07*
10 Aid to Local Government (Counties)	-	-	-	\$118,512	\$1,205,331	\$60,148
20 Citizens' Option for Public Safety	-	-	-	199,725	125,825	200,000
30 Special Supplemental Subventions	-	-	-	2,709	2,709	2,709
TOTALS, POSITIONS AND EXPENDITURES (All Programs)	-	-	-	\$320,946	\$1,333,865	\$262,857

FUNDING	2004-05*	2005-06*	2006-07*
0001 General Fund	\$320,946	\$1,333,865	\$262,857
TOTALS, EXPENDITURES, ALL FUNDS	\$320,946	\$1,333,865	\$262,857

LEGAL CITATIONS AND AUTHORITY

PROGRAM AUTHORITY

10-Aid to Local Government:

* Dollars in thousands, except in Salary Range.

9210 Local Government Financing - Continued

Government Code Sections 29550-29550.4 (Booking Fees) and Government Code Sections 30070-30071 (Small/Rural Sheriffs); Revenue and Taxation Code Section 95.35 (Property Tax Administration Grants); and Revenue and Taxation Code Section 10754.11 (Vehicle License Fee Gap Loan Repayments).

20-Citizens' Option for Public Safety/Juvenile Justice Crime Prevention:

Government Code Sections 30061-30065.

30-Special Supplemental Subventions:

Revenue and Taxation Code, Division 2, Part 10.5.

MAJOR PROGRAM CHANGES

- Booking Fee Subventions-The Governor's Budget proposes \$40 million in 2006-07 to offset a portion of the fees that cities and special districts must pay when they book suspects into county jails. Legislation is proposed to reform this program.
- Juvenile Justice Crime Prevention Act (JJCPA)-Funding for JJCPA grants is increased by \$73.9 million in 2006-07. The 2005 Budget Act reduced JJCPA funding by \$73.9 million, due to the availability of a like amount of carryover funds. These carryover funds will be exhausted by the end of 2005-06.
- Disaster Relief-\$1.6 million General Fund is provided for disaster relief, in accordance with Chapters 622, 623, and 624, Statutes of 2005. These funds will backfill property tax revenues lost by local governments due to specified natural disasters.

DETAILED BUDGET ADJUSTMENTS

	2005-06*			2006-07*		
	General Fund	Other Funds	Positions	General Fund	Other Funds	Positions
Baseline Adjustment Descriptions						
• Juvenile Justice Crime Prevention Act Funding	\$-	\$-	-	\$73,900	\$-	-
• Adjustment for Continuous Appropriations to Redevelopment Agencies	2,059	-	-	2,059	-	-
• Funding Transfer to Board of Corrections	-275	-	-	-	-	-
• Removal of VLF Gap Loan Repayment Funds	-	-	-	-1,186,831	-	-
Totals, Baseline Adjustments	\$1,784	\$-	-	-\$1,110,872	\$-	-
Policy Adjustment Descriptions						
• Booking Fees Subvention	\$-	\$-	-	\$40,000	\$-	-
• Disaster Relief Legislation - Property Tax Revenue Backfills	-	-	-	1,648	-	-
Totals, Policy Adjustments	\$-	\$-	-	\$41,648	\$-	-
TOTALS, BUDGET ADJUSTMENTS	\$1,784	\$-	-	-\$1,069,224	\$-	-

PROGRAM DESCRIPTIONS (Program Objectives Statement)

10 AID TO LOCAL GOVERNMENT

The Small and Rural County Sheriffs Grant Program provides funds to 37 small and rural county sheriff departments so they can provide enhanced public safety services.

The Vehicle License Fee Gap Loan Repayment provides local governments with those monies that they lost when the Vehicle License Fee offset program was temporarily suspended between July and October of 2003.

The Property Tax Administration Grant Program supplies grants to eligible counties to enhance property tax systems.

The Booking Fee subvention program reimburses local law enforcement jurisdictions that are required to pay booking fees.

20 CITIZENS' OPTION FOR PUBLIC SAFETY/JUVENILE JUSTICE CRIME PREVENTION

The Citizens' Option for Public Safety Program provides monies to local law enforcement entities to provide enhanced public safety services. Funds are also provided to local agencies to fund juvenile crime prevention programs.

* Dollars in thousands, except in Salary Range.

9210 Local Government Financing - Continued

30 SPECIAL SUPPLEMENTAL SUBVENTIONS

This program provides funds to redevelopment agencies that had bond debt tied to the personal property tax subvention, which was repealed by the state. These monies allow agencies to cover debt payments.

40 STATE-MANDATED LOCAL PROGRAMS

The objective of this program is to provide funding, pursuant to Section 6 of Article XIII B of the California Constitution, to reimburse local entities for costs they incur in complying with certain state-mandated local programs. Beginning in 2005-06, all mandate funding is budgeted in 8885 Commission on State Mandates.

DETAIL OF APPROPRIATIONS AND ADJUSTMENTS (Reconciliation with Appropriations)

2 LOCAL ASSISTANCE	2004-05*	2005-06*	2006-07*
0001 General Fund			
APPROPRIATIONS			
101 Budget Act appropriation	\$200,000	-	-
Transfer to Board of Corrections per Provision 1	-275	-	-
101 Budget Act appropriation, as amended by Chapter 39, Statutes of 2005	-	\$126,100	-
Transfer to Department of Corrections and Rehabilitation	-	-275	-
101 Budget Act appropriation	-	-	\$200,000
102 Budget Act appropriation	400	-	-
103 Budget Act appropriation	-	-	1,648
105 Budget Act appropriation	60,000	-	-
106 Budget Act appropriation (transfer to GAP Repayment Fund), as amended by Chapter 39, Statutes of 2005	-	1,186,831	-
295 Budget Act appropriation (State Mandates)	5	-	-
Government Code Section 29550.4	38,220	-	40,000
Government Code Section 16100	2,709	2,709	2,709
Revenue and Taxation Code Section 195.90	1,574	-	-
Government Code Section 30070	18,500	18,500	18,500
Totals Available	\$321,133	\$1,333,865	\$262,857
Unexpended balance, estimated savings	-187	-	-
TOTALS, EXPENDITURES	\$320,946	\$1,333,865	\$262,857
3092 Gap Repayment Fund			
APPROPRIATIONS			
Revenue and Tax Code Section 10754.11(b)	-	\$1,186,831	-
TOTALS, EXPENDITURES	\$-	\$1,186,831	\$-
Less funding provided by the General Fund	-	-1,186,831	-
NET TOTALS, EXPENDITURES	\$-	\$-	\$-
TOTALS, EXPENDITURES, ALL FUNDS (Local Assistance)	\$320,946	\$1,333,865	\$262,857

FUND CONDITION STATEMENTS

	2004-05*	2005-06*	2006-07*
3092 Gap Repayment Fund^s			
BEGINNING BALANCE	-	-	-
EXPENDITURES AND EXPENDITURE ADJUSTMENTS			
Expenditures:			
9210 Local Government Financing (Local Assistance)	-	\$1,186,831	-
Expenditure Adjustments:			
9210 Local Government Financing			
Less funding provided by the General Fund (Local Assistance)	-	-1,186,831	-
Total Expenditures and Expenditure Adjustments	-	-	-
FUND BALANCE	-	-	-

* Dollars in thousands, except in Salary Range.

9350 Shared Revenues

The purpose of the Shared Revenue program is the maintenance of the fiscal strength of the various governmental entities throughout the state. This is accomplished by the apportionment of special monies collected by the state to local government on the basis of statutory formulas.

3-YR EXPENDITURES AND POSITIONS (Summary of Program Requirements)

	Positions			Expenditures		
	2004-05	2005-06	2006-07	2004-05*	2005-06*	2006-07*
10 Apportionments: General Fund	-	-	-	\$12,141	\$12,246	\$12,246
20 Apportionments: Special Funds	-	-	-	1,397,212	1,765,600	1,663,404
30 Apportionments: Federal Funds	-	-	-	64,363	64,279	64,279
TOTALS, POSITIONS AND EXPENDITURES (All Programs)	-	-	-	\$1,473,716	\$1,842,125	\$1,739,929

FUNDING	2004-05*	2005-06*	2006-07*
0001 General Fund	\$12,141	\$12,246	\$12,246
0034 Geothermal Resources Development Account	1,295	1,333	1,600
0062 Highway Users Tax Account, Transportation Tax Fund	1,143,492	1,122,494	1,154,390
0064 Motor Vehicle License Fee Account, Transportation Tax Fund	250,208	250,200	250,200
0261 Off Highway License Fee Fund	2,217	2,214	2,214
0874 United States Flood Control Receipts Fund	109	109	109
0878 United States Forest Reserve Fund	63,144	63,100	63,100
0882 United States Grazing Fees Fund	70	70	70
0890 Federal Trust Fund	1,040	1,000	1,000
3007 Traffic Congestion Relief Fund	-	122,500	-
3008 Transportation Investment Fund	-	266,859	-
3093 Transportation Deferred Investment Fund	-	-	255,000
TOTALS, EXPENDITURES, ALL FUNDS	\$1,473,716	\$1,842,125	\$1,739,929

The estimated Traffic Congestion Relief funding from tribal gaming was reduced in FY 2005-06 to reflect a lower anticipated amount of \$122.5 million, but is still subject to ongoing litigation.

LEGAL CITATIONS AND AUTHORITY

DEPARTMENT AUTHORITY

Government Code, Title 2, Division 3, Part 5.3, Chapter 4.5 (commencing with Section 14556); Public Resources Code, Sections 3821 and 6817; Revenue and Taxation Code, Division 2, Part 5, Section 11006; Streets and Highways Code, Sections 2104-2107.5; and Vehicle Code, Sections 38230 and 38240.

MAJOR PROGRAM CHANGES

- The Governor's Budget includes \$255 million for local street and road maintenance, which is part of the proposed \$920 million partial repayment of the 2004-05 Proposition 42 suspension.

DETAILED BUDGET ADJUSTMENTS

Baseline Adjustment Descriptions	2005-06*			2006-07*		
	General Fund	Other Funds	Positions	General Fund	Other Funds	Positions
• Tidelands Revenue Adjustment	\$131	\$-	-	\$131	\$-	-
• Revenue Forecast Updates	-	-31,880	-	-	283	-
• Local Streets and Roads - Tribal Gaming Revenues	-	-	-	-	-122,500	-
• Local Streets and Roads - Transportation Investment	-	12,859	-	-	-254,000	-

* Dollars in thousands, except in Salary Range.

9350 Shared Revenues - Continued

Fund	2005-06*			2006-07*		
	General Fund	Other Funds	Positions	General Fund	Other Funds	Positions
Totals, Baseline Adjustments	\$131	-\$19,021	-	\$131	-\$376,217	-
Policy Adjustment Descriptions						
• Proposition 42 Loan Repayment Road and Street Maintenance	\$-	\$-	-	\$-	\$255,000	-
Totals, Policy Adjustments	\$-	\$-	-	\$-	\$255,000	-
TOTALS, BUDGET ADJUSTMENTS	\$131	-\$19,021	-	\$131	-\$121,217	-

PROGRAM DESCRIPTIONS (Program Objectives Statement)

10 GENERAL FUND APPORTIONMENTS

Tideland Revenues-This program displays the allocation of revenues received from tide and submerged lands for which the state has reserved the rights to the mineral deposits.

Trailer Vehicle License Fee Backfill For International Registration Plan Conformity-This program shows the state backfill to cities and counties for the vehicle license fees that were previously paid by owners of commercial trailers.

20 SPECIAL FUND APPORTIONMENTS

Geothermal Resources Development-Forty percent of all monies received by the federal government for geothermal leases is paid to each county based on its proportionate share of geothermal lease sale property.

Motor Vehicle Fuel Taxes-This program shows the apportionment of fuel taxes to cities and counties.

Motor Vehicle License Fees-This program shows the apportionment of vehicle license fees to cities and counties.

Off-Highway License Fees-This program shows the apportionment of off-highway license fees to cities and counties.

Traffic Congestion Relief Fund/Transportation Investment Fund-This program provides funds for local street and road maintenance.

30 FEDERAL FUND APPORTIONMENTS

Federal Receipts From Flood Control Lands-Monies received by the federal government for lands acquired for flood protection purposes are prorated to the counties in which the lands are located.

Federal Receipts From Forest Reserves-Monies received by the federal government for the state's share of receipts from forest reserves are prorated to counties where the lands are located.

Federal Receipts From Grazing Land Fees-Monies received by the federal government for the state's share of receipts from grazing land are prorated to counties where the lands are located.

Federal Receipts From Potash Leases-Monies received by the federal government for the state's share of potash leases are distributed to school districts.

DETAILED EXPENDITURES BY PROGRAM (Program Budget Detail)

		2004-05*	2005-06*	2006-07*
PROGRAM REQUIREMENTS				
10	APPORTIONMENTS: GENERAL FUND			
	Local Assistance:			
0001	General Fund	\$12,141	\$12,246	\$12,246
	Totals, Local Assistance	\$12,141	\$12,246	\$12,246
ELEMENT REQUIREMENTS				
10.10	Apportionment of Tideland Revenues	\$12,141	\$12,246	\$12,246
	Local Assistance:			
0001	General Fund	12,141	12,246	12,246
PROGRAM REQUIREMENTS				

* Dollars in thousands, except in Salary Range.

9350 Shared Revenues - Continued

	2004-05*	2005-06*	2006-07*
20 APPORTIONMENTS: SPECIAL FUNDS			
Local Assistance:			
0034 Geothermal Resources Development Account	\$1,295	\$1,333	\$1,600
0062 Highway Users Tax Account, Transportation Tax Fund	1,143,492	1,122,494	1,154,390
0064 Motor Vehicle License Fee Account, Transportation Tax Fund	250,208	250,200	250,200
0261 Off Highway License Fee Fund	2,217	2,214	2,214
3007 Traffic Congestion Relief Fund	-	122,500	-
3008 Transportation Investment Fund	-	266,859	-
3093 Transportation Deferred Investment Fund	-	-	255,000
Totals, Local Assistance	\$1,397,212	\$1,765,600	\$1,663,404
ELEMENT REQUIREMENTS			
20.10 Apportionment of Geothermal Resources	\$1,295	\$1,333	\$1,600
Local Assistance:			
0034 Geothermal Resources Development Account	1,295	1,333	1,600
20.20 Apportionment of Motor Vehicle Fuel Tax for County Roads (2104)	\$358,281	\$349,068	\$358,424
Local Assistance:			
0062 Highway Users Tax Account, Transportation Tax Fund	358,281	349,068	358,424
20.30 Apportionment of Motor Vehicle Fuel Tax for City Streets (2107 and 2107.5)	\$258,892	\$249,368	\$256,081
Local Assistance:			
0062 Highway Users Tax Account, Transportation Tax Fund	258,892	249,368	256,081
20.40 Apportionment of Motor Vehicle Fuel Tax for County Roads and City Streets (2106)	\$150,352	\$146,144	\$152,233
Local Assistance:			
0062 Highway Users Tax Account, Transportation Tax Fund	150,352	146,144	152,233
20.50 Apportionment of Motor Vehicle Fuel Tax to Cities and Counties for Street and Highway Purposes (2105)	\$375,967	\$377,914	\$387,652
Local Assistance:			
0062 Highway Users Tax Account, Transportation Tax Fund	375,967	377,914	387,652
20.60 Apportionment of Motor Vehicle License Fees to Cities and Counties	\$250,208	\$250,200	\$250,200
Local Assistance:			
0064 To Cities and Counties: Motor Vehicle License Fee Account, Transportation Tax Fund	250,208	250,200	250,200
20.70 Apportionment of Off-Highway License Fees to Cities and Counties	\$2,217	\$2,214	\$2,214
Local Assistance:			
0261 To Cities and Counties Off-Highway License Fee Fund	2,217	2,214	2,214
20.80 Apportionment of Traffic Congestion Relief Funds	\$-	\$389,359	\$-
Local Assistance:			
3007 Traffic Congestion Relief Fund	-	122,500	-
3008 Transportation Investment Fund	-	266,859	-
3093 Transportation Deferred Investment Fund	-	-	255,000
PROGRAM REQUIREMENTS			
30 APPORTIONMENTS: FEDERAL FUNDS			
Local Assistance:			
0874 United States Flood Control Receipts Fund	\$109	\$109	\$109
0878 United States Forest Reserve Fund	63,144	63,100	63,100
0882 United States Grazing Fees Fund	70	70	70
0890 Federal Trust Fund Potash Lease Rentals	1,040	1,000	1,000

* Dollars in thousands, except in Salary Range.

9350 Shared Revenues - Continued

	2004-05*	2005-06*	2006-07*
Totals, Local Assistance	\$64,363	\$64,279	\$64,279
30.10 Apportionment of Federal Receipts from Flood Control Land to Counties	\$109	\$109	\$109
Local Assistance:			
0874 United States Flood Control Receipts Fund	109	109	109
30.20 Apportionment of Federal Receipts from Forest Reserves to Counties	\$63,144	\$63,100	\$63,100
Local Assistance:			
0878 United States Forest Reserve Fund	63,144	63,100	63,100
30.30 Apportionment of Federal Receipts from Grazing Land to Counties	\$70	\$70	\$70
Local Assistance:			
0882 United States Grazing Fees Fund	70	70	70
30.40 Apportionment of Federal Receipts from Potash Lease Revenues to School Districts	\$1,040	\$1,000	\$1,000
Local Assistance:			
0890 Federal Trust Fund Potash Lease Rentals	1,040	1,000	1,000
TOTALS, EXPENDITURES			
Local Assistance	<u>1,473,716</u>	<u>1,842,125</u>	<u>1,739,929</u>
Totals, Expenditures	\$1,473,716	\$1,842,125	\$1,739,929

DETAIL OF APPROPRIATIONS AND ADJUSTMENTS (Reconciliation with Appropriations)

2 LOCAL ASSISTANCE	2004-05*	2005-06*	2006-07*
0001 General Fund			
APPROPRIATIONS			
Government Code Sections 29145 and 43402 (Trailer Vehicle License Fee)	\$11,862	\$11,862	\$11,862
Public Resources Code Section 6817	<u>279</u>	<u>384</u>	<u>384</u>
TOTALS, EXPENDITURES	\$12,141	\$12,246	\$12,246
0034 Geothermal Resources Development Account			
APPROPRIATIONS			
Public Resources Code Section 3821	<u>\$1,295</u>	<u>\$1,333</u>	<u>\$1,600</u>
TOTALS, EXPENDITURES	\$1,295	\$1,333	\$1,600
0062 Highway Users Tax Account, Transportation Tax Fund			
APPROPRIATIONS			
Streets and Highways Code Section 2104	\$358,281	\$349,068	\$358,424
Streets and Highways Code Sections 2107 and 2107.5	258,892	249,368	256,081
Streets and Highways Code Section 2106	150,352	146,144	152,233
Streets and Highways Code Section 2105	<u>375,967</u>	<u>377,914</u>	<u>387,652</u>
TOTALS, EXPENDITURES	\$1,143,492	\$1,122,494	\$1,154,390
0064 Motor Vehicle License Fee Account, Transportation Tax Fund			
APPROPRIATIONS			
Revenue and Taxation Code Section 11005	<u>\$250,208</u>	<u>\$250,200</u>	<u>\$250,200</u>
TOTALS, EXPENDITURES	\$250,208	\$250,200	\$250,200
0261 Off Highway License Fee Fund			
APPROPRIATIONS			
Vehicle Code Sections 38230 and 38240	<u>\$2,217</u>	<u>\$2,214</u>	<u>\$2,214</u>
TOTALS, EXPENDITURES	\$2,217	\$2,214	\$2,214
0874 United States Flood Control Receipts Fund			
APPROPRIATIONS			
Shared Revenues - Federal Receipts from Flood Control Lands	<u>\$109</u>	<u>\$109</u>	<u>\$109</u>
TOTALS, EXPENDITURES	\$109	\$109	\$109

* Dollars in thousands, except in Salary Range.

9350 Shared Revenues - Continued

2 LOCAL ASSISTANCE	2004-05*	2005-06*	2006-07*
0878 United States Forest Reserve Fund			
APPROPRIATIONS			
Shared Revenues - Federal Receipts from Forest Reserves	<u>\$63,144</u>	<u>\$63,100</u>	<u>\$63,100</u>
TOTALS, EXPENDITURES	\$63,144	\$63,100	\$63,100
0882 United States Grazing Fees Fund			
APPROPRIATIONS			
Shared Revenues Shared Revenues - Federal Receipts From Grazing Lands	<u>\$70</u>	<u>\$70</u>	<u>\$70</u>
TOTALS, EXPENDITURES	\$70	\$70	\$70
0890 Federal Trust Fund			
APPROPRIATIONS			
Shared Revenues - Apportionment of Federal Potash Lease Rentals	<u>\$1,040</u>	<u>\$1,000</u>	<u>\$1,000</u>
TOTALS, EXPENDITURES	\$1,040	\$1,000	\$1,000
3007 Traffic Congestion Relief Fund			
APPROPRIATIONS			
Government Code Section 14556.5	<u>-</u>	<u>\$122,500</u>	<u>-</u>
TOTALS, EXPENDITURES	\$-	\$122,500	\$-
3008 Transportation Investment Fund			
APPROPRIATIONS			
Revenue and Tax Code Section 7104	<u>-</u>	<u>\$266,859</u>	<u>-</u>
TOTALS, EXPENDITURES	\$-	\$266,859	\$-
3093 Transportation Deferred Investment Fund			
APPROPRIATIONS			
Revenue and Taxation Code 7104 and 7106	<u>-</u>	<u>-</u>	<u>\$255,000</u>
TOTALS, EXPENDITURES	\$-	\$-	\$255,000
TOTALS, EXPENDITURES, ALL FUNDS (Local Assistance)	\$1,473,716	\$1,842,125	\$1,739,929

FUND CONDITION STATEMENTS

	2004-05*	2005-06*	2006-07*
0062 Highway Users Tax Account, Transportation Tax Fund [§]			
BEGINNING BALANCE	\$7,084	\$7,085	\$6,911
REVENUES, TRANSFERS, AND OTHER ADJUSTMENTS			
Transfers and Other Adjustments:			
FO0061 From Motor Vehicle Fuel Account, Transportation Tax Fund per Revenue and Taxation Code Section 8353	3,211,880	3,240,986	3,325,658
TO0042 To State Highway Account, State Transportation Fund per Streets and Highways Code Section 2108	-2,051,770	-2,101,433	-2,156,409
TO0042 To State Highway Account, State Transportation Fund per Streets and Highways Code Sections 2104.1 and 2107.6	-5,000	-5,000	-5,000
TO0045 To Bicycle Transportation Account, State Transportation Fund per Streets and Highways Code Section 2106	-7,200	-7,200	-5,000
TO0392 To State Parks and Recreation Fund per Item 3790-011-0062, Budget Acts of 2004, 2005 and 2006	-3,400	-3,400	-3,400
Total Revenues, Transfers, and Other Adjustments	<u>\$1,144,510</u>	<u>\$1,123,953</u>	<u>\$1,155,849</u>
Total Resources	\$1,151,594	\$1,131,038	\$1,162,760
EXPENDITURES AND EXPENDITURE ADJUSTMENTS			
Expenditures:			
0840 State Controller (State Operations)	1,017	1,633	1,343
9480 Apportionment of Motor Vehicle Fuel Tax for County Roads (Local Assistance)	358,281	349,068	358,424
9490 Apportionment of Motor Vehicle Fuel Tax for City Streets (Local Assistance)	258,892	249,368	256,081
9500 Apportionment of Motor Vehicle Fuel Tax for County Roads and City Streets (Local Assistance)	150,352	146,144	152,233

* Dollars in thousands, except in Salary Range.

9350 Shared Revenues - Continued

	2004-05*	2005-06*	2006-07*
9505 Apportionment of Motor Vehicle Fuel Tax to Counties and Cities for Streets and H (Local Assistance)	375,967	377,914	387,652
Total Expenditures and Expenditure Adjustments	<u>\$1,144,509</u>	<u>\$1,124,127</u>	<u>\$1,155,733</u>
FUND BALANCE	\$7,085	\$6,911	\$7,027
Reserve for economic uncertainties	7,085	6,911	7,027
0261 Off Highway License Fee Fund ^s			
BEGINNING BALANCE	-	-	-
REVENUES, TRANSFERS, AND OTHER ADJUSTMENTS			
Revenues:			
114300 Other Motor Vehicle Fees	\$2,193	\$2,200	\$2,200
150300 Income From Surplus Money Investments	17	9	9
Transfers and Other Adjustments:			
FO0044 From Motor Vehicle Account, State Transportation Fund per Government Code Section 16475	7	5	5
Total Revenues, Transfers, and Other Adjustments	<u>\$2,217</u>	<u>\$2,214</u>	<u>\$2,214</u>
Total Resources	\$2,217	\$2,214	\$2,214
EXPENDITURES AND EXPENDITURE ADJUSTMENTS			
Expenditures:			
9380 Apportionment of Off-Highway License Fees (Local Assistance)	<u>2,217</u>	<u>2,214</u>	<u>2,214</u>
Total Expenditures and Expenditure Adjustments	<u>\$2,217</u>	<u>\$2,214</u>	<u>\$2,214</u>
FUND BALANCE	-	-	-

9600 Debt Service General Obligation Bonds and Commercial Paper

The General Obligation Bond and Commercial Paper interest and redemption program is based upon the debt service cash needs of the related programs. Assumptions of the debt service on the remaining 2005-06 and 2006-07 General Obligation bond sales are reflected in this budget. The assumptions regarding sale volume and the types of bond (i.e., fixed versus variable) are anticipated by the State Treasurer's Office. For information on issued and unissued bonds, total amounts of authorized bonds, and proposed sales, please refer to Summary Schedule 11.

* Dollars in thousands, except in Salary Range.

9600 Debt Service General Obligation Bonds and Commercial Paper - Continued

General Obligation Bond Expenditures

3-YR EXPENDITURES (Summary of Program Requirements)

	2004-05*	2005-06*	2006-07*
Bond Interest and Redemption	\$2,983,528	\$3,149,963	\$3,522,959
Less amounts paid from other funds	-24,077	-24,740	-24,343
Variable Rate Bond Expenses	8,939	--	--
Commercial Paper Interest and Expenses	15,199	45,257	55,667
TOTALS, EXPENDITURES (General Fund)	\$2,983,589	\$3,170,480	\$3,554,283

EXPENDITURES BY CATEGORY (Summary by Object)

	2004-05*	2005-06*	2006-07*
SPECIAL ITEMS OF EXPENSE			
Bonds: Interest	\$1,624,369	\$1,768,263	\$2,054,351
Redemption	1,359,159	1,381,700	1,468,608
Less General Fund amounts replenished from other funds for debt service	-39	0	0
Less loan repayment to General Fund from other funds	-24,038	-24,740	-24,343
Variable Rate Bond Expenses	8,939	--	--
Commercial Paper: Expenses	8,009	5,181	5,267
Interest	7,190	40,076	50,400
Totals, Debt Service, General Fund	\$2,983,589	\$3,170,480	\$3,554,283

DETAIL OF APPROPRIATIONS AND ADJUSTMENTS (Reconciliation with Appropriations)

1 STATE OPERATIONS

0001 General Fund

	2004-05*	2005-06*	2006-07*
LEGISLATIVE, JUDICIAL AND EXECUTIVE			
Voting Modernization (2002):			
Chapter 902, Statutes of 2001:			
Bonds: Interest	-\$763	\$2,138	\$4,824
Redemption	18,750	7,780	8,617
Commercial Paper: Expenses	250	43	46
Interest	225	328	436
Total	\$18,462	\$10,289	\$13,923
Totals, Legislative, Judicial and Executive (0996)	\$18,462	\$10,289	\$13,923

BUSINESS, TRANSPORTATION AND HOUSING

Clean Air and Transportation Improvements (1990):

Public Utilities Code Sec. 99600 et seq.:

Bonds: Interest	\$68,896	\$66,969	\$64,911
Redemption	64,240	63,545	67,948
Commercial Paper: Expenses	250	5	6
Interest	225	41	61
Total	\$133,611	\$130,560	\$132,926

Housing and Homeless (2002):

Chapter 26, Statutes of 2002:

Bonds: Interest	-\$2	\$744	\$2,293
Redemption	--	--	289
Commercial Paper: Expenses	250	23	13
Interest	225	180	121
Total	\$473	\$947	\$2,716

Housing and Homeless (1990):

Chapter 577, Statutes of 1990:

Bonds: Interest	\$375	\$348	\$321
Redemption	435	435	435
Total	\$810	\$783	\$756

Passenger Rail and Clean Air (1990):

Chapter 108, Statutes of 1989:

Bonds: Interest	\$32,274	\$29,469	\$26,353
Redemption	49,795	48,440	58,580
Commercial Paper: Expenses	250	--	--
Interest	225	--	--
Total	\$82,544	\$77,909	\$84,933

Seismic Retrofit (1996):

Chapter 310, Statutes of 1996:

Bonds: Interest	\$80,513	\$81,346	\$82,639
Redemption	50,325	50,305	55,529
Commercial Paper: Expenses	250	43	32
Interest	225	331	307
Total	\$131,313	\$132,025	\$138,507
Totals, Business, Transportation and Housing (2830)	\$348,751	\$342,224	\$359,838

* Dollars in thousands, except in Salary Range.

9600 Debt Service General Obligation Bonds and Commercial Paper - Continued

General Obligation Bond Expenditures

NATURAL RESOURCES

California Park and Recreational Facilities (1984):

Chapter 5, Statutes of 1984:

Bonds: Interest	\$7,102	\$5,961	\$4,915
Redemption	17,850	16,425	12,925
Total	<u>\$24,952</u>	<u>\$22,386</u>	<u>\$17,840</u>

California Parklands (1980):

Chapter 250, Statutes of 1980:

Bonds: Interest	\$1,410	\$1,115	\$883
Redemption	4,525	4,475	1,975
Total	<u>\$5,935</u>	<u>\$5,590</u>	<u>\$2,858</u>

California Safe Drinking Water (1976):

Chapter 1008, Statutes of 1975:

Bonds: Interest	\$2,083	\$1,719	\$1,452
Redemption	5,955	4,110	3,270
Total	<u>\$8,038</u>	<u>\$5,829</u>	<u>\$4,722</u>

California Safe Drinking Water (1984):

Chapter 378, Statutes of 1984:

Bonds: Interest	\$1,433	\$1,169	\$996
Redemption	3,655	2,655	2,655
Total	<u>\$5,088</u>	<u>\$3,824</u>	<u>\$3,651</u>

California Safe Drinking Water (1986):

Chapter 410, Statutes of 1986:

Bonds: Interest	\$3,171	\$2,953	\$2,729
Redemption	3,545	3,545	3,545
Total	<u>\$6,716</u>	<u>\$6,498</u>	<u>\$6,274</u>

California Safe Drinking Water (1988):

Chapter 45, Statutes of 1988:

Bonds: Interest	\$2,548	\$2,418	\$2,256
Redemption	2,480	2,700	2,900
Commercial Paper: Expenses	250	--	--
Interest	225	--	--
Total	<u>\$5,503</u>	<u>\$5,118</u>	<u>\$5,156</u>

California Safe Drinking Water (2000):

Chapter 725, Statutes of 1999:

Bonds: Interest	\$14,465	\$36,292	\$47,708
Redemption	24,115	53,660	12,550
Commercial Paper: Expenses	250	198	155
Interest	225	1,530	1,478
Total	<u>\$39,055</u>	<u>\$91,680</u>	<u>\$61,891</u>

California Wildlife, Coast, and Park Land Conservation (1988):

Public Resources Code Sec. 5900 et seq.:

Bonds: Interest	\$22,342	\$20,454	\$18,419
Redemption	31,265	31,170	31,170
Total	<u>\$53,607</u>	<u>\$51,624</u>	<u>\$49,589</u>

Clean Water (1970):

Chapter 508, Statutes of 1970:

Bonds: Interest	\$228	\$196	\$164
Redemption	500	500	500
Total	<u>\$728</u>	<u>\$696</u>	<u>\$664</u>

Clean Water (1974):

Chapter 994, Statutes of 1973:

Bonds: Interest	\$469	\$405	\$341
Redemption	1,030	1,030	1,030
Total	<u>\$1,499</u>	<u>\$1,435</u>	<u>\$1,371</u>

Clean Water (1984):

Chapter 377, Statutes of 1984:

Bonds: Interest	\$4,480	\$3,887	\$3,331
Redemption	9,325	9,480	8,230
Total	<u>\$13,805</u>	<u>\$13,367</u>	<u>\$11,561</u>

* Dollars in thousands, except in Salary Range.

9600 Debt Service General Obligation Bonds and Commercial Paper - Continued

General Obligation Bond Expenditures

Clean Water, Clean Air, Safe Neighborhood Parks, and Coastal Protection (2002):			
Chapter 875, Statutes of 2001:			
Bonds: Interest	\$7,969	\$18,621	\$43,719
Redemption	2,105	2,965	8,053
Commercial Paper: Expenses	250	344	350
Interest	225	2,665	3,345
Total	<u>\$10,549</u>	<u>\$24,595</u>	<u>\$55,467</u>
Community Parklands (1986):			
Chapter 5, Statutes of 1986:			
Bonds: Interest	\$2,400	\$2,089	\$1,776
Redemption	4,735	4,735	4,735
Total	<u>\$7,135</u>	<u>\$6,824</u>	<u>\$6,511</u>
Fish and Wildlife Habitat Enhancement (1984):			
Chapter 6, Statutes of 1984:			
Bonds: Interest	\$1,584	\$1,292	\$1,109
Redemption	3,985	2,965	2,470
Total	<u>\$5,569</u>	<u>\$4,257</u>	<u>\$3,579</u>
Lake Tahoe Acquisitions (1982):			
Chapter 305, Statutes of 1982:			
Bonds: Interest	\$1,511	\$1,220	\$985
Redemption	4,405	3,705	2,705
Total	<u>\$5,916</u>	<u>\$4,925</u>	<u>\$3,690</u>
Safe, Clean, Reliable Water (1996):			
Chapter 135, Statutes of 1996:			
Bonds: Interest	\$26,191	\$30,012	\$38,816
Redemption	14,745	15,290	29,141
Commercial Paper: Expenses	250	133	140
Interest	225	1,032	1,338
Total	<u>\$41,411</u>	<u>\$46,467</u>	<u>\$69,435</u>
Safe Neighborhood Parks (2000)			
Chapter 461, Statutes of 1999:			
Bonds: Interest	\$42,408	\$54,657	\$67,014
Redemption	15,675	32,610	38,330
Commercial Paper: Expenses	250	198	6
Interest	225	1,532	59
Total	<u>\$58,558</u>	<u>\$88,997</u>	<u>\$105,409</u>
State, Urban and Coastal Park (1976):			
Chapter 259, Statutes of 1976:			
Bonds: Interest	\$700	\$626	\$563
Redemption	1,190	1,190	940
Total	<u>\$1,890</u>	<u>\$1,816</u>	<u>\$1,503</u>
Water Conservation (1988):			
Chapter 46, Statutes of 1988:			
Bonds: Interest	\$1,947	\$1,592	\$7,704
Redemption	1,515	1,415	4,270
Commercial Paper: Expenses	250	1	--
Interest	225	4	--
Total	<u>\$3,937</u>	<u>\$3,012</u>	<u>\$11,974</u>
Water Conservation and Water Quality (1986):			
Chapter 6, Statutes of 1986:			
Bonds: Interest	\$3,808	\$3,520	\$3,228
Redemption	4,565	4,565	4,565
Total	<u>\$8,373</u>	<u>\$8,085</u>	<u>\$7,793</u>
Water Security (2002):			
Water Code Sec. 79500 et seq.:			
Bonds: Interest	\$19,612	\$23,958	\$37,795
Redemption	6,155	5,300	8,005
Commercial Paper: Expenses	250	275	220
Interest	225	2,123	2,105
Total	<u>\$26,242</u>	<u>\$31,656</u>	<u>\$48,125</u>
Less loan repayment to General Fund	-24,038	-24,740	-24,343
Totals, Natural Resources (3882)	\$310,468	\$403,941	\$454,720
ENVIRONMENTAL PROTECTION			
Clean Water and Water Conservation (1978):			
Chapter 1160, Statutes of 1977:			
Bonds: Interest	\$1,714	\$1,179	\$928
Redemption	7,090	4,475	1,975
Total	<u>\$8,804</u>	<u>\$5,654</u>	<u>\$2,903</u>

* Dollars in thousands, except in Salary Range.

9600 Debt Service General Obligation Bonds and Commercial Paper - Continued

General Obligation Bond Expenditures

Clean Water and Water Reclamation (1988):			
Chapter 47, Statutes of 1988:			
Bonds: Interest	\$2,476	\$2,358	\$2,227
Redemption	2,085	2,085	2,220
Total	<u>\$4,561</u>	<u>\$4,443</u>	<u>\$4,447</u>
Hazardous Substance Cleanup (1984):			
(Reimbursed from Superfund Bond Trust Fund)			
Chapter 376, Statutes of 1984:			
Bonds: Interest	(236)	(67)	(67)
Redemption	<u>(2,500)</u>	<u>(2,500)</u>	<u>(2,500)</u>
Total	<u>(\$5,675)</u>	<u>(\$5,506)</u>	<u>(\$5,506)</u>
Totals, Environmental Protection (3996)	\$13,365	\$10,097	\$7,350
HEALTH AND HUMAN SERVICES			
Senior Center (1984):			
Chapter 575, Statutes of 1984:			
Bonds: Interest	\$325	\$148	--
Redemption	<u>2,500</u>	<u>2,500</u>	<u>--</u>
Total	<u>\$2,825</u>	<u>\$2,648</u>	<u>--</u>
Children's Hospital Bond Act (2004)			
Health and Safety Code Sec. 1179.10 et seq.:			
Bonds: Interest	--	--	\$14,013
Redemption	--	--	2,476
Commercial Paper: Expenses	--	\$199	205
Interest	--	<u>1,542</u>	<u>1,959</u>
Total	<u>--</u>	<u>\$1,741</u>	<u>\$18,653</u>
Totals, Health and Human Services (5206)	\$2,825	\$4,389	\$18,653
YOUTH AND ADULT CORRECTIONAL			
County Correctional Facilities Capital Expenditures (1986):			
Chapter 12, Statutes of 1986:			
Bonds: Interest	\$12,371	\$10,841	\$9,303
Redemption	<u>23,250</u>	<u>23,250</u>	<u>23,250</u>
Total	<u>\$35,621</u>	<u>\$34,091</u>	<u>\$32,553</u>
County Correctional Facilities Capital Expenditures and Youth Facilities (1988):			
Chapter 264, Statutes of 1988:			
Bonds: Interest	\$16,255	\$15,335	\$13,971
Redemption	<u>22,080</u>	<u>20,850</u>	<u>21,840</u>
Total	<u>\$38,335</u>	<u>\$36,185</u>	<u>\$35,811</u>
County Jail Capital Expenditure (1982):			
Chapter 34, Statutes of 1982:			
Bonds: Interest	\$2,972	\$2,143	\$1,484
Redemption	<u>12,750</u>	<u>9,000</u>	<u>9,000</u>
Total	<u>\$15,722</u>	<u>\$11,143</u>	<u>\$10,484</u>
County Jail Capital Expenditure (1984):			
Chapter 4, Statutes of 1984:			
Bonds: Interest	\$2,595	\$1,738	\$1,118
Redemption	<u>12,500</u>	<u>8,750</u>	<u>8,750</u>
Total	<u>\$15,095</u>	<u>\$10,488</u>	<u>\$9,868</u>
New Prison Construction (1982):			
Chapter 273, Statutes of 1981:			
Bonds: Interest	\$1,882	\$488	--
Redemption	<u>19,750</u>	<u>9,750</u>	<u>--</u>
Total	<u>\$21,632</u>	<u>\$10,238</u>	<u>--</u>
New Prison Construction (1984):			
Chapter 4, Statutes of 1984:			
Bonds: Interest	\$1,275	\$375	--
Redemption	<u>15,000</u>	<u>7,500</u>	<u>--</u>
Total	<u>\$16,275</u>	<u>\$7,875</u>	<u>--</u>
New Prison Construction (1986):			
Chapter 409, Statutes of 1986:			
Bonds: Interest	\$9,914	\$8,326	\$6,684
Redemption	<u>23,815</u>	<u>23,530</u>	<u>23,530</u>
Total	<u>\$33,729</u>	<u>\$31,856</u>	<u>\$30,214</u>

* Dollars in thousands, except in Salary Range.

9600 Debt Service General Obligation Bonds and Commercial Paper - Continued

General Obligation Bond Expenditures

New Prison Construction (1988):			
Chapter 43, Statutes of 1988:			
Bonds: Interest	\$23,398	\$21,226	\$18,828
Redemption	39,280	39,730	40,281
Commercial Paper: Expenses	250	3	--
Interest	225	22	2
Total	<u>\$63,153</u>	<u>\$60,981</u>	<u>\$59,111</u>
New Prison Construction (1990):			
Chapter 16, Statutes of 1990:			
Bonds: Interest	\$13,006	\$11,977	\$10,756
Redemption	22,375	20,850	22,139
Commercial Paper: Expenses	250	2	--
Interest	225	12	--
Total	<u>\$35,856</u>	<u>\$32,841</u>	<u>\$32,895</u>
Totals, Youth & Adult Correctional (5996)	\$275,418	\$235,698	\$210,936
EDUCATION -- K-12			
California Library Construction and Renovation (1988):			
Chapter 49, Statutes of 1988:			
Bonds: Interest	\$2,516	\$2,322	\$2,138
Redemption	3,820	3,015	2,740
Total	<u>\$6,336</u>	<u>\$5,337</u>	<u>\$4,878</u>
California Library Construction and Renovation (2000):			
Chapter 726, Statutes of 1999:			
Bonds: Interest	-\$172	\$1,258	\$3,365
Redemption	20	12,175	12,789
Commercial Paper: Expenses	250	35	35
Interest	225	272	335
Total	<u>\$323</u>	<u>\$13,740</u>	<u>\$16,524</u>
Class Size Reduction (1998):			
Chapter 407, Statutes of 1998:			
Bonds: Interest	\$317,357	\$304,250	\$301,188
Redemption	199,790	211,075	232,309
Commercial Paper: Expenses	250	2	10
Interest	225	18	96
Total	<u>\$517,622</u>	<u>\$515,345</u>	<u>\$533,603</u>
Kindergarten-University Public Education Facilities (2002):			
Chapter 33, Statutes of 2002:			
Bonds: Interest	\$345,118	\$437,428	\$512,916
Redemption	48,520	68,125	97,244
Variable Rate Bond Expenses	8,283	--	--
Commercial Paper: Expenses	250	1,240	1,337
Interest	225	9,589	12,792
Total	<u>\$402,396</u>	<u>\$516,382</u>	<u>\$624,289</u>
Kindergarten-University Public Education Facilities (2004):			
Chapter 33, Statutes of 2002:			
Bonds: Interest	\$4,000	\$33,093	\$147,505
Redemption	--	885	35,162
Variable Rate Bond Expenses	656	--	--
Commercial Paper: Expenses	250	1,741	2,210
Interest	225	13,465	21,144
Total	<u>\$5,131</u>	<u>\$49,184</u>	<u>\$206,021</u>
Public Education Facilities (1996):			
Chapter 1, Statutes of 1996:			
Bonds: Interest	\$80,815	\$81,301	\$79,436
Redemption	70,070	70,255	71,273
Commercial Paper: Expenses	250	8	7
Interest	225	66	68
Total	<u>\$151,360</u>	<u>\$151,630</u>	<u>\$150,784</u>
School Building and Earthquake (1974):			
Chapter 1, Statutes of 1996 (repealed and reenacted as Chapter 552, Statutes of 1995):			
Bonds: Interest	\$1,590	\$1,495	\$1,405
Redemption	1,335	1,335	1,335
Total	<u>\$2,925</u>	<u>\$2,830</u>	<u>\$2,740</u>

* Dollars in thousands, except in Salary Range.

9600 Debt Service General Obligation Bonds and Commercial Paper - Continued

General Obligation Bond Expenditures

School Facilities (June 1988):			
Chapter 25, Statutes of 1988:			
Bonds: Interest	\$22,189	\$19,513	\$16,802
Redemption	40,195	40,195	40,195
Total	<u>\$62,384</u>	<u>\$59,708</u>	<u>\$56,997</u>
School Facilities (November 1990):			
Chapter 578, Statutes of 1990:			
Bonds: Interest	\$26,221	\$24,691	\$22,900
Redemption	29,910	29,930	29,950
Commercial Paper: Expenses	250	--	--
Interest	225	--	--
Total	<u>\$56,606</u>	<u>\$54,621</u>	<u>\$52,850</u>
School Facilities (June 1992):			
Chapter 12, Statutes of 1992:			
Bonds: Interest	\$58,731	\$55,956	\$54,173
Redemption	58,710	51,915	52,141
Commercial Paper: Expenses	250	5	3
Interest	225	43	26
Total	<u>\$117,916</u>	<u>\$107,919</u>	<u>\$106,343</u>
State School Building Lease-Purchase (1982):			
Chapter 410, Statutes of 1982:			
Bonds: Interest	\$836	\$164	--
Redemption	9,000	5,250	--
Total	<u>\$9,836</u>	<u>\$5,414</u>	<u>--</u>
State School Building Lease-Purchase (1984):			
Chapter 375, Statutes of 1984:			
Bonds: Interest	\$5,997	\$4,429	\$2,899
Redemption	22,500	22,500	17,500
Total	<u>\$28,497</u>	<u>\$26,929</u>	<u>\$20,399</u>
State School Building Lease-Purchase (1986):			
Chapter 423, Statutes of 1986:			
Bonds: Interest	\$16,900	\$14,185	\$11,389
Redemption	40,000	40,000	40,000
Total	<u>\$56,900</u>	<u>\$54,185</u>	<u>\$51,389</u>
1988 School Facilities (November):			
Chapter 42, Statutes of 1988:			
Bonds: Interest	\$24,799	\$22,337	\$19,869
Redemption	38,155	38,150	39,484
Commercial Paper: Expenses	250	1	--
Interest	225	5	2
Total	<u>\$63,429</u>	<u>\$60,493</u>	<u>\$59,355</u>
1990 School Facilities (June):			
Chapter 24, Statutes of 1990:			
Bonds: Interest	\$24,915	\$23,016	\$20,920
Redemption	33,690	33,700	34,168
Commercial Paper: Expenses	250	1	--
Interest	225	8	4
Total	<u>\$59,080</u>	<u>\$56,725</u>	<u>\$55,092</u>
1992 School Facilities (November):			
Chapter 117, Statutes of 1992:			
Bonds: Interest	\$31,328	\$26,233	\$25,302
Redemption	35,204	24,705	24,797
Commercial Paper: Expenses	250	2	--
Interest	225	17	3
Total	<u>\$67,007</u>	<u>\$50,957</u>	<u>\$50,102</u>
Less loan repayment to General Fund	-39	--	--
Totals, Education -- K-12 (6396)	<u>\$1,607,709</u>	<u>\$1,731,399</u>	<u>\$1,991,366</u>
HIGHER EDUCATION			
Class Size Reduction (1998):			
Chapter 407, Statutes of 1998:			
Bonds: Interest	\$100,780	\$111,027	\$114,099
Redemption	31,075	32,775	42,098
Commercial Paper: Expenses	250	43	23
Interest	225	336	222
Total	<u>\$132,330</u>	<u>\$144,181</u>	<u>\$156,442</u>

* Dollars in thousands, except in Salary Range.

9600 Debt Service General Obligation Bonds and Commercial Paper - Continued

General Obligation Bond Expenditures

Higher Education Facilities (1986):			
Chapter 424, Statutes of 1986:			
Bonds: Interest	\$7,754	\$6,354	\$4,912
Redemption	20,000	20,000	20,000
Total	<u>\$27,754</u>	<u>\$26,354</u>	<u>\$24,912</u>
Higher Education Facilities (1988):			
Chapter 44, Statutes of 1988:			
Bonds: Interest	\$17,584	\$15,719	\$13,836
Redemption	28,500	28,530	28,805
Total	<u>\$46,084</u>	<u>\$44,249</u>	<u>\$42,641</u>
Higher Education Facilities (June 1990):			
Chapter 6, Statutes of 1990:			
Bonds: Interest	\$14,143	\$12,895	\$11,649
Redemption	21,245	20,285	19,690
Commercial Paper: Expenses	250	--	--
Interest	225	--	--
Total	<u>\$35,863</u>	<u>\$33,180</u>	<u>\$31,339</u>
Higher Education Facilities (June 1992):			
Chapter 13, Statutes of 1992:			
Bonds: Interest	\$31,707	\$30,935	\$29,660
Redemption	30,850	26,180	32,820
Commercial Paper: Expenses	250	--	--
Interest	225	--	--
Total	<u>\$63,032</u>	<u>\$57,115</u>	<u>\$62,480</u>
Kindergarten-University Public Education Facilities (2002):			
Chapter 33, Statutes of 2002:			
Bonds: Interest	\$1,090	\$18,028	\$44,058
Redemption	2,495	8,160	13,374
Commercial Paper: Expenses	250	387	239
Interest	225	2,990	2,289
Total	<u>\$4,060</u>	<u>\$29,565</u>	<u>\$59,960</u>
Kindergarten-University Public Education Facilities (2004):			
Chapter 33, Statutes of 2002:			
Bonds: Interest	-\$364	\$382	\$16,104
Redemption	0	265	3,043
Commercial Paper: Expenses	250	225	221
Interest	225	1,739	2,119
Total	<u>\$111</u>	<u>\$2,611</u>	<u>\$21,487</u>
Public Education Facilities (1996):			
Chapter 1, Statutes of 1996:			
Bonds: Interest	\$41,373	\$38,935	\$39,305
Redemption	33,860	33,980	35,039
Commercial Paper: Expenses	250	1	--
Interest	225	5	--
Total	<u>\$75,708</u>	<u>\$72,921</u>	<u>\$74,344</u>
Totals, Higher Education	\$384,942	\$410,176	\$473,605
Community Colleges (6874)	\$128,592	\$138,870	\$163,298
Other Higher Education (7996)	\$256,350	\$271,306	\$310,307
GENERAL GOVERNMENT			
Earthquake Safety and Public Building Rehabilitation (1990):			
Chapter 23, Statutes of 1990:			
Bonds: Interest	\$9,824	\$10,858	\$11,265
Redemption	10,875	11,050	11,727
Commercial Paper: Expenses	250	15	7
Interest	225	117	68
Total	<u>\$21,174</u>	<u>\$22,040</u>	<u>\$23,067</u>
Veterans' Home Bond Act (2000):			
Chapter 728, Statutes of 1999:			
Bonds: Interest	-\$420	\$154	\$697
Redemption	--	--	105
Commercial Paper: Expenses	250	8	2
Interest	225	65	21
Total	<u>\$475</u>	<u>\$227</u>	<u>\$825</u>
Totals, General Government (8998)	\$21,649	\$22,267	\$23,892
TOTALS, EXPENDITURES	<u>\$2,983,589</u>	<u>\$3,170,480</u>	<u>\$3,554,283</u>

* Dollars in thousands, except in Salary Range.

9600 Debt Service General Obligation Bonds and Commercial Paper - Continued

DETAIL OF APPROPRIATIONS AND ADJUSTMENTS (Reconciliation with Appropriations)

1 STATE OPERATIONS	2004-05*	2005-06*	2006-07*
0001 General Fund			
APPROPRIATIONS			
Bond Interest and Redemption (G.O. Bonds)	\$2,983,589	\$3,170,480	\$3,554,283
Less Amounts Shown In Agency Totals	<u>-2,983,589</u>	<u>-3,170,480</u>	<u>-3,554,283</u>
TOTALS, EXPENDITURES	<u>\$-</u>	<u>\$-</u>	<u>\$-</u>
TOTALS, EXPENDITURES, ALL FUNDS (State Operations)	\$-	\$-	\$-

9610 Lease-Revenue Notes and Bonds

This budget is limited to those long-term lease arrangements, generally resulting in a capital acquisition or improvement, for which a bond or note has been issued as the underlying source of funds. This budget reflects expenditures for the appropriations necessary for the lease payments that are contained in the support budgets of the affected departments or agencies and may vary from this display because of reappropriations from prior years savings or reimbursements from bond surplus accounts. This display is intended to meet the needs of the financial community for summary information relating to lease-revenue debt. The proposed sales detailed in this budget are anticipated by the Department of Finance and the State Treasurer's Office.

* Dollars in thousands, except in Salary Range.

9610 Lease-Revenue Notes and Bonds - Continued

Summary of Lease Revenue Bond Sales and Payments

	Original Amount Sold	Proposed Bond Sales			
		After December 31, 2005		Lease Payments	
		2005-06*	2006-07*	2005-06*	2006-07*
JUDICIAL BRANCH (0250)					
Base Rental/Debt Service Costs:					
Riverside Court of Appeal 4th Appellate District Facility	\$13,470	-	-	\$989	\$984
Proposed Sales:					
Court of Appeal 5th Appellate District Facility	-	-	\$22,660	-	-
Subtotal, Base Rental/Debt Service Costs:	\$13,470	-	\$22,660	\$989	\$984
Variable Costs (Administration and Insurance)	-	-	-	22	12
Reimbursements	-	-	-	-23	-13
Total, Department of Judiciary	\$13,470	-	\$22,660	\$988	\$983
OFFICE OF EMERGENCY SERVICES (0690)					
Proposed Sales:					
Los Angeles Crime Laboratory	-	-	\$92,965	-	-
Variable Costs (Administration and Insurance)	-	-	-	-	30
Total, Department of Justice	-	-	\$92,965	-	\$30
DEPARTMENT OF JUSTICE (0820)					
Base Rental/Debt Service Costs:					
Replacement Laboratories--2000 Series D	\$27,480	-	-	\$2,185	\$2,181
Proposed Sales:					
Various Replacement Laboratories	-	\$20,415	-	-	1,595
Subtotal, Base Rental/Debt Service Costs:	\$27,480	\$20,415	-	\$2,185	\$3,776
Variable Costs (Administration and Insurance)	-	-	-	22	31
Reimbursements	-	-	-	-	-12
Total, Department of Justice	\$27,480	\$20,415	-	\$2,207	\$3,795
SECRETARY OF STATE (0890)					
Base Rental/Debt Service Costs:					
Archives Building Complex	\$140,830 ^a	-	-	\$12,333	\$12,316
Variable Costs (Administration and Insurance)	-	-	-	95	94
Reimbursements	-	-	-	-66	-
Total, Secretary of State	\$140,830	-	-	\$12,362	\$12,410
CALIFORNIA SCIENCE CENTER (1100)					
Base Rental/Debt Service Costs:					
California Science Center	\$37,770	-	-	\$2,683	\$2,680
Variable Costs (Administration and Insurance)	-	-	-	45	47
Reimbursements	-	-	-	-1	-
Total, California Science Center	\$37,770	-	-	\$2,727	\$2,727
FRANCHISE TAX BOARD (1730)					
Base Rental/Debt Service Costs:					
Franchise Tax Board Building -- 1997 Series A	\$36,870	-	-	\$4,101	\$4,084
Franchise Tax Board, Phase II	37,745	-	-	3,076	3,069
Subtotal, Base Rental/Debt Service	\$74,615	-	-	\$7,177	\$7,153
Variable Costs (Administration and Insurance)	-	-	-	90	89
Reimbursements	-	-	-	-53	-41
Total, Franchise Tax Board	\$74,615	-	-	\$7,214	\$7,201

* Dollars in thousands, except in Salary Range.

9610 Lease-Revenue Notes and Bonds - Continued

Summary of Lease Revenue Bond Sales and Payments

	Original Amount Sold	Proposed Bond Sales		Lease Payments	
		After December 31, 2005		2005-06*	2006-07*
		2005-06*	2006-07*	2005-06*	2006-07*
DEPARTMENT OF GENERAL SERVICES (1760)					
Base Rental/Debt Service Costs :					
Los Angeles State Building (Ronald Reagan Building)	\$187,130	-	-	\$17,971	\$17,973
Los Angeles State Building (Junipero Serra Building)	59,045	-	-	4,768	4,763
Capitol Area Development Authority	7,245	-	-	667	664
Department of Justice Building	65,670	-	-	4,897	4,892
Oakland State Office (Elihu M. Harris Building)	157,820	-	-	11,465	11,468
Riverside State Office Building--1994 Series A-B	29,115	-	-	2,050	2,072
Site 7 Parking Facilities	- ^a	-	-	1,086	1,081
San Francisco Civic Center State Office Building	340,555	-	-	25,576	25,577
Capitol Area East End Garage	12,160	-	-	968	967
San Diego State Office Building (Mission Valley)	41,455	-	-	2,860	2,862
Teale Data Center	49,450	-	-	3,469	3,471
Capitol Area East End	455,165	-	-	32,483	32,422
Cal EPA Building	196,615	-	-	14,264	14,260
Butterfield Warehouse/Physical Plant	34,460	-	-	2,484	2,484
Food and Agriculture HQ Building Renovation	20,585	-	-	383	1,340
Butterfield State Office Building Complex	218,380	-	-	1,848	16,030
Proposed Sales:					
Caltrans San Diego Office Building	-	73,470	-	-	5,748
Subtotal, Base Rental/Debt Service Costs:	\$1,874,850	\$73,470	-	\$127,239	\$148,074
Variable Costs (Administration and Insurance)	-	-	-	1,372	1,593
Reimbursements	-	-	-	-73	-18
Total, Department of General Service	\$1,874,850	\$73,470	-	\$128,538	\$149,649
DEPARTMENT OF TRANSPORTATION (2660)					
Base Rental/Debt Service Costs:					
East Bay Building--1991 Series A-B	\$175,823 ^b	-	-	\$10,011	\$9,637
Caltrans Office Building, San Bernardino	63,755	-	-	4,859	4,858
Subtotal, Base Rental/Debt Service	\$239,578	-	-	\$14,870	\$14,495
Variable Costs (Administration and Insurance)	-	-	-	225	242
Total, Department of Transportation	\$239,578	-	-	\$15,095	\$14,737
DEPARTMENT OF THE CALIFORNIA HIGHWAY PATROL (2720)					
Base Rental/Debt Service Costs:					
Acquisition of E. Los Angeles and Banning Offices	\$11,805	-	-	\$938	\$937
Variable Costs (Administration and Insurance)	-	-	-	13	13
Reimbursements	-	-	-	-3	-1
Total, California Highway Patrol	\$11,805	-	-	\$948	\$949
DEPARTMENT OF FORESTRY AND FIRE PROTECTION (3540)					
Base Rental/Debt Service Costs:					
Telecommunications Towers	\$11,220	-	-	\$910	\$915
Various Forestry Projects--2004 Series G	-	-	-	754	775
Ahwahnee Forest Fire Station	2,080	-	-	-	-
Squaw Valley Forest Fire Station	2,020	-	-	-	-
Hesperia Forest Fire Station	2,030	-	-	-	-
Lassen-Modoc Ranger Unit HQ	1,775	-	-	-	-
Hammond Forest Fire Station	2,645	-	-	-	-
Proposed Sales:					
Various Forestry Projects	-	\$22,910	\$62,225	-	1,789
Subtotal, Base Rental/Debt Service	\$21,770	-	\$62,225	\$1,664	\$3,479
Variable Costs (Administration and Insurance)	-	-	-	35	59
Total, Department of Forestry and Fire Protection	\$21,770	\$22,910	\$62,225	\$1,699	\$3,538

* Dollars in thousands, except in Salary Range.

9610 Lease-Revenue Notes and Bonds - Continued

Summary of Lease Revenue Bond Sales and Payments

	Original Amount Sold	Proposed Bond Sales		Lease Payments	
		After December 31, 2005		2005-06*	2006-07*
		2005-06*	2006-07*		
DEPARTMENT OF HEALTH SERVICES (4260)					
Base Rental/Debt Services Costs:					
Richmond Laboratory Building Phase I and II	\$179,140	-	-	\$13,774	\$13,773
Richmond Laboratory Building Phase III	51,900	-	-	978	3,585
Subtotal, Base Rental/Debt Service	\$231,040	-	-	\$14,752	\$17,358
Variable Costs (Administration and Insurance)	-	-	-	141	177
Total, Department of Health Services	\$231,040	-	-	\$14,893	\$17,535
DEPT. OF DEVELOPMENTAL SERVICES (4300)					
Proposed Sales:					
Various Porterville Projects	-	-	\$64,140	-	-
Total, Department of Developmental Services	-	-	64,140	-	-
DEPARTMENT OF MENTAL HEALTH (4440)					
Base Rental/Debt Services Costs :					
Atascadero State Hospital	\$37,270	-	-	\$2,558	\$2,558
Patton State Hospital	7,580	-	-	542	543
Coalinga State Hospital	474,085	-	-	26,926	35,217
Proposed Sales:					
Various Mental Health Projects	-	-	\$26,650	-	-
Subtotal, Base Rental/Debt Service	\$518,935	-	-	\$30,026	\$38,318
Variable Costs (Administration and Insurance)	-	-	-	359	370
Total, Department of Mental Health	\$518,935	-	\$26,650	\$30,385	\$38,688
DEPARTMENT OF CORRECTIONS AND REHABILITATION (5225)					
Base Rental/Debt Service Costs:					
Central Valley Women's Facility, Madera -- 1990 Series A	\$163,480	-	-	\$15,295	\$15,010
State Prison--Imperial County --1991 Series A	521,659 ^b	-	-	37,983	37,704
Various Corrections Projects--1993 Series A					
California State Prison, Amador	163,090	-	-	15,690	-
California State Prison, Corcoran	345,080	-	-	33,604	-
Fresno County, Coalinga--1993 Series B	260,000	-	-	16,246	16,245
Del Norte Refunding--1993 Series C	214,355	-	-	27,551	27,507
Lassen County, Susanville--1993 Series D	318,295	-	-	23,311	23,311
Madera II--1993 Series E	192,715	-	-	14,589	14,593
Monterey County, Soledad II--1994 Series A	305,535 ^b	-	-	23,926	23,930
Corcoran II--1996 Series A	455,400	-	-	34,915	34,913
Various Emergency Bed Projects--1998 Series A					
Kings	1,490	-	-	115	112
Ironwood	1,200	-	-	90	92
North Kern	8,100	-	-	619	615
Pleasant Valley	1,110	-	-	86	84
RJ Donovan	5,380	-	-	409	409
Soledad	12,270	-	-	933	936
Vacaville	25,740	-	-	1,962	1,960
Wasco	17,855	-	-	1,360	1,358
Avenal	27,050	-	-	2,060	2,061
Chino	15,185	-	-	1,156	1,154
Various Prison Projects--2000 Series A					
Central Health Infirmary, Pelican Bay	2,950	-	-	240	240
Central Health Infirmary, Wasco State Prison	2,805	-	-	229	229
Correctional Treatment Center, Lancaster	9,720	-	-	228	228
Correctional Treatment Center, Represa	2,220	-	-	178	179
Dormitory/Administration Building, Chino	6,305	-	-	513	511
R.J. Donovan - Central Health Infirmary	3,000	-	-	242	242
Wastewater Treatment Plant: Sierra Conservation Center	2,795	-	-	788	786

* Dollars in thousands, except in Salary Range.

9610 Lease-Revenue Notes and Bonds - Continued

Summary of Lease Revenue Bond Sales and Payments

	Original Amount Sold	Proposed Bond Sales		Lease Payments	
		After December 31, 2005		2005-06*	2006-07*
		2005-06*	2006-07*		
Various Ad Seg Housing Projects--2002 Series A					6,793
Calipatria	9,730	-	-	684	681
Centinela	11,510	-	-	808	809
Coalinga	9,395	-	-	659	657
Corcoran	9,305	-	-	650	653
Corcoran II	9,305	-	-	650	653
Lancaster	9,325	-	-	656	654
Pelican Bay	9,680	-	-	682	679
Sacramento	9,620	-	-	674	677
Soledad II	9,235	-	-	648	650
Susanville	9,695	-	-	683	680
Kern County, Delano II--2003 Series C	390,460			29,808	29,806
Various Corrections Projects--2005 Series G					
Susanville: Replace Antelope Dorms Phase I	2,280	-	-	49	179
Vacaville: Unit V Modular House Replacement	6,095	-	-	49	169
Vacaville: Ambulatory Care Clinic	2,600	-	-	116	405
SLO: D-Quad Mental Health Svcs Bldg.	2,620	-	-	44	155
RJ Donovan: Substance Abuse Pgm Modular Replcmnt	2,325	-	-	-	150
Former Youth Authority Various Projects--2000 Series B					
El Paso De Robles School: Infirmary	2,970			241	241
Preston School of Industry: Boiler Plant and Equipment	2,260			185	186
Fred C. Nelles School: Maintenance Bldg.	2,785			228	228
Heman G. Stark School: Auto Body/Paint Shop	770			64	63
Former Youth Authority Various Projects--2001 Series B					
Ventura Youth Correctional Visitors Entrance	2,745			238	234
Southern Youth Correctional Reception Center	1,385			117	120
Former Youth Authority Various Projects--2002 Series B					
Heman G. Stark Complex: Correctional Treatment Ctr	2,940			197	195
Dewitt Nelson Complex: Visitor's Entrance and Hall	2,525			170	168
Proposed Sales:					
Various DCR Projects	-	-	\$49,390	-	1,466
Subtotal, Base Rental/Debt Service Costs:	\$3,606,344	-	\$49,390	\$292,618	\$251,760
Variable Costs (Administration and Insurance)	-	-	-	2,728	2,873
Reimbursements	-	-	-	-6,628	-2,034
Total, Department of Corrections and Rehabilitation	\$3,606,344	-	\$49,390	\$288,718	\$252,599
DEPARTMENT OF EDUCATION (6110)					
Proposed Sales:					
CSD-Fremont, Pupil Personnel Services	-	-	\$3,835	-	\$115
CSD-Riverside, Multipurpose Activity Center	-	-	7,445	-	-
Subtotal, Base Rental/Debt Service Costs:	-	-	11,280	-	115
Variable Costs (Administration and Insurance)	-	-	-	-	3
Total, Department of Education	-	-	\$11,280	-	118
STATE LIBRARY (6120)					
Base Rental/Debt Service Costs:					
Library and Courts Annex Building	\$33,055	-	-	\$2,445	\$2,446
Variable Costs (Administration and Insurance)	-	-	-	43	42
Reimbursements	-	-	-	-42	-34
Total, State Library	\$33,055	-	-	\$2,446	\$2,454

* Dollars in thousands, except in Salary Range.

9610 Lease-Revenue Notes and Bonds - Continued

Summary of Lease Revenue Bond Sales and Payments

	Original Amount Sold	Proposed Bond Sales			
		After December 31, 2005		Lease Payments	
		2005-06*	2006-07*	2005-06*	2006-07*
UNIVERSITY OF CALIFORNIA (6440)					
Base Rental/Debt Service Costs:					
High Technology Bond of 1986					
San Diego Engineering Laboratory	\$48,905	-	-	\$623	-
Irvine Engineering Building	6,325	-	-	4,939	-
High Technology Bond of 1987					
Santa Barbara Engineering Facility	17,390	-	-	1,618	1,615
High Technology Bond of 1988					
Berkeley Life Sciences Facility	48,020	-	-	4,435	4,420
Various UC Projects of 1990--Series A					
Berkeley Genetics	28,756 ^b	-	-	1,803	\$1,803
Davis Meyer Hall (Food and Ag)	66,665 ^b	-	-	4,178	4,179
Davis Shields Library	32,199 ^b	-	-	2,017	2,017
Irvine Biological Sciences 2	63,587 ^b	-	-	4,146	4,147
Irvine Physical Sciences 2	42,446 ^b	-	-	2,659	2,660
Irvine MK Cancer Center Module	14,257 ^b	-	-	965	966
L.A. SEAS Expands and Hazard Gas	76,548 ^b	-	-	5,191	5,191
San Diego Grad School of International Relations	11,786 ^b	-	-	737	737
San Diego Sea Water System, Scripps	6,318 ^b	-	-	396	396
Santa Barbara Bio Tech Sea Water Lab	11,016 ^b	-	-	690	690
Santa Cruz Natural Science, Unit 3	31,389 ^b	-	-	1,969	1,969
Various UC Projects of 1992--Series A					
UCB Doe and Moffitt Library Addition	53,000	-	-	4,032	4,027
UCB Life Sciences Building Renovation	56,485	-	-	4,237	4,232
UCD Med Center Intensive Care Unit	2,840	-	-	206	207
UCD Med Center Operating Room	6,225	-	-	463	463
UCD Engineering Unit 2	37,600	-	-	2,775	2,795
UCI Med Center Psych Inpatient Facility	19,045	-	-	1,390	1,387
UCI Science Library	35,410	-	-	2,613	2,626
UCI Engineering Unit 2	34,145	-	-	2,564	2,558
UCLA Powell Library Interim Staging	2,335	-	-	167	169
UCSD Med Center Inpatient Tower	41,530	-	-	3,035	3,034
UCSD Central Library Addition	35,220	-	-	2,570	2,564
UCSD Visual Arts Facility	11,225	-	-	820	818
UCSB Physical Sciences Building	32,565	-	-	2,409	2,401
UCSC Earth/Marine Sciences Building	37,635	-	-	2,782	2,786
Various UC Projects of 1993--Series B					
Berkeley Northwest Animal Facility	17,219	-	-	1,206	1,207
Davis Social Sci./Human Building and Equipment	27,616	-	-	1,923	1,923
Los Angeles Anderson Grad. School	29,878	-	-	2,143	2,144
Los Angeles Powell Library	38,743	-	-	2,778	2,780
Riverside Engineering Unit 1 and Equipment	43,832	-	-	2,997	2,999
San Diego Engineering Unit 2 and Equipment	25,117	-	-	1,692	1,688
Various UC Projects of 1994--Series A					
Riverside Humanities/Social Sciences	19,916	-	-	1,744	1,742
San Diego Social Sciences Building	14,090	-	-	1,238	1,234
UCSB Humanities/Social Sciences	31,834	-	-	2,788	2,789
Various UC Projects of 1994--Series B					
Irvine Social Sciences Unit 2	35,244	-	-	2,815	2,816
UCSB Bio Sci./Psych. Renovation	2,750	-	-	214	215
Riverside Humanities/Soc. Sci., Equipment	1,016	-	-	164	165
San Diego Engineering, Equipment	1,904	-	-	312	314
San Diego Social Sciences, Equipment	973	-	-	159	160
Santa Barbara Physical Sciences, Equipment	423	-	-	72	-

* Dollars in thousands, except in Salary Range.

9610 Lease-Revenue Notes and Bonds - Continued

Summary of Lease Revenue Bond Sales and Payments

	Original Amount Sold	Proposed Bond Sales After December 31, 2005		Lease Payments	
		2005-06*	2006-07*	2005-06*	2006-07*
Various UC Projects of 1997--Series C					
Berkeley Dwinelle Hall	11,247	-	-	822	823
Berkeley Doe Library	5,227	-	-	382	384
Davis Environmental Services Facility	14,098	-	-	1,044	1,045
Irvine Main Library	5,069	-	-	363	360
Irvine Humanities/Fine Arts	19,009	-	-	1,301	1,301
Irvine Central Plant Chiller	5,861	-	-	420	420
UCLA Law Library	12,989	-	-	946	949
UCLA Chemistry/Biology	13,306	-	-	966	964
Riverside Science Lab	28,671	-	-	2,036	2,034
San Diego Engineering Unit 2 and Equipment	792	-	-	143	141
San Diego Bonner Hall	6,812	-	-	491	490
San Diego MC North Annex	6,336	-	-	456	456
Santa Barbara Physical Sciences	15,207	-	-	1,124	1,123
Santa Cruz Arts Facility	13,781	-	-	995	997
UCLA Teaching Hospital Seismic Program of 2002	173,005	-	-	13,866	13,794
UC MIND Institute--2003 Series A	32,760	-	-	2,287	2,291
UC Davis Medical Center Tower II--2004 Series A	17,555	-	-	1,313	1,314
Various UC Projects of 2004--Series F					
UC San Diego, Engineering Building Unit 3B	37,460	-	-	2,146	2,607
UC Santa Barbara - Life Sciences Building	26,830	-	-	1,754	1,868
UC Santa Cruz, Engineering Building	49,955	-	-	3,472	3,473
UC San Francisco, Fresno Medical Center	23,495	-	-	1,634	1,633
Various UC Projects of 2005--Series C					
UC Irvine, Cal(IT) ²	24,915	-	-	1,745	1,748
UC San Diego, Cal(IT) ²	58,820	-	-	2,258	4,123
UC San Francisco, QB3 at Mission Bay	45,435	-	-	3,187	3,185
Various UC Projects of 2005--Series D					
UC Davis, Veterinary Medicine 3A	78,365	-	-	-	2,205
UC Merced, Classroom and Office Building	29,680	-	-	943	2,137
UC Merced, Library/Information Technology Center	57,465	-	-	2,286	4,134
UC Merced, Science and Engineering Building	77,190	-	-	1,534	5,557
UC Merced, Site Development and Infrastructure	61,455	-	-	2,201	4,424
UC Riverside, Engineering Building Unit 2	29,030	-	-	1,190	2,091
UC Riverside, Heckmann International Center	9,475	-	-	389	683
Various UC Projects of 2005--Series L					
UC Berkeley: Stanley QB3 Facility	24,365	-	-	-	829
UCLA: CNSI Court of Sciences Building	55,295	-	-	-	1,874
UCSB: CNSI Building	32,905	-	-	-	1,128
UCI: Natural Sciences Unit 2	43,645	-	-	909	1,516
Proposed Sales:					
UC Various Projects	-	-	\$74,080	-	-
Subtotal, Base Rental/Debt Service	\$2,348,927	-	\$74,080	\$143,277	\$157,134
Variable Costs (Admin. and Insurance)	-	-	-	1,601	2,689
Reimbursements	-	-	-	-2,516	-1,496
Total University of California	\$2,348,927	-	\$74,080	\$142,362	\$158,327
CALIFORNIA STATE UNIVERSITY (6610)					
Base Rental/Debt Service Costs:					
San Jose High Tech Engineering --1986 Series A	\$38,030	-	-	\$4,062	\$2,031
CSU Library Projects -- 1990 Series A					
Chico Library	2,362	-	-	170	169
Long Beach Library	6,143	-	-	500	500
Northridge Library	19,375	-	-	1,482	1,477
Sacramento Library	19,375	-	-	1,546	1,548

* Dollars in thousands, except in Salary Range.

9610 Lease-Revenue Notes and Bonds - Continued

Summary of Lease Revenue Bond Sales and Payments

	Original Amount Sold	Proposed Bond Sales			
		After December 31, 2005		Lease Payments	
		2005-06*	2006-07*	2005-06*	2006-07*
Various CSU Projects--1992 Series A					
Bakersfield Stiern Library	18,100	-	-	1,460	1,456
Chico/O'Connell Tech Center	9,855	-	-	795	795
Fresno Education Building	16,955	-	-	1,362	1,366
Fresno Engineering East	7,850	-	-	633	631
Fresno Farm Lab	7,855	-	-	633	632
Fullerton Classroom/Student Services	12,225	-	-	984	987
Fullerton Science Addition	26,835	-	-	2,154	2,163
Humboldt Founder's Hall Renovation	8,395	-	-	675	672
Long Beach Dance Facility	30,920	-	-	2,479	2,479
Northridge Business Admin./Education Building	28,510	-	-	2,298	2,292
Pomona Classroom/Lab/Admin Building	32,400	-	-	2,611	4,070
Pomona Lab Facility	1,712	-	-	151	147
Sacramento Classroom/Office/Lab	9,540	-	-	767	767
San Bernardino Science Building	21,860	-	-	1,765	1,763
San Francisco Art/Industry	20,645	-	-	1,658	1,660
San Marcos/San Diego North	19,250	-	-	1,547	1,552
SLO Dairy Science Building	5,430	-	-	439	437
Various CSU Projects--1993 Series A					
Hayward Art/Education Building	2,415	-	-	173	173
Long Beach Art/Science Renovation	21,044	-	-	1,542	1,541
Chico Ayers Hall	2,824	-	-	202	202
San Francisco Classroom/Faculty Building	23,049	-	-	1,650	1,653
Northridge Engineering Renovation	9,928	-	-	711	711
San Bernardino Library	17,245	-	-	1,236	1,234
Long Beach Music Building	3,079	-	-	221	220
Various CSU Projects--1994 Series A					
San Bernardino Health/P.E./Classroom Complex	28,009	-	-	2,073	2,071
San Diego Library Addition	32,779	-	-	2,426	2,428
Fullerton Library Building, Equipment	28,646	-	-	2,117	2,123
Bakersfield Music Building Addition	2,507	-	-	180	181
SLO, Performing Arts Center	20,556	-	-	1,522	1,524
Long Beach P.E. Building Addition	13,957	-	-	1,035	1,032
Various CSU Projects--1995 Series A					
Bakersfield Library Remodel	4,542	-	-	397	393
Dominguez Hills Initial Bldg. Renovation and Equipment	2,973	-	-	257	258
Northridge P.E. Addition and Renovation	14,236	-	-	1,248	1,249
Sacramento Student Service Center Remodel/Expansion	4,817	-	-	422	422
Various CSU Projects--1986 Series A					
Long Beach Engineering/Computer Sci/Math Lab/Office	16,200	-	-	1,371	-
San Luis Obispo Ag. Science	8,005	-	-	662	-
Various CSU Projects--1997 Series C					
San Jose Morris Daily Auditorium	832	-	-	60	59
SLO Upgrade HV Electric I	7,484	-	-	526	526
SLO Upgrade Utilities Heat/Water Dist	22,286	-	-	1,574	1,572
Fresno Renovation/High Voltage Distribution System	1,763	-	-	124	121
Fullerton Plan Library Seismic Safety	6,719	-	-	466	466
Hayward Science Building Renovation	12,540	-	-	886	883
Humboldt East Gym Seismic Safety	682	-	-	48	47
Humboldt Griffith Hall Seismic Safety	881	-	-	62	61
Humboldt Seimens Hall Seismic	865	-	-	61	60
Los Angeles Renovation Sewer/Water Distribution	2,362	-	-	164	165
Los Angeles Thermal Energy Storage	7,151	-	-	500	499
Los Angeles Admin Building, Seismic	3,692	-	-	259	259
Los Angeles Simpson Tower Seismic	4,557	-	-	316	319
Long Beach Macintosh Hall Seismic	1,414	-	-	99	97
Northridge Central Plant/Utility Infrastructure I and II	28,722	-	-	2,025	2,024
Pomona Environmental Design/Seismic Safety	1,131	-	-	77	81

* Dollars in thousands, except in Salary Range.

9610 Lease-Revenue Notes and Bonds - Continued

Summary of Lease Revenue Bond Sales and Payments

	Original Amount Sold	Proposed Bond Sales		Lease Payments	
		After December 31, 2005		2005-06*	2006-07*
		2005-06*	2006-07*		
San Bernardino Central Chiller and Plant	1,148	-	-	78	81
San Bernardino Library Seismic Safety	6,320	-	-	440	441
San Bernardino P.E. Seismic Safety	699	-	-	49	48
San Francisco Center Plant and Utilities	24,248	-	-	1,706	1,706
San Francisco Corporation Yard	7,733	-	-	547	546
San Francisco Seismic, Administration Building	12,074	-	-	840	843
Proposed Sales:					
CSU Various Projects		\$63,140	\$140,680	-	4,938
Subtotal, Base Rental/Debt Service	\$775,736	\$63,140	\$140,680	\$60,523	\$62,851
Variable Costs (Administration and Insurance)	-	-	-	1,812	2,006
Reimbursements	-	-	-	-522	-260
Total, California State University	\$775,736	-	140,680	\$61,813	\$64,597
CALIFORNIA COMMUNITY COLLEGES (6870)					
Base Rental/Debt Service Costs:					
Various CCC Projects--1991 Series A					
Orange Coast Biology	\$542	-	-	\$47	\$45
Napa Valley, Child Care Center	1,810	-	-	156	156
Allan Hancock Humanities	3,259	-	-	270	267
Los Angeles Mission, Instructional/Admin. Bldg.	10,259	-	-	845	845
Kern/Porterville Instructional Building	4,164	-	-	373	371
San Diego Miramar, Instructional Center	3,802	-	-	311	312
West Hills Library Addition	664	-	-	54	58
Kern/Cerro Coso Physical Education Facility	5,672	-	-	474	475
Mendocino-Lake, Outdoor Physical Education	2,957	-	-	238	241
Riverside/Norco, Permanent Building: Phase I	8,991	-	-	738	735
Riverside/Moreno, Permanent Building: Phase I	9,474	-	-	784	780
Kern/Bakersfield Science Lab	1,026	-	-	82	84
Mt. San Jacinto, West Center Permanent Facilities	5,069	-	-	419	417
Various CCC Projects--1992 Series A					
Allan Hancock Secondary Renovation	1,904	-	-	144	144
Antelope Valley Library Building	5,797	-	-	440	441
Cerritos Learning Resource Center	6,789	-	-	516	515
Chabot College, Valley Campus LRC/Offices	6,626	-	-	474	469
Chaffey Learning Resource Center Remodel/Expansion	2,113	-	-	156	156
Copper Mountain Library Learning Resource Center	1,738	-	-	114	110
Copper Mountain Student Service Center	1,679	-	-	122	123
De Anza Computer/Electronics/Telecom	16,803	-	-	1,272	1,272
East L.A. Vocational Building	3,917	-	-	297	298
El Camino Library Addition	7,770	-	-	591	593
Feather River Science Module	1,614	-	-	114	116
Glendale Remodel Classrooms	2,422	-	-	178	187
Indian Valley Welding/Machine Shop	738	-	-	52	60
Lake Tahoe Child Care Development	1,197	-	-	93	90
Los Angeles Southwest Tech. Ed. Center	6,065	-	-	558	559
Mendocino Lake Fine Arts Building	9,152	-	-	701	699
Modesto Fire Training Center	4,223	-	-	323	323
Mt. San Jacinto Business/Tech. Build.	3,842	-	-	240	237
Orange Coast Voc Tech Building	11,605	-	-	879	877
Pasadena City College Library	13,730	-	-	1,030	1,033
Peralta Merritt Conversion of Space	1,283	-	-	93	90
San Joaquin Child Care Dev. Facility	3,404	-	-	246	243
Santa Barbara Bus. Community Center	7,410	-	-	563	561
Santa Monica Technical Building	4,828	-	-	364	368
Sequoias Home Economics Classroom Building	4,641	-	-	334	333
So. Orange County CCD, Irvine Indoor P.E.	2,309	-	-	200	199
So. Orange County CCD, Irvine Outdoor P.E.	2,654	-	-	173	173
Upper Valley Permanent Facility	5,253	-	-	371	369

* Dollars in thousands, except in Salary Range.

9610 Lease-Revenue Notes and Bonds - Continued

Summary of Lease Revenue Bond Sales and Payments

	Original Amount Sold	Proposed Bond Sales After		Lease Payments	
		December 31, 2005		2005-06*	2006-07*
		2005-06*	2006-07*		
Victor Valley Indoor P.E. Gym	5,440	-	-	411	409
Yuba/Woodland Learning Resource Center	3,089	-	-	224	222
Various CCC Projects--1993 Series A					
College of the Canyons Renovation	2,405	-	-	178	178
Contra Costa/Los Medanos Music	3,666	-	-	272	272
Yosemite/Modesto Auto Addition	2,620	-	-	195	194
Yosemite/Modesto Science Building	8,674	-	-	644	643
Fremont-Newark/Ohlone Performing Arts	15,989	-	-	1,188	1,186
Ventura/Oxnard Indoor Gym	7,910	-	-	576	572
Los Rios/Placerville Facility Phase I	7,384	-	-	548	548
Mt. San Antonio Student Service Center	7,932	-	-	589	588
Various CCC Projects--1994 Series A					
Moorpark Performing Arts	8,981	-	-	749	748
Moreno Building Phase II	12,225	-	-	1,022	1,026
Norco Building Phase II	14,553	-	-	1,221	1,214
Petaluma Permanent Facility	8,482	-	-	714	710
Porterville Instructional Facility	1,497	-	-	124	124
San Francisco Library Building	19,626	-	-	1,647	1,649
Skyline Resource Center	7,817	-	-	652	654
West Los Angeles Aerospace Complex	9,979	-	-	832	833
Various CCC Projects--1994 Series B					
State Center Fresno Allied Health/Pub Svc	7,765	-	-	673	672
Rancho Santiago Business/Computer Building	16,465	-	-	1,433	1,419
Pasadena Community Skills Center	14,835	-	-	1,286	1,286
Los Rios Cosumnes River Fine Arts	9,125	-	-	791	787
Tahoe Phase II, North Facility	9,255	-	-	794	794
Victor Valley Learning Resource Center	8,045	-	-	699	698
Sierra Learning Resource Center	18,960	-	-	1,653	1,636
Los Angeles Mission Learning Resource Center	10,345	-	-	893	895
Kern/Bakersfield Library	13,340	-	-	1,074	1,154
Victor Valley New Science Building	8,725	-	-	759	760
Mt. San Antonio Performing Arts Center	19,055	-	-	1,664	1,653
Various CCC Projects--1996 Series A					
Cabrillo Learning Resource Center	11,243	-	-	925	924
Chabot-Los Positas Medical Services, Equipment	342	-	-	58	-
Chabot-Las Positas Print Shop, Equipment	135	-	-	21	-
Glendale Classroom/Library Addition	11,288	-	-	926	931
College of the Canyons Utility Upgrade	3,624	-	-	300	295
Contra Costa Vocational Ed., Equipment	229	-	-	37	-
Cuyamaca Outdoor P.E.	866	-	-	72	70
DeAnza Learning Resource Center	9,949	-	-	817	820
District Center Warehouse Seismic Upgrade	1,593	-	-	128	129
Los Angeles Southwest P.E. Facility	16,424	-	-	1,353	1,354
Los Angeles Southwest Lecture Lab Phase I	15,247	-	-	1,254	1,253
San Diego Mesa Learning Resource Center	19,816	-	-	1,665	1,665
Glendale Multi-use Lab	13,481	-	-	1,108	1,107
San Francisco Library Building Equipment	2,190	-	-	408	-
San Francisco Library Equipment	2,071	-	-	339	-
Sierra/Western Nevada Buildings Phase I	14,093	-	-	1,142	1,139
Various CCC Projects--1997 Series A					
Los Rios Learning Resource Center	15,076	-	-	1,429	1,427
State Center/Fresno City	6,555	-	-	548	544
Ventura Math/Science Complex	13,110	-	-	1,129	1,135
Various CCC Projects--1999 Series B					
Compton, Health & Safety Vocational Technology Bldg	14,931	-	-	1,262	1,264
Lompoc Valley Center Phase I	21,917	-	-	1,673	1,672
Moorpark College Math/Science Building	6,803	-	-	572	570
Sacramento Learning Resource Center Phase II	1,324	-	-	90	88

* Dollars in thousands, except in Salary Range.

9610 Lease-Revenue Notes and Bonds - Continued

Summary of Lease Revenue Bond Sales and Payments

	Original Amount Sold	Proposed Bond Sales			
		After December 31, 2005		Lease Payments	
		2005-06*	2006-07*	2005-06*	2006-07*
Various CCC Projects--2004 Series B					
Mendocino Science Building	8,365	-	-	601	599
Madera Education Center, Academic Facilities Phase 1B	17,140	-	-	1,228	1,232
Various CCC Projects--2005 Series E					
Citrus College, Math/Science Building Replacement	8,795	-	-	162	575
College of the Sequoias, Learning Resource Center	14,820	-	-	274	971
Folsom Lake Center, Instructional Facilities, Phase 1B	39,275	-	-	724	2,565
Merced College, Interdisciplinary Academic Center	9,500	-	-	175	623
Proposed Sales:					
CCC Various Projects	-	-	\$65,795	-	1,974
Subtotal, Base Rental/Debt Service	\$783,581	-	\$65,795	\$59,354	\$63,874
Variable Costs (Administration and Insurance)	-	-	-	336	325
Reimbursements	-	-	-	-511	-239
Total, California Community Colleges	\$783,581	-	\$65,795	\$59,179	\$63,960
DEPARTMENT OF FOOD & AGRICULTURE					
Base Rental/Debt Service Costs:					
Food and Ag. Labs--1993 Series A	\$21,400	-	-	\$1,861	\$1,866
Proposed Sales:					
Truckee Agricultural Inspection Station	-	-	\$13,395	-	-
Subtotal, Base Rental/Debt Service	\$21,400	-	\$13,395	\$1,861	\$1,866
Variable Costs (Administration and Insurance)	-	-	-	25	31
Reimbursements	-	-	-	-32	-27
Total, Food and Agriculture	\$21,400	-	\$13,395	\$1,854	\$1,870
PUBLIC UTILITIES COMMISSION (8660)					
Base Rental/Debt Service Costs :					
San Francisco Building Authority	\$62,705	-	-	\$5,002	\$5,005
Variable Costs (Administration and Insurance)	-	-	-	108	120
Reimbursements	-	-	-	-60	-48
Total, Public Utilities Commission	\$62,705	-	-	\$5,050	\$5,077
VETERANS HOME OF CALIFORNIA, BARSTOW (8950)					
Base Rental/Debt Service Costs :					
Southern CA Veterans Home, Barstow	\$14,660	-	-	\$1,192	\$1,192
Variable Costs (Administration and Insurance)	-	-	-	144	146
Reimbursements	-	-	-	-9	-
Total, Veterans Home of California, Barstow	\$14,660	-	-	\$1,327	\$1,338
VETERANS HOME OF CALIFORNIA, CHULA VISTA (8950)					
Base Rental/Debt Service Costs :					
Veterans Home, Chula Vista	\$16,470	-	-	\$1,376	\$1,376
Variable Costs (Administration and Insurance)	-	-	-	32	\$34
Reimbursements	-	-	-	-1,408	-
Total, Veterans Home of California, Chula Vista	\$16,470	-	-	\$0	\$1,410
ENERGY CONSERVATION AND CO-GENERATION					
Base Rental/Debt Services Costs:					
Energy Efficiency Revenue Bonds of 1991, Series A	\$51,355	-	-	\$4,232	\$2,362
Energy Efficiency Revenue Bonds of 1993, Series A	39,385	-	-	4,711	4,721
Energy Efficiency Revenue Bond of 1995, Series A	30,960	-	-	2,853	2,920
Energy Efficiency Revenue Bond of 1996, Series A	32,625	-	-	3,431	3,417
Energy Efficiency Revenue Bond of 1998, Series A	15,135	-	-	1,573	1,570
Subtotal, Base Rental/Debt Service	\$169,460	-	-	\$16,800	\$14,990
Variable Costs (Administration and Insurance)	-	-	-	61	54
Total, Energy Conservation and Co-Generation	\$169,460	-	-	\$16,861	\$15,044
TOTALS, LEASE REVENUE NOTES AND BONDS	\$11,024,481	\$116,795	\$623,260	\$796,666	\$819,036

^a 1992 Series A was sold to finance both the Secretary of State Archives Building Complex and the Site 7 Parking Facilities. Total bond sale was \$140,830,000. Base rental and related costs for the Archives Building Complex are funded within the Secretary of State's budget, whereas base rental and related costs for the Site 7 Parking Facilities are funded within the Department of General Services' budget.

^b Includes full accreted value of any capital appreciation bonds.

* Dollars in thousands, except in Salary Range.

9612 Enhanced Tobacco Settlement Asset-Backed Bonds

In accordance with Government Code Section 63049.1, the Enhanced Tobacco Settlement Asset-Backed Bonds item appropriates \$1,000 and authorizes the Director of Finance to allocate up to \$200 million if tobacco settlement revenues are insufficient to pay the costs of debt service and operating expenses. While this authority is necessary as a condition of the 2003 sale of Tobacco Settlement Revenue backed bonds and their subsequent refunding in 2005, it is not anticipated that the General Fund will be required to make any payments.

3-YR EXPENDITURES AND POSITIONS (Summary of Program Requirements)

	Positions			Expenditures		
	2004-05	2005-06	2006-07	2004-05*	2005-06*	2006-07*
10 Tobacco Settlement Revenue Shortfall	-	-	-	\$-	\$-	\$1
TOTALS, POSITIONS AND EXPENDITURES (All Programs)	-	-	-	\$-	\$-	\$1

FUNDING

	2004-05*	2005-06*	2006-07*
0001 General Fund	\$-	\$-	\$1
TOTALS, EXPENDITURES, ALL FUNDS	\$-	\$-	\$1

LEGAL CITATIONS AND AUTHORITY

DEPARTMENT AUTHORITY

Government Code Section 63049.1.

DETAIL OF APPROPRIATIONS AND ADJUSTMENTS (Reconciliation with Appropriations)

1 STATE OPERATIONS	2004-05*	2005-06*	2006-07*
0001 General Fund			
APPROPRIATIONS			
001 Budget Act appropriation	\$1	\$1	\$1
Totals Available	\$1	\$1	\$1
Unexpended balance, estimated savings	-1	-1	-
TOTALS, EXPENDITURES	\$-	\$-	\$1
TOTALS, EXPENDITURES, ALL FUNDS (State Operations)	\$-	\$-	\$1

9620 Payment of Interest on General Fund Loans

The Payment of Interest on General Fund Loans Program accounts for the interest cost to the General Fund for internal and external borrowing used to overcome normal cash flow imbalances during the fiscal year. Because receipts and disbursements occur unevenly throughout the fiscal year, the General Fund will need to borrow even though its budget is balanced. This short-term borrowing for cash flow purposes does not indicate fiscal weakness and may be preferable to carrying too large a reserve.

3-YR EXPENDITURES AND POSITIONS (Summary of Program Requirements)

	Positions			Expenditures		
	2004-05	2005-06	2006-07	2004-05*	2005-06*	2006-07*
10 Payment of Interest on General Fund Loans	-	-	-	\$84,414	\$89,791	\$105,799
TOTALS, POSITIONS AND EXPENDITURES (All Programs)	-	-	-	\$84,414	\$89,791	\$105,799

FUNDING

	2004-05*	2005-06*	2006-07*
0001 General Fund	\$84,414	\$89,791	\$105,799
TOTALS, EXPENDITURES, ALL FUNDS	\$84,414	\$89,791	\$105,799

* Dollars in thousands, except in Salary Range.

9620 Payment of Interest on General Fund Loans - Continued

LEGAL CITATIONS AND AUTHORITY

DEPARTMENT AUTHORITY

Government Code Sections 5924, 12020, 12021, 16310, 16418, 16731.6, 17200-17280.2, 17300-17313; Budget Act Items 9620-001-0001, 9620-002-0001, and Control Section 12.30.

DETAILED BUDGET ADJUSTMENTS

	2005-06*			2006-07*		
	General Fund	Other Funds	Positions	General Fund	Other Funds	Positions
Baseline Adjustment Descriptions						
• Reduction in RANs costs	-\$16,079	\$-	-	\$-	\$-	-
• Reduction of Interest Cost on General Fund Budgetary Loans	-447	-	-	-518	-	-
• Reduction in Interest Cost for Internal Borrowing	-10,000	-	-	-10,000	-	-
Totals, Baseline Adjustments	-\$26,526	\$-	-	-\$10,518	\$-	-
TOTALS, BUDGET ADJUSTMENTS	-\$26,526	\$-	-	-\$10,518	\$-	-

PROGRAM DESCRIPTIONS (Program Objectives Statement)

10 PAYMENT OF INTEREST ON GENERAL FUND LOANS

Chapter 312, Statutes of 1907, authorized the transfers to the General Fund from other funds in the State Treasury whenever the General Fund was exhausted. This enabled the General Fund to overcome normal cash flow imbalances. All money so transferred had to be returned as soon as possible, and such transfers were not to interfere with the day-to-day needs of the loaning funds. These provisions in slightly modified form are now contained in Sections 16310 and 16418 of the Government Code.

In addition, the courts have validated temporary external borrowing that meets the "appropriation doctrine". Under this doctrine, an obligation is not considered a debt or liability within the State Constitutional limitation on indebtedness (Section 1 of Article XVI) if an appropriation is made from existing funds or reasonably anticipated funds subject to appropriation. This doctrine was invoked in 1933 and 1936 to uphold the use of registered warrants (IOUs) during the Great Depression and again in 1971 to validate the State of California Notes provisions of Chapter 223, Statutes of 1971. The Notes provisions were invoked in 1971-72 in lieu of the more costly registered warrant authority used during the Depression and, like registered warrants, required the exhaustion of all internal sources of funds before being implemented. The Notes provisions were re-enacted by Chapter 10X, Statutes of 1983, and employed in 1982-83 and 1983-84.

In 1984-85, the state implemented a cash management program pursuant to Chapter 268, Statutes of 1984, which provided the flexibility to borrow from external sources prior to exhausting internal sources. Under this program, the use of external funds results in potential savings to the General Fund, as well as increased revenue to the various special funds from which the General Fund would have borrowed from pursuant to Sections 16310 and 16418 of the Government Code.

External sources of borrowing available to the state include revenue anticipation notes (RANs), revenue anticipation warrants (RAWs), and registered warrants. RANs and RAWs are short-term debt obligations issued in anticipation of receiving revenues in the near future. Registered warrants are essentially short-term IOUs.

Pursuant to Government Code Sections 12020 and 12021, accounts payable and receivable and cash flow statements for the past, current, and budget years are included as Schedule 5 in the Governor's Budget Summary. Neither cash receipts nor disbursements match revenues and expenditures presented elsewhere in this Budget. In order to reflect cash flow, budget data is converted to cash basis primarily by adjusting for cash collected by an agency but not yet recorded by the Controller and for accruals. Adjustments are also made to reflect statutory changes, anticipated legislative actions, and administrative actions. The estimated current and budget year cash flows incorporate revenue and expenditure measures reflected in this Budget, as of January 10. These cash flows include estimates of internal and external borrowing based on the revenue and expenditure projections in the Governor's Budget.

Recent budgets have authorized loans from various funds and accounts to the General Fund. These loans are being repaid over multiple fiscal years. Unless otherwise specified in statute, the loans are being repaid with interest calculated at the Pooled Money Investment Account Rate on the date of transfer.

DETAIL OF APPROPRIATIONS AND ADJUSTMENTS (Reconciliation with Appropriations)

* Dollars in thousands, except in Salary Range.

9620 Payment of Interest on General Fund Loans - Continued

1 STATE OPERATIONS	2004-05*	2005-06*	2006-07*
0001 General Fund			
APPROPRIATIONS			
001 Budget Act appropriation	\$30,000	\$30,000	\$20,000
002 Budget Act appropriation	2,361	9,817	9,299
Government Code Sections 5924, 17271 and 17300-17313	80,891	60,421	76,500
Totals Available	\$113,252	\$100,238	\$105,799
Unexpended balance, estimated savings	-28,838	-10,447	-
TOTALS, EXPENDITURES	\$84,414	\$89,791	\$105,799
TOTALS, EXPENDITURES, ALL FUNDS (State Operations)	\$84,414	\$89,791	\$105,799

9625 Interest Payments to the Federal Government

As a result of Public Law 101-453, 31 U.S.C. 3335 and 6503, which enacted the Cash Management Improvement Act of 1990 (CMIA), the state will incur an interest liability to the federal government. The purpose of CMIA is to ensure greater efficiency, effectiveness, and equity in the exchange of funds between the federal government and the state. The major provisions of CMIA are: (a) federal agencies must make timely fund disbursements and grant awards to the state; (b) the state must minimize the time between the deposit of federal funds in the state account and the payout of the funds for program purposes; (c) the state is entitled to interest from the federal government from the time state funds are paid out for program purposes until federal funds are deposited in the state account; and (d) the federal government is entitled to interest from the state from the time federal funds are deposited in the state account until the funds are paid out for program purposes.

The federal assistance programs impacted by the CMIA are those programs that have \$212 million or more in federal fund expenditures. For the majority of these programs, state agencies request federal funds in advance of the warrant (i.e., check) issuance. State agencies use this funding technique because the State Constitution requires that the funds be deposited before the warrants are issued.

Interest payments to the federal government are due no later than March 31 each year. The March 31, 2006 payment will be for the interest liability incurred during the state's 2004-05 fiscal year.

3-YR EXPENDITURES AND POSITIONS (Summary of Program Requirements)

	Positions			Expenditures		
	2004-05	2005-06	2006-07	2004-05*	2005-06*	2006-07*
10 Interest Payments to the Federal Government	-	-	-	\$5,253	\$15,502	\$24,702
TOTALS, POSITIONS AND EXPENDITURES (All Programs)	-	-	-	\$5,253	\$15,502	\$24,702

FUNDING	2004-05*	2005-06*	2006-07*
0001 General Fund	\$5,168	\$15,000	\$24,000
0042 State Highway Account, State Transportation Fund	85	500	700
0494 Other Unallocated Special Funds	-	1	1
0988 Various Other Unallocated Non-Governmental Cost Funds	-	1	1
TOTALS, EXPENDITURES, ALL FUNDS	\$5,253	\$15,502	\$24,702

LEGAL CITATIONS AND AUTHORITY

DEPARTMENT AUTHORITY

Pursuant to annual Budget Act.

DETAILED BUDGET ADJUSTMENTS

Baseline Adjustment Descriptions	2005-06*			2006-07*		
	General Fund	Other Funds	Positions	General Fund	Other Funds	Positions
• Increase Interest Payments	\$8,500	\$-	-	\$17,500	\$200	-

* Dollars in thousands, except in Salary Range.

9625 Interest Payments to the Federal Government - Continued

	2005-06*			2006-07*		
	General Fund	Other Funds	Positions	General Fund	Other Funds	Positions
Totals, Baseline Adjustments	\$8,500	\$-	-	\$17,500	\$200	-
TOTALS, BUDGET ADJUSTMENTS	\$8,500	\$-	-	\$17,500	\$200	-

DETAIL OF APPROPRIATIONS AND ADJUSTMENTS (Reconciliation with Appropriations)

1 STATE OPERATIONS	2004-05*	2005-06*	2006-07*
0001 General Fund			
APPROPRIATIONS			
001 Budget Act appropriation	\$6,500	\$6,500	\$24,000
Revised expenditure authority per Provision 2	-	8,500	-
Totals Available	\$6,500	\$15,000	\$24,000
Unexpended balance, estimated savings	-1,332	-	-
TOTALS, EXPENDITURES	\$5,168	\$15,000	\$24,000
0042 State Highway Account, State Transportation Fund			
APPROPRIATIONS			
001 Budget Act appropriation	\$500	\$500	\$700
Totals Available	\$500	\$500	\$700
Unexpended balance, estimated savings	-415	-	-
TOTALS, EXPENDITURES	\$85	\$500	\$700
0494 Other Unallocated Special Funds			
APPROPRIATIONS			
001 Budget Act appropriation	\$1	\$1	\$1
Totals Available	\$1	\$1	\$1
Unexpended balance, estimated savings	-1	-	-
TOTALS, EXPENDITURES	\$-	\$1	\$1
0988 Various Other Unallocated Non-Governmental Cost Funds			
APPROPRIATIONS			
001 Budget Act appropriation	\$1	\$1	\$1
Totals Available	\$1	\$1	\$1
Unexpended balance, estimated savings	-1	-	-
TOTALS, EXPENDITURES	\$-	\$1	\$1
TOTALS, EXPENDITURES, ALL FUNDS (State Operations)	\$5,253	\$15,502	\$24,702

9650 Health and Dental Benefits for Annuitants

This program provides funding for health and dental benefit services for retired state employees and their dependents.

The program began on January 1, 1962, with an employer contribution of \$5.00 per month toward the cost of a basic health plan. Since then, major medical plans, Medicare, and plans supplementing Medicare have been developed. Dental care was added in 1982.

The 2005-06 employer contribution for health premiums maintains the average 100/90 percent contribution formula established in Government Code Section 22871. Under this formula, the state averages the premiums of the four largest health benefit plans in order to calculate the maximum amount the state will contribute toward the retiree's health benefits. The state also contributes 90 percent of this average for the health benefits of each of the retiree's dependents. The retiree is responsible for paying all health benefit plan costs that exceed the average of the four largest benefit plans. The 2005-06 monthly contribution maximums are \$394 for a single enrollee, \$738 for an enrollee and one dependent, and \$933 for an enrollee and two or more dependents. Dental care premiums vary by plan and number of dependents.

3-YR EXPENDITURES AND POSITIONS (Summary of Program Requirements)

* Dollars in thousands, except in Salary Range.

9650 Health and Dental Benefits for Annuitants - Continued

	Positions			Expenditures		
	2004-05	2005-06	2006-07	2004-05*	2005-06*	2006-07*
10 Health and Dental Benefits for Annuitants	-	-	-	\$800,676	\$895,197	\$1,019,368
TOTALS, POSITIONS AND EXPENDITURES (All Programs)	-	-	-	\$800,676	\$895,197	\$1,019,368

FUNDING				2004-05*	2005-06*	2006-07*
0001 General Fund				\$800,676	\$895,197	\$1,019,368
TOTALS, EXPENDITURES, ALL FUNDS				\$800,676	\$895,197	\$1,019,368

LEGAL CITATIONS AND AUTHORITY

DEPARTMENT AUTHORITY

Government Code, Title 2, Division 5, Part 5.

DETAILED BUDGET ADJUSTMENTS

	2005-06*			2006-07*		
	General Fund	Other Funds	Positions	General Fund	Other Funds	Positions
Baseline Adjustment Descriptions						
• Various Baseline Adjustments	\$-	\$-	-	\$124,171	\$-	-
Totals, Baseline Adjustments	\$-	\$-	-	\$124,171	\$-	-
TOTALS, BUDGET ADJUSTMENTS	\$-	\$-	-	\$124,171	\$-	-

* Dollars in thousands, except in Salary Range.

9650 Health and Dental Benefits for Annuitants - Continued

Health Benefits

Retirement System ¹	Number of Retirees			Cost by System		
	2004-05	2005-06	2006-07	2004-05	2005-06	2006-07
PERS State Employees	122,954	128,819	134,964	\$731,316	\$821,123	\$936,639
District Agricultural Employees	296	310	325	1,759	2,258	2,286
Legislators	105	110	115	740	1,004	952
Teachers	196	185	174	1,065	1,672	1,333
Judges	1,144	1,195	1,206	8,685	10,202	11,143
Totals	124,695	130,619	136,784	\$743,565	\$836,259	\$952,353

¹The cost for retirees' health benefits is based on the following average number of retirees covered from each retirement system.

9650 Health and Dental Benefits for Annuitants - Continued

Dental Benefits

Retirement System ¹	Number of Retirees			Cost by System		
	2004-05	2005-06	2006-07	2004-05	2005-06	2006-07
PERS State Employees	100,500	105,294	110,317	\$55,993	\$57,766	\$65,695
District Agricultural Employees	272	285	299	152	168	184
Legislators	117	127	137	71	80	83
Teachers	130	127	124	72	86	86
Judges	636	687	738	823	838	967
Totals	101,655	106,520	111,615	\$57,111	\$58,938	\$67,015

¹ The cost for retirees' dental benefits is based on the following average number of retirees covered from each retirement system.

9650 Health and Dental Benefits for Annuitants - Continued

DETAIL OF APPROPRIATIONS AND ADJUSTMENTS (Reconciliation with Appropriations)

1 STATE OPERATIONS	2004-05*	2005-06*	2006-07*
0001 General Fund			
APPROPRIATIONS			
001 Budget Act appropriation	\$795,554	\$895,197	\$1,019,368
Allocation for contingencies or emergencies	7,500	-	-
Totals Available	\$803,054	\$895,197	\$1,019,368
Unexpended balance, estimated savings	-2,378	-	-
TOTALS, EXPENDITURES	\$800,676	\$895,197	\$1,019,368
TOTALS, EXPENDITURES, ALL FUNDS (State Operations)	\$800,676	\$895,197	\$1,019,368

9658 Budget Stabilization Account

Proposition 58, as approved by the voters in March of 2004, established the Budget Stabilization Account (BSA) in the General Fund, and requires the State Controller to transfer a specified percentage of estimated General Fund revenues from the General Fund to the BSA. The Legislature may transfer, by statute, amounts in excess of the specified percentage to the BSA. In addition, the Governor, by executive order, may suspend the transfer to the BSA. Half of the funds transferred to the BSA will be used to retire Economic Recovery Bonds authorized in Proposition 57 (March 2004).

3-YR EXPENDITURES AND POSITIONS (Summary of Program Requirements)

FUNDING	2004-05*	2005-06*	2006-07*
0001 General Fund	\$-	\$-	\$460,024
1011 Budget Stabilization Account	-	-	-460,024
TOTALS, EXPENDITURES, ALL FUNDS	\$-	\$-	\$-

LEGAL CITATIONS AND AUTHORITY

PROGRAM AUTHORITY

Section 20, Article XVI of the Constitution of the State of California.

Control Section 35.50, Budget Act.

MAJOR PROGRAM CHANGES

- The Governor's Budget reflects a \$920 million General Fund transfer to the Budget Stabilization Account as required by Article XVI, Section 20, of the State Constitution. \$460 million is displayed as an expenditure transfer and \$460 million is displayed as a revenue transfer.

DETAILED BUDGET ADJUSTMENTS

	2005-06*			2006-07*		
	General Fund	Other Funds	Positions	General Fund	Other Funds	Positions
Baseline Adjustment Descriptions						
• Transfer to the Proposition 58 Budget Stabilization Account for the Accelerated Retirement of Economic Recovery Bonds	\$-	\$-	-	\$460,024	-\$460,024	-
Totals, Baseline Adjustments	\$-	\$-	-	\$460,024	-\$460,024	-
TOTALS, BUDGET ADJUSTMENTS	\$-	\$-	-	\$460,024	-\$460,024	-

PROGRAM DESCRIPTIONS (Program Objectives Statement)

* Dollars in thousands, except in Salary Range.

9658 Budget Stabilization Account - Continued

Proposition 58, as passed by the voters March 2, 2004, established the Budget Stabilization Account (BSA) in the General Fund and requires the Controller to transfer a specified percentage of General Fund revenues, no later than each September 30, from the General Fund to the BSA as follows:

- For fiscal year 2006-07, one percent of estimated General Fund revenues.
- For fiscal year 2007-08, two percent of estimated General Fund revenues.
- Annually thereafter, three percent of estimated General Fund revenues.

Additionally, the Legislature may, by statute, direct the Controller to transfer into the BSA amounts in excess of the specified percentages. The Constitution also authorizes the Governor to reduce or suspend this transfer for any fiscal year by executive order prior to June 1 of the preceding fiscal year. The transfer of moneys is not required in any fiscal year to the extent that the balance in the BSA would exceed five percent of the General Fund revenues estimate set forth in the budget bill for that fiscal year, as enacted, or eight billion dollars (\$8,000,000,000), whichever is greater. In each fiscal year, 50 percent of the funds transferred to the BSA, up to \$5,000,000,000 in the aggregate, is to be deposited in the Deficit Recovery Bond Retirement Sinking Fund Subaccount and continuously appropriated to the Treasurer to supplement the retirement of Economic Recovery Bonds approved by the voters at the same election. Other funds in the BSA may be transferred back to the General Fund by statute.

DETAIL OF APPROPRIATIONS AND ADJUSTMENTS (Reconciliation with Appropriations)

4 UNCLASSIFIED	2004-05*	2005-06*	2006-07*
0001 General Fund			
APPROPRIATIONS			
Proposition 58, 2004 Article XVI, Section 20 (Transfer to Budget Stabilization Account)	-	-	\$460,024
TOTALS, EXPENDITURES	\$-	\$-	\$460,024
1011 Budget Stabilization Account			
APPROPRIATIONS			
Less Funding Provided by the General Fund	-	-	-\$460,024
TOTALS, EXPENDITURES	\$-	\$-	-\$460,024
TOTALS, EXPENDITURES, ALL FUNDS (Unclassified)	\$-	\$-	\$-

FUND CONDITION STATEMENTS

	2004-05*	2005-06*	2006-07*
1011 Budget Stabilization Account ^s			
BEGINNING BALANCE	-	-	-
REVENUES, TRANSFERS, AND OTHER ADJUSTMENTS			
Transfers and Other Adjustments:			
FO0001 From General Fund per Article XVI, Section 20	-	-	\$460,024
TO3090 To Deficit Recovery Bond Retirement Sinking Fund Subaccount, BSA per Article XVI, Section 20(f) of the CA Constitution	-	-	-460,024
Total Revenues, Transfers, and Other Adjustments	-	-	-
Total Resources	-	-	-
EXPENDITURES AND EXPENDITURE ADJUSTMENTS			
Expenditures:			
9658 Budget Stabilization Account (Unclassified)	-	-	-460,024
Total Expenditures and Expenditure Adjustments	-	-	-\$460,024
FUND BALANCE	-	-	\$460,024
Reserve for economic uncertainties	-	-	460,024

9670 Equity Claims of California Victim Compensation and Government Claims Board and Settlements and Judgments by Department of Justice

This budget reflects statewide expenditures for all equity claims against the state approved for payment by the California Victim Compensation and Government Claims Board and all settlements and judgments against the state sponsored by the Attorney General's Office. Payment of these claims is provided to claimants through the passage of special legislation. Each year, two equity claims bills are proposed by the California Victim Compensation and Government Claims Board and one or two settlements and judgments bills are proposed by the Attorney General's Office.

* Dollars in thousands, except in Salary Range.

**9670 Equity Claims of California Victim Compensation and Government Claims
Board and Settlements and Judgments by Department of Justice - Continued**

3-YR EXPENDITURES AND POSITIONS (Summary of Program Requirements)

	Positions			Expenditures		
	2004-05	2005-06	2006-07	2004-05*	2005-06*	2006-07*
10 Equity Claims	-	-	-	\$2,569	\$8,204	\$-
20 Judgments and Settlements	-	-	-	56,488	73	-
TOTALS, POSITIONS AND EXPENDITURES (All Programs)	-	-	-	\$59,057	\$8,277	\$-

FUNDING	2004-05*	2005-06*	2006-07*
0001 General Fund	\$58,153	\$7,622	\$-
0005 Safe Neighborhood Parks, Clean Water, Clean Air, and Coastal Protection Bond Fund	245	-	-
0016 Subsequent Injuries Benefits Trust Fund	1	-	-
0042 State Highway Account, State Transportation Fund	23	20	-
0044 Motor Vehicle Account, State Transportation Fund	147	9	-
0069 State Board of Barbering and Cosmetology Fund	-	1	-
0121 Hospital Building Fund	1	-	-
0133 California Beverage Container Recycling Fund	76	10	-
0143 California Health Data and Planning Fund	-	1	-
0185 Employment Development Department Contingent Fund	37	149	-
0200 Fish and Game Preservation Fund	-	9	-
0203 Genetic Disease Testing Fund	1	-	-
0217 Insurance Fund	185	-	-
0306 Safe Drinking Water Account	36	-	-
0317 Real Estate Fund	1	-	-
0380 State Dental Auxiliary Fund	-	2	-
0421 Vehicle Inspection and Repair Fund	17	3	-
0439 Underground Storage Tank Cleanup Fund	3	-	-
0452 Elevator Safety Account	1	-	-
0502 California Water Resources Development Bond Fund	-	2	-
0512 Compensation Insurance Fund	1	-	-
0588 Unemployment Compensation Disability Fund	11	3	-
0666 Service Revolving Fund	55	-	-
0683 Stephen P. Teale Data Center Revolving Fund	2	-	-
0702 Consumer Affairs Fund, Professions and Vocations Fund	1	-	-
0822 Public Employees' Health Care Fund (PEHCF)	7	-	-
0830 Public Employees' Retirement Fund	9	1	-
0870 Unemployment Administration Fund	9	8	-
0871 Unemployment Fund	14	4	-
0890 Federal Trust Fund	16	426	-
0912 Health Care Deposit Fund	3	-	-
0913 Industrial Relations Unpaid Wage Fund	1	-	-
0915 Deferred Compensation Plan Fund	-	4	-
0970 Unclaimed Property Fund	1	3	-
TOTALS, EXPENDITURES, ALL FUNDS	\$59,057	\$8,277	\$-

LEGAL CITATIONS AND AUTHORITY

DEPARTMENT AUTHORITY

Government Code Section 905.2.

* Dollars in thousands, except in Salary Range.

9670 Equity Claims of California Victim Compensation and Government Claims Board and Settlements and Judgments by Department of Justice - Continued

DETAILED BUDGET ADJUSTMENTS

	2005-06*			2006-07*		
	General Fund	Other Funds	Positions	General Fund	Other Funds	Positions
Baseline Adjustment Descriptions						
• Chaptered Legislation	\$7,622	\$655	-	\$-	\$-	-
Totals, Baseline Adjustments	\$7,622	\$655	-	\$-	\$-	-
TOTALS, BUDGET ADJUSTMENTS	\$7,622	\$655	-	\$-	\$-	-

PROGRAM DESCRIPTIONS (Program Objectives Statement)

10 EQUITY CLAIMS

This program includes all claims approved by the three-member California Victim Compensation and Government Claims Board and referred to the Legislature in the omnibus claims bills for payment. The program provides an equitable procedure for the payment of the following categories of claims:

- Claims for which no appropriation has been made or for which no fund is available, but the settlement of which has been provided for by statute or constitutional provision.
- Claims for which the appropriation made or fund designated is exhausted.
- Claims for which settlement is not otherwise provided for by statute or constitutional provision.

The California Victim Compensation and Government Claims Board must submit special appropriation measures under Chapter 182, Statutes of 1976, at least twice during each calendar year. Current year expenditures for the payment of 2005-06 equity claims include funds appropriated by Chapter 184, Statutes of 2005, and Chapter 255, Statutes of 2005.

20 SETTLEMENTS AND JUDGMENTS

This program includes claims paid through "judgments and settlements" bills sponsored by the Department of Justice each year. The claims are either judgments against the state or settlements approved by the Department of Justice pursuant to the authority provided in Government Code Section 948 et seq.

DETAILED EXPENDITURES BY PROGRAM (Program Budget Detail)

		2004-05*	2005-06*	2006-07*
PROGRAM REQUIREMENTS				
10	EQUITY CLAIMS			
	State Operations:			
0001	General Fund	\$1,665	\$7,549	\$-
0005	Safe Neighborhood Parks, Clean Water, Clean Air, and Coastal Protection Bond Fund	245	-	-
0016	Subsequent Injuries Benefits Trust Fund	1	-	-
0042	State Highway Account, State Transportation Fund	23	20	-
0044	Motor Vehicle Account, State Transportation Fund	147	9	-
0069	State Board of Barbering and Cosmetology Fund	-	1	-
0121	Hospital Building Fund	1	-	-
0133	California Beverage Container Recycling Fund	76	10	-
0143	California Health Data and Planning Fund	-	1	-
0185	Employment Development Department Contingent Fund	37	149	-
0200	Fish and Game Preservation Fund	-	9	-
0203	Genetic Disease Testing Fund	1	-	-
0217	Insurance Fund	185	-	-
0306	Safe Drinking Water Account	36	-	-
0317	Real Estate Fund	1	-	-
0380	State Dental Auxiliary Fund	-	2	-

* Dollars in thousands, except in Salary Range.

**9670 Equity Claims of California Victim Compensation and Government Claims
Board and Settlements and Judgments by Department of Justice - Continued**

	<u>2004-05*</u>	<u>2005-06*</u>	<u>2006-07*</u>
0421 Vehicle Inspection and Repair Fund	17	3	-
0439 Underground Storage Tank Cleanup Fund	3	-	-
0452 Elevator Safety Account	1	-	-
0502 California Water Resources Development Bond Fund	-	2	-
0512 Compensation Insurance Fund	1	-	-
0588 Unemployment Compensation Disability Fund	11	3	-
0666 Service Revolving Fund	55	-	-
0683 Stephen P. Teale Data Center Revolving Fund	2	-	-
0702 Consumer Affairs Fund, Professions and Vocations Fund	1	-	-
0822 Public Employees' Health Care Fund (PEHCF)	7	-	-
0830 Public Employees' Retirement Fund	9	1	-
0870 Unemployment Administration Fund	9	8	-
0871 Unemployment Fund	14	4	-
0890 Federal Trust Fund	16	426	-
0912 Health Care Deposit Fund	3	-	-
0913 Industrial Relations Unpaid Wage Fund	1	-	-
0915 Deferred Compensation Plan Fund	-	4	-
0970 Unclaimed Property Fund	1	3	-
Totals, State Operations	\$2,569	\$8,204	\$-
PROGRAM REQUIREMENTS			
20 JUDGMENTS AND SETTLEMENTS			
State Operations:			
0001 General Fund	<u>\$56,488</u>	<u>\$73</u>	<u>\$-</u>
Totals, State Operations	\$56,488	\$73	\$-
TOTALS, EXPENDITURES			
State Operations	<u>59,057</u>	<u>8,277</u>	<u>-</u>
Totals, Expenditures	\$59,057	\$8,277	\$-

DETAIL OF APPROPRIATIONS AND ADJUSTMENTS (Reconciliation with Appropriations)

1 STATE OPERATIONS	2004-05*	2005-06*	2006-07*
0001 General Fund			
APPROPRIATIONS			
001 Budget Act appropriation	0	0	0
Chapter 11, Statutes of 2005	\$45,000	-	-
Chapter 184, Statutes of 2005	-	\$599	-
Chapter 255, Statutes of 2005	-	565	-
Chapter 39, Statutes 2004	711	-	-
Chapter 255, Statutes of 2005 (Section 2)	-	6,385	-
Chapter 475, Statutes of 2004	955	-	-
Chapter 541, Statutes of 2004, Section 3	7,900	-	-
Chapter 541, Statutes of 2004, Section 5	3,661	-	-
Prior year balances available:			
Chapter 541, Statutes of 2004, Section 3	-	37	-
Chapter 541, Statutes of 2004, Section 5	-	36	-
Totals Available	\$58,227	\$7,622	\$-
Unexpended balance, estimated savings	-1	-	-
Balance available in subsequent years	<u>-73</u>	<u>-</u>	<u>-</u>
TOTALS, EXPENDITURES	\$58,153	\$7,622	\$-

* Dollars in thousands, except in Salary Range.

**9670 Equity Claims of California Victim Compensation and Government Claims
Board and Settlements and Judgments by Department of Justice - Continued**

1 STATE OPERATIONS	2004-05*	2005-06*	2006-07*
0005 Safe Neighborhood Parks, Clean Water, Clean Air, and Coastal Protection Bond Fund			
APPROPRIATIONS			
Chapter 475, Statutes of 2004	\$245	-	-
TOTALS, EXPENDITURES	\$245	\$-	\$-
0016 Subsequent Injuries Benefits Trust Fund			
APPROPRIATIONS			
Chapter 39, Statutes of 2004	\$1	-	-
TOTALS, EXPENDITURES	\$1	\$-	\$-
0042 State Highway Account, State Transportation Fund			
APPROPRIATIONS			
Chapter 184, Statutes of 2005	-	\$9	-
Chapter 255, Statutes of 2005	-	11	-
Chapter 39, Statutes of 2004	\$9	-	-
Chapter 475, Statutes of 2004	14	-	-
TOTALS, EXPENDITURES	\$23	\$20	\$-
0044 Motor Vehicle Account, State Transportation Fund			
APPROPRIATIONS			
Chapter 255, Statutes of 2005	-	\$9	-
Chapter 39, Statutes of 2004	\$135	-	-
Chapter 475, Statutes of 2004	12	-	-
TOTALS, EXPENDITURES	\$147	\$9	\$-
0069 State Board of Barbering and Cosmetology Fund			
APPROPRIATIONS			
Chapter 184, Statutes of 2005	-	\$1	-
TOTALS, EXPENDITURES	\$-	\$1	\$-
0121 Hospital Building Fund			
APPROPRIATIONS			
Chapter 39, Statutes of 2004	\$1	-	-
TOTALS, EXPENDITURES	\$1	\$-	\$-
0133 California Beverage Container Recycling Fund			
APPROPRIATIONS			
Chapter 184, Statutes of 2005	-	\$10	-
Chapter 39, Statutes of 2004	\$45	-	-
Chapter 475, Statutes of 2004	33	-	-
Totals Available	\$78	\$10	\$-
Unexpended balance, estimated savings	-2	-	-
TOTALS, EXPENDITURES	\$76	\$10	\$-
0143 California Health Data and Planning Fund			
APPROPRIATIONS			
Chapter 255, Statutes of 2005	-	\$1	-
TOTALS, EXPENDITURES	\$-	\$1	\$-
0185 Employment Development Department Contingent Fund			
APPROPRIATIONS			
Chapter 184, Statutes of 2005	-	\$6	-
Chapter 255, Statutes of 2005	-	143	-
Chapter 39, Statutes of 2004	\$27	-	-
Chapter 475, Statutes of 2004	10	-	-
TOTALS, EXPENDITURES	\$37	\$149	\$-
0200 Fish and Game Preservation Fund			

* Dollars in thousands, except in Salary Range.

**9670 Equity Claims of California Victim Compensation and Government Claims
Board and Settlements and Judgments by Department of Justice - Continued**

1 STATE OPERATIONS	2004-05*	2005-06*	2006-07*
APPROPRIATIONS			
Chapter 184, Statutes of 2005	-	\$7	-
Chapter 255, Statutes of 2005	-	2	-
TOTALS, EXPENDITURES	\$-	\$9	\$-
0203 Genetic Disease Testing Fund			
APPROPRIATIONS			
Chapter 39, Statutes of 2004	\$1	-	-
TOTALS, EXPENDITURES	\$1	\$-	\$-
0217 Insurance Fund			
APPROPRIATIONS			
Chapter 39, Statutes of 2004	\$185	-	-
TOTALS, EXPENDITURES	\$185	\$-	\$-
0306 Safe Drinking Water Account			
APPROPRIATIONS			
Chapter 39, Statutes of 2004	\$36	-	-
TOTALS, EXPENDITURES	\$36	\$-	\$-
0317 Real Estate Fund			
APPROPRIATIONS			
Chapter 475, Statutes of 2004	\$1	-	-
TOTALS, EXPENDITURES	\$1	\$-	\$-
0380 State Dental Auxiliary Fund			
APPROPRIATIONS			
Chapter 184, Statutes of 2005	-	\$2	-
TOTALS, EXPENDITURES	\$-	\$2	\$-
0421 Vehicle Inspection and Repair Fund			
APPROPRIATIONS			
Chapter 184, Statutes of 2005	-	\$3	-
Chapter 39, Statutes of 2004	\$15	-	-
Chapter 475, Statutes of 2004	2	-	-
TOTALS, EXPENDITURES	\$17	\$3	\$-
0439 Underground Storage Tank Cleanup Fund			
APPROPRIATIONS			
Chapter 475, Statutes of 2004	\$3	-	-
TOTALS, EXPENDITURES	\$3	\$-	\$-
0452 Elevator Safety Account			
APPROPRIATIONS			
Chapter 475, Statutes of 2004	\$1	-	-
TOTALS, EXPENDITURES	\$1	\$-	\$-
0502 California Water Resources Development Bond Fund			
APPROPRIATIONS			
Chapter 184, Statutes of 2005	-	\$2	-
TOTALS, EXPENDITURES	\$-	\$2	\$-
0512 Compensation Insurance Fund			
APPROPRIATIONS			
Chapter 39, Statutes of 2004	\$1	-	-
TOTALS, EXPENDITURES	\$1	\$-	\$-
0588 Unemployment Compensation Disability Fund			
APPROPRIATIONS			
Chapter 184, Statutes of 2005	-	\$3	-
Chapter 39, Statutes of 2004	\$5	-	-

* Dollars in thousands, except in Salary Range.

**9670 Equity Claims of California Victim Compensation and Government Claims
Board and Settlements and Judgments by Department of Justice - Continued**

1 STATE OPERATIONS	2004-05*	2005-06*	2006-07*
Chapter 475, Statutes of 2004	6	-	-
TOTALS, EXPENDITURES	\$11	\$3	\$-
0666 Service Revolving Fund			
APPROPRIATIONS			
Chapter 39, Statutes of 2004	\$6	-	-
Chapter 475, Statutes of 2004	49	-	-
TOTALS, EXPENDITURES	\$55	\$-	\$-
0683 Stephen P. Teale Data Center Revolving Fund			
APPROPRIATIONS			
Chapter 475, Statutes of 2004	\$2	-	-
TOTALS, EXPENDITURES	\$2	\$-	\$-
0702 Consumer Affairs Fund, Professions and Vocations Fund			
APPROPRIATIONS			
Chapter 475, Statutes of 2004	\$1	-	-
TOTALS, EXPENDITURES	\$1	\$-	\$-
0822 Public Employees' Health Care Fund (PEHCF)			
APPROPRIATIONS			
Chapter 39, Statutes of 2004	\$7	-	-
TOTALS, EXPENDITURES	\$7	\$-	\$-
0830 Public Employees' Retirement Fund			
APPROPRIATIONS			
Chapter 255, Statutes of 2005	-	\$1	-
Chapter 39, Statutes of 2004	\$8	-	-
Chapter 475, Statutes of 2004	1	-	-
TOTALS, EXPENDITURES	\$9	\$1	\$-
0870 Unemployment Administration Fund			
APPROPRIATIONS			
Chapter 184, Statutes of 2005	-	\$6	-
Chapter 255, Statutes of 2005	-	2	-
Chapter 39, Statutes of 2004	\$2	-	-
Chapter 475, Statutes of 2004	7	-	-
TOTALS, EXPENDITURES	\$9	\$8	\$-
0871 Unemployment Fund			
APPROPRIATIONS			
Chapter 184, Statutes of 2005	-	\$3	-
Chapter 255, Statutes of 2005	-	1	-
Chapter 39, Statutes of 2004	\$6	-	-
Chapter 475, Statutes of 2004	8	-	-
TOTALS, EXPENDITURES	\$14	\$4	\$-
0890 Federal Trust Fund			
APPROPRIATIONS			
Chapter 184, Statutes of 2005	-	\$426	-
Chapter 39, Statutes of 2004	\$2	-	-
Chapter 475, Statutes of 2004	14	-	-
TOTALS, EXPENDITURES	\$16	\$426	\$-
0912 Health Care Deposit Fund			
APPROPRIATIONS			
Chapter 475, Statutes of 2004	\$3	-	-
TOTALS, EXPENDITURES	\$3	\$-	\$-
0913 Industrial Relations Unpaid Wage Fund			

* Dollars in thousands, except in Salary Range.

9670 Equity Claims of California Victim Compensation and Government Claims Board and Settlements and Judgments by Department of Justice - Continued

1 STATE OPERATIONS	2004-05*	2005-06*	2006-07*
APPROPRIATIONS			
Chapter 475, Statutes of 2004	\$1	-	-
TOTALS, EXPENDITURES	\$1	\$-	\$-
0915 Deferred Compensation Plan Fund			
APPROPRIATIONS			
Chapter 255, Statutes of 2005	-	\$4	-
TOTALS, EXPENDITURES	\$-	\$4	\$-
0970 Unclaimed Property Fund			
APPROPRIATIONS			
Chapter 184, Statutes of 2005	-	\$3	-
Chapter 475, Statutes of 2004	\$1	-	-
TOTALS, EXPENDITURES	\$1	\$3	\$-
TOTALS, EXPENDITURES, ALL FUNDS (State Operations)	\$59,057	\$8,277	\$-

9800 Augmentation for Employee Compensation

This budget reflects funding augmentation amounts for state civil service and related employee compensation. Employee compensation funding is based on approved Memoranda of Understanding for represented employees and the announcement of salary and benefit levels by the Department of Personnel Administration or other authorized entities for excluded employees.

3-YR EXPENDITURES AND POSITIONS (Summary of Program Requirements)

	Positions			Expenditures		
	2004-05	2005-06	2006-07	2004-05*	2005-06*	2006-07*
10 State Civil Service Employee Compensation Program	-	-	-	\$-	\$80,084	\$382,452
TOTALS, POSITIONS AND EXPENDITURES (All Programs)	-	-	-	\$-	\$80,084	\$382,452

FUNDING	2004-05*	2005-06*	2006-07*
0001 General Fund	\$-	\$58,559	\$203,243
0494 Other Unallocated Special Funds	-	12,400	146,977
0988 Various Other Unallocated Non-Governmental Cost Funds	-	9,125	32,232
TOTALS, EXPENDITURES, ALL FUNDS	\$-	\$80,084	\$382,452

LEGAL CITATIONS AND AUTHORITY

DEPARTMENT AUTHORITY

Government Code, Title 1, Division 1, Chapters 10.3 and 10.5.

DETAILED BUDGET ADJUSTMENTS

	2005-06*			2006-07*		
	General Fund	Other Funds	Positions	General Fund	Other Funds	Positions
Baseline Adjustment Descriptions						
• Various Baseline Adjustments	-\$116,479	-\$104,403	-	\$146,473	\$168,134	-
• Plata Lawsuit Pressure for Salary Increases	12,175	-	-	56,770	11,075	-
Totals, Baseline Adjustments	-\$104,304	-\$104,403	-	\$203,243	\$179,209	-
TOTALS, BUDGET ADJUSTMENTS	-\$104,304	-\$104,403	-	\$203,243	\$179,209	-

* Dollars in thousands, except in Salary Range.

9800 Augmentation for Employee Compensation - Continued

DETAIL OF APPROPRIATIONS AND ADJUSTMENTS (Reconciliation with Appropriations)

1 STATE OPERATIONS	2004-05*	2005-06*	2006-07*
0001 General Fund			
APPROPRIATIONS			
001 Budget Act appropriation	\$404,509	\$162,863	\$203,243
Allocation from Chapter 177, Statutes of 2005	3,078	-	-
Allocation to Various Departments	-364,311	-126,126	-
Allocation from Chapter 70, Statutes of 2005	-	3,957	-
Pending legislation	-	17,865	-
Totals Available	\$43,276	\$58,559	\$203,243
Unexpended balance, estimated savings	-43,276	-	-
TOTALS, EXPENDITURES	\$-	\$58,559	\$203,243
0494 Other Unallocated Special Funds			
APPROPRIATIONS			
001 Budget Act appropriation	\$280,747	\$118,843	\$146,977
Appropriation pursuant to allocation from Chapter 177, Statutes of 2005	4,213	-	-
Allocation to Various Departments	-141,130	-118,843	-
Allocation from Chapter 70, Statutes of 2005	-	7,485	-
Pending legislation	-	4,915	-
Totals Available	\$143,830	\$12,400	\$146,977
Unexpended balance, estimated savings	-143,830	-	-
TOTALS, EXPENDITURES	\$-	\$12,400	\$146,977
0988 Various Other Unallocated Non-Governmental Cost Funds			
APPROPRIATIONS			
001 Budget Act appropriation	\$131,105	\$7,085	\$32,232
Appropriation pursuant to allocation from Chapter 177, Statutes of 2005	1,963	-	-
Allocation to Various Departments	-79,249	-7,085	-
Allocation from Chapter 70, Statutes of 2005	-	4,210	-
Pending legislation	-	4,915	-
Totals Available	\$53,819	\$9,125	\$32,232
Unexpended balance, estimated savings	-53,819	-	-
TOTALS, EXPENDITURES	\$-	\$9,125	\$32,232
TOTALS, EXPENDITURES, ALL FUNDS (State Operations)	\$-	\$80,084	\$382,452

9818 Federal Levy of State Funds

The federal courts periodically issue judgments or "writs of execution" against the State of California requiring the state to make payments to the federal government. The writs and judgments provide the authority to the federal government to withdraw funds from the state bank accounts maintained by the State Treasurer's Office at the various state depository banks.

Each year the Budget Act authorizes the Department of Finance to identify specific appropriations or funds to charge when the federal government withdraws funds from state bank accounts. When no specific appropriation or fund can be identified, the withdrawals are charged to the unappropriated General Fund balance.

No levies have been paid through December 31, 2005.

LEGAL CITATIONS AND AUTHORITY

DEPARTMENT AUTHORITY

Annual Budget Act, Control Section 9.30.

9840 Augmentation for Contingencies or Emergencies

Each year, the Budget Act includes appropriation items in organization 9840 to be used to supplement department's appropriations that are insufficient due to unanticipated expenses or emergency situations. There are three separate appropriations, one for each fund type - General, special, and non-governmental cost funds. These appropriations are allocated to other departments by the Department of Finance based upon the determination of need.

3-YR EXPENDITURES AND POSITIONS (Summary of Program Requirements)

	Positions			Expenditures		
	2004-05	2005-06	2006-07	2004-05*	2005-06*	2006-07*
10 Augmentation for Contingencies or Emergencies	-	-	-	\$-	\$44,857	\$79,000
TOTALS, POSITIONS AND EXPENDITURES (All Programs)	-	-	-	\$-	\$44,857	\$79,000

FUNDING	2004-05*	2005-06*	2006-07*
0001 General Fund	\$-	\$19,009	\$49,000
0494 Other Unallocated Special Funds	-	10,974	15,000
0988 Various Other Unallocated Non-Governmental Cost Funds	-	14,874	15,000
TOTALS, EXPENDITURES, ALL FUNDS	\$-	\$44,857	\$79,000

LEGAL CITATIONS AND AUTHORITY

DEPARTMENT AUTHORITY

Annual Budget Act.

* Dollars in thousands, except in Salary Range.

9840 Augmentation for Contingencies or Emergencies - Continued

2004-05 Deficiency Funding Table

Department Name	Description of Deficiency	Fund Title	Funded from 9840 Budget Act Items	Funded by Supplemental Appropriation Bill
State Trial Court Funding	Funding for increased security costs and the cost of services no longer provided by counties	General Fund		\$14,611
State Trial Court Funding	Funding for increased security costs and the cost of services no longer provided by counties	Trial Court Trust Fund		14,611
Office of Emergency Services	Funding for Disaster Workers' Volunteer Program	General Fund	\$133	1,443
Department of Justice	Funding for Sexually Violent Predator Release workload	General Fund	600	
Department of Justice	Funding for Stringfellow Litigation	General Fund	3,674	
Department of Justice	Funding for DNA Fingerprint - Unsolved Crime and Innocence Protection Act	General Fund	1,800	
Secretary of State	Funding for Special Items of Expense for November 2004 General Election	General Fund		12,673
California Health Facilities Financing Authority	Funding to develop an application process for grant awards authorized by Proposition 61	California Health Facilities Financing Authority Children's Hospital Fund	137	
California Science Center	Funding for legal costs for Coliseum Lease Renegotiation	Exposition Park Improvement Fund	400	
Department of Consumer Affairs	Funding for increased Workers' Compensation premiums	Accountancy Fund, Profession and Vocations Fund	41	
Department of Consumer Affairs	Funding for increased Workers' Compensation premiums	California Architects Board Fund	18	
Department of Consumer Affairs	Funding for increased Workers' Compensation premiums	California Board of Architectural Examiners - Landscape Architects Fund	1	
Department of Consumer Affairs	Funding for increased Workers' Compensation premiums	Athletic Commission Fund	19	
Department of Consumer Affairs	Funding for increased Workers' Compensation premiums	State Board of Barbering and Cosmetology Fund	66	
Department of Consumer Affairs	Funding for increased Workers' Compensation premiums	Behavioral Science Examiners Fund, Professions and Vocations Fund	14	
Department of Consumer Affairs	Funding for increased Workers' Compensation premiums	Contractors' License Fund	395	
Department of Consumer Affairs	Funding for increased Workers' Compensation premiums	State Dentistry Fund	62	
Department of Consumer Affairs	Funding for increased Workers' Compensation premiums	State Dental Auxiliary Fund	9	
Department of Consumer Affairs	Funding for increased Workers' Compensation premiums	Geology and Geophysics Fund	13	
Department of Consumer Affairs	Funding for increased Workers' Compensation premiums	State Board of Guide Dogs for the Blind Fund	5	
Department of Consumer Affairs	Funding for increased Workers' Compensation premiums	Contingent Fund of the Medical Board of California	457	
Department of Consumer Affairs	Funding for increased Workers' Compensation premiums	Acupuncture Fund	17	
Department of Consumer Affairs	Funding for increased Workers' Compensation premiums	Physical Therapy Fund	20	
Department of Consumer Affairs	Funding for increased Workers' Compensation premiums	Physician Assistant Fund	7	
Department of Consumer Affairs	Funding for increased Workers' Compensation premiums	Board of Podiatric Medicine Fund	7	
Department of Consumer Affairs	Funding for increased Workers' Compensation premiums	Psychology Fund	17	
Department of Consumer Affairs	Funding for increased Workers' Compensation premiums	Respiratory Care Fund	18	
Department of Consumer Affairs	Funding for increased Workers' Compensation premiums	Speech-Language Pathology & Audiology Fund	7	

* Dollars in thousands, except in Salary Range.

9840 Augmentation for Contingencies or Emergencies - Continued

2004-05 Deficiency Funding Table

Department of Consumer Affairs	Funding for increased Workers' Compensation premiums	Occupational Therapy Fund	7
Department of Consumer Affairs	Funding for increased Workers' Compensation premiums	State Optometry Fund, Professions and Vocations Fund	19
Department of Consumer Affairs	Funding for increased Workers' Compensation premiums	Osteopathic Medical Board of California Contingent Fund	7
Department of Consumer Affairs	Funding for increased Workers' Compensation premiums	Pharmacy Board Contingent Fund, Professions and Vocations Fund	78
Department of Consumer Affairs	Funding for increased Workers' Compensation premiums	Professional Engineer and Land Surveyors' Fund	40
Department of Consumer Affairs	Funding for increased Workers' Compensation premiums	Board of Registered Nursing Fund, Professions and Vocations Fund	188
Department of Consumer Affairs	Funding for increased Workers' Compensation premiums	Court Reporters Fund	7
Department of Consumer Affairs	Funding for increased Workers' Compensation premiums	Veterinary Medical Board Contingent Fund	9
Department of Consumer Affairs	Funding for increased Workers' Compensation premiums	Vocational Nurse Examiners Fund	90
Department of Consumer Affairs	Funding for increased Workers' Compensation premiums	Psychiatric Technicians Account, Vocational Nurse and Psychiatric Technician Examiners Fund	9
Department of Consumer Affairs	Funding for increased Workers' Compensation premiums	Consumer Affairs Fund, Certification Account	8
Department of Consumer Affairs	Funding for increased Workers' Compensation premiums	Hearing Aid Dispensers Fund	9
Department of Consumer Affairs	Funding for increased Workers' Compensation premiums	Private Postsecondary and Vocational Education Administration Fund	20
Department of Consumer Affairs	Funding for increased Workers' Compensation premiums	Electronic and Appliance Repair Fund	35
Department of Consumer Affairs	Funding for increased Workers' Compensation premiums	Vehicle Inspection and Repair Fund	1,278
Department of Consumer Affairs	Funding for increased Workers' Compensation premiums	Telephone Medical Advice Services Program	1
Department of Consumer Affairs	Funding for increased Workers' Compensation premiums	High Polluter Repair or Removal Account	97
Department of Consumer Affairs	Funding for increased Workers' Compensation premiums	Cemetery Fund, Professions and Vocations Fund	21
Department of Consumer Affairs	Funding for increased Workers' Compensation premiums	State Funeral Directors and Embalmers Fund, Professions and Vocations Fund	10
Department of Consumer Affairs	Funding for increased Workers' Compensation premiums	Bureau of Home Furnishings and Thermal Insulation Fund	1
Department of General Services	Funding to pay costs associated with the inability to issue Energy Efficiency Revenue Bonds to fund the project and repay loans from the Pooled Money Investment Board	General Fund	9,507
Department of General Services	Funding for Capitol Security Project	General Fund	930
State Lands Commission	Funding for litigation	General Fund	150
Department of Toxics Substances Control	Funding for hazardous waste site cleanup	General Fund	1,715
Department of Health Services	Funding for disallowance of federal funds per Government Accountability Office Audit	General Fund	5,389
Department of Mental Health	Funding for caseload increases	General Fund	28,054
Department of Mental Health	Funding to pay costs associated with the inability to issue Energy Efficiency Revenue Bonds to fund the project and repay loans from the Pooled Money Investment Board	General Fund	3,667

* Dollars in thousands, except in Salary Range.

9840 Augmentation for Contingencies or Emergencies - Continued

2004-05 Deficiency Funding Table

Department of Corrections	Funding for DNA collection associated with Proposition 69	General Fund	2,578	
Department of Corrections	Funding for costs of prosecuting crimes committed by inmates in State prisons	General Fund		5,335
Department of Corrections	Funding for population adjustment	General Fund		227,813
Department of Corrections	Funding for population adjustment	Inmate Welfare Fund		964
Department of Corrections	Funding to pay costs associated with the inability to issue Energy Efficiency Revenue Bonds to fund the project and repay loans from the Pooled Money Investment Board	General Fund		10,920
Department of Youth Authority	Funding for population adjustment	General Fund		40,382
Department of Youth Authority	Funding for Farrel v. Allen settlement and consent decree	General Fund	2,561	
Commission on the Status of Women	Funding for Workers' Compensation costs	General Fund	9	
Department of Finance	Funding for legal representation in a STRS vs. Finance lawsuit challenging Chapter 6X of the First Extraordinary Session, Statutes of 2003	General Fund	250	
Commission on State Mandates	Funding for the review and processing of an application from Butte County for a determination of financial distress	General Fund	120	
Military Department	Funding for pay increases for State Active Duty Personnel	General Fund	214	
Department of Veteran's Affairs	Funding for Workers' Compensation costs	General Fund	824	640
Health and Dental Benefits for Annuitants	Funding for increased benefit costs	General Fund	7,500	
	Totals, Deficiencies		\$25,792	\$382,058
	Totals by Fund Source:			
	General Fund		\$22,128	\$366,483
	Special Funds		3,527	14,611
	Nongovernmental Cost Funds		137	964
	Grand Total		\$25,792	\$382,058

* Dollars in thousands, except in Salary Range.

9840 Augmentation for Contingencies or Emergencies - Continued

2005-06 Deficiency Funding Table

Department Name	Description of Deficiency	Fund Title	Funded from 9840 Budget Act Items	Funded by Supplemental Appropriation Bill
Department of Justice	Funding for Stringfellow Litigation	General Fund	\$4,956	
Department of Justice	Funding for DNA Fingerprint - Unsolved Crime and Innocence Protection Act	General Fund		\$7,818
Department of Insurance	Funding for awards of compensation for intervener claims	Insurance Fund	1,651	
Board of Equalization	Funding for repairing windows at the Board of Equalization's Sacramento headquarters	General Fund	12,930	
Board of Equalization	Funding for repairing windows at the Board of Equalization's Sacramento headquarters	Breast Cancer Fund	22	
Board of Equalization	Funding for repairing windows at the Board of Equalization's Sacramento headquarters	State Emergency Telephone Number Account	24	
Board of Equalization	Funding for repairing windows at the Board of Equalization's Sacramento headquarters	Motor Vehicle Fuel Account	792	
Board of Equalization	Funding for repairing windows at the Board of Equalization's Sacramento headquarters	Occupational Lead Poisoning Prevention Account	26	
Board of Equalization	Funding for repairing windows at the Board of Equalization's Sacramento headquarters	Childhood Lead Poisoning Prevention Fund	19	
Board of Equalization	Funding for repairing windows at the Board of Equalization's Sacramento headquarters	Cigarette and Tobacco Products Surtax Fund	277	
Board of Equalization	Funding for repairing windows at the Board of Equalization's Sacramento headquarters	Oil Spill Prevention and Administration Fund	10	
Board of Equalization	Funding for repairing windows at the Board of Equalization's Sacramento headquarters	Integrated Waste Management Account	17	
Board of Equalization	Funding for repairing windows at the Board of Equalization's Sacramento headquarters	Underground Storage Tank Cleanup Fund	86	
Board of Equalization	Funding for repairing windows at the Board of Equalization's Sacramento headquarters	Energy Resources Programs Account	9	
Board of Equalization	Funding for repairing windows at the Board of Equalization's Sacramento headquarters	California Children and Families First Trust Fund	466	
Board of Equalization	Funding for repairing windows at the Board of Equalization's Sacramento headquarters	Timer Tax Fund	88	
Board of Equalization	Funding for repairing windows at the Board of Equalization's Sacramento headquarters	Gas Consumption Surcharge Fund	16	
Board of Equalization	Funding for repairing windows at the Board of Equalization's Sacramento headquarters	Water Rights Fund	17	
Board of Equalization	Funding for repairing windows at the Board of Equalization's Sacramento headquarters	Electronic Waste and Recycling Account	201	
Department of Consumer Affairs	Funding for examinations for licensure of barbers, cosmetologists, electrologists, estheticians, and manicurists	State Board of Barbering and Cosmetology Fund	393	
Department of Consumer Affairs	Funding for administrative costs	Student Tuition Recovery Fund	38	
California Coastal Commission	Funding for Court Order to pay attorney fees (Sierra Club v. California Coastal Commission) and to pay interest accrued	General Fund	160	
Department of Health Services	Funding for Medi-Cal: miscellaneous caseload increases	General Fund		213,232

* Dollars in thousands, except in Salary Range.

9840 Augmentation for Contingencies or Emergencies - Continued

2005-06 Deficiency Funding Table

Department of Health Services	Funding for Women, Infants, and Children program to expend all manufacturer rebates	Woman, Infant, and Children Manufacturer Rebate Fund	26,000
Department of Mental Health	Funding to activate Intermediate Care Facility beds at Salinas Valley Psychiatric Facility	General Fund	4,447
Department of Mental Health	Funding for Sexually Violent Predator Evaluations and Court Testimony Workload increase	General Fund	574
Department of Rehabilitation	Funding for increased costs of consumer goods and services in the Vocational Rehabilitation program	General Fund	190
Department of Corrections and Rehabilitation	Funding for 500-unit Electronic in-home Detention program	General Fund	601
Department of Corrections and Rehabilitation	Funding for population adjustment and increases in and number of cadets	General Fund	80,053
Department of Corrections and Rehabilitation	Funding for population adjustment	Inmate Welfare Fund	144
Department of Education	Funding for the overlapping time period during which the contract for Special Education mediation hearings is shifted from McGeorge Law School to the Office of Administrative Hearings	General Fund	4,500
Department of Industrial Relations	Funding for wage claims submitted by employees of unlicensed farm labor contractors	Farmworker Remedial Account	338
Department of Industrial Relations	Funding for wage claims submitted by employees of unlicensed garment manufacturers	Garment Manufacturers Special Account	988
Commission on the Status of Women	Funding for costs of replacing the Legislative Coordinator	General Fund	24
Military Department	Funding for pay increases for State Active Duty Personnel	General Fund	220
Veterans Home of California - Yountville	Funding for increased food costs, Medicare B premiums, and Medicare outside medical costs	General Fund	251
Veterans Home of California - Barstow	Funding for Worker's Compensation, Medicare B premiums, and Medicare outside medical costs	General Fund	1,329
Veterans Home of California - Chula Vista	Funding for Medicare B premiums, and Medicare outside medical costs	General Fund	45
	Totals, Deficiencies		\$34,379 \$328,573
	Totals by Fund Source:		
	General Fund		\$30,227 \$301,103
	Special Funds		4,026 1,326
	Nongovernmental Cost Funds		126 26,144
	Grand Total		\$34,379 \$328,573

* Dollars in thousands, except in Salary Range.

9840 Augmentation for Contingencies or Emergencies - Continued

PROGRAM DESCRIPTIONS (Program Objectives Statement)

10 AUGMENTATION FOR CONTINGENCIES OR EMERGENCIES

The 2004-05 and 2005-06 budget display for 9840 items of appropriations reflects the amounts allocated or to be allocated from 9840. A separate table has been provided for 2004-05 and 2005-06 that displays the detail of the allocations from 9840 and the deficiencies that have either been funded or are proposed to be funded from supplemental appropriation bills. Please see the "2004-05 and 2005-06 Deficiency Funding Tables (Allocations from 9840 Items of Appropriations and Supplemental Appropriations Bills)".

DETAIL OF APPROPRIATIONS AND ADJUSTMENTS (Reconciliation with Appropriations)

1 STATE OPERATIONS	2004-05*	2005-06*	2006-07*
0001 General Fund			
APPROPRIATIONS			
001 Budget Act appropriation	\$50,000	\$49,236	\$49,000
Allocation included in agency budgets	-53,714	-30,227	-
Chapter 7, Statutes of 2005	<u>31,586</u>	<u>-</u>	<u>-</u>
Totals Available	\$27,872	\$19,009	\$49,000
Unexpended balance, estimated savings	<u>-27,872</u>	<u>-</u>	<u>-</u>
TOTALS, EXPENDITURES	\$-	\$19,009	\$49,000
0494 Other Unallocated Special Funds			
APPROPRIATIONS			
001 Budget Act appropriation	\$15,000	\$15,000	\$15,000
Allocation included in agency budgets	<u>-3,525</u>	<u>-4,026</u>	<u>-</u>
Totals Available	\$11,475	\$10,974	\$15,000
Unexpended balance, estimated savings	<u>-11,475</u>	<u>-</u>	<u>-</u>
TOTALS, EXPENDITURES	\$-	\$10,974	\$15,000
0988 Various Other Unallocated Non-Governmental Cost Funds			
APPROPRIATIONS			
001 Budget Act appropriation	\$15,000	\$15,000	\$15,000
Allocation included in agency budgets	<u>-137</u>	<u>-126</u>	<u>-</u>
Totals Available	\$14,863	\$14,874	\$15,000
Unexpended balance, estimated savings	<u>-14,863</u>	<u>-</u>	<u>-</u>
TOTALS, EXPENDITURES	\$-	\$14,874	\$15,000
TOTALS, EXPENDITURES, ALL FUNDS (State Operations)	\$-	\$44,857	\$79,000

9860 Capital Outlay Planning and Studies Funding

See the Infrastructure Overview (Capital Outlay) for more information regarding Capital Outlay Planning and Studies Funding.

INFRASTRUCTURE OVERVIEW

This budget provides funding to be allocated by the Department of Finance to state agencies to develop design and cost information for new projects.

SUMMARY OF PROJECTS

	State Building Program Expenditures	2004-05*	2005-06*	2006-07*
10 CAPITAL OUTLAY - UNALLOCATED				
Minor Projects				
10.10 Planning and Studies Funding		<u>600^{Sg}</u>	<u>1,000^{Sg}</u>	<u>1,000^{Sg}</u>
Totals, Minor Projects		\$600	\$1,000	\$1,000

* Dollars in thousands, except in Salary Range.

9860 Capital Outlay Planning and Studies Funding - Continued

State Building Program Expenditures	2004-05*	2005-06*	2006-07*
TOTALS, EXPENDITURES, ALL PROJECTS	\$600	\$1,000	\$1,000
FUNDING	2004-05*	2005-06*	2006-07*
0001 General Fund	\$600	\$1,000	\$1,000
TOTALS, EXPENDITURES, ALL FUNDS	\$600	\$1,000	\$1,000

DETAIL OF APPROPRIATIONS AND ADJUSTMENTS (Reconciliation with Appropriations)

3 CAPITAL OUTLAY	2004-05*	2005-06*	2006-07*
0001 General Fund			
APPROPRIATIONS			
301 Budget Act appropriation	\$1,000	\$1,000	\$1,000
Totals Available	\$1,000	\$1,000	\$1,000
Unexpended balance, estimated savings	-400	-	-
TOTALS, EXPENDITURES	\$600	\$1,000	\$1,000
TOTALS, EXPENDITURES, ALL FUNDS (Capital Outlay)	\$600	\$1,000	\$1,000

9885 Reserve for Liquidation of Encumbrances

Encumbrances (commitments for the procurement of goods or services which have not yet been received by the state) are accrued as expenditures by departments at year-end and included in the expenditure totals of individual budget displays. This treatment is in accordance with the budgetary/legal basis of accounting.

Generally Accepted Accounting Principles (GAAP) require that encumbrances be reflected as a reserve against the General Fund balance and not as an expenditure, as in budgetary/legal basis accounting. Government Code Section 13306 and state policy require compliance with GAAP whenever it is in the best interest of the state. This budget reflects a statewide adjustment to reduce expenditures on a budgetary/legal basis by the encumbrance amounts to comply with GAAP. A reserve of fund balance for encumbrances for this same amount is shown in Summary Schedule 1 for the General Fund.

COMPUTATION OF ENCUMBRANCE ADJUSTMENT

The State Controller's Office accumulated a General Fund encumbrance total of \$521,274,000 from 2004-05 year-end financial statements submitted by state departments. For budgeting purposes, encumbrances are estimated to be at the same level for the 2005-06 and 2006-07 fiscal years and are assumed to be liquidated (paid) within one fiscal year. The Encumbrance Adjustment Table summarizes the methodology and the calculation for the encumbrance adjustment.

3-YR EXPENDITURES AND POSITIONS (Summary of Program Requirements)

	Positions			Expenditures		
	2004-05	2005-06	2006-07	2004-05*	2005-06*	2006-07*
10 Encumbrance Adjustment	-	-	-	\$120,179	\$-	\$-
TOTALS, POSITIONS AND EXPENDITURES (All Programs)	-	-	-	\$120,179	\$-	\$-
FUNDING				2004-05*	2005-06*	2006-07*
0001 General Fund				\$120,179	\$-	\$-
TOTALS, EXPENDITURES, ALL FUNDS				\$120,179	\$-	\$-

LEGAL CITATIONS AND AUTHORITY

DEPARTMENT AUTHORITY

Government Code Section 13306.

* Dollars in thousands, except in Salary Range.

9885 Reserve for Liquidation of Encumbrances - Continued

Encumbrance Adjustment Table

	2004-05*	2005-06*	2006-07*
2003-04 Encumbrances per Controller's Preliminary Report	\$641,453		
2004-05 Encumbrances per Controller's Preliminary Report	-521,274	\$521,274	
2005-06 Projected Encumbrances	-	-521,274	\$521,274
2006-07 Projected Encumbrances	-	-	-521,274
	\$120,179	-	-
Encumbrance Adjustment			

* Dollars in thousands, except in Salary Range.

9885 Reserve for Liquidation of Encumbrances - Continued

DETAIL OF APPROPRIATIONS AND ADJUSTMENTS (Reconciliation with Appropriations)

4 UNCLASSIFIED	2004-05*	2005-06*	2006-07*
0001 General Fund			
APPROPRIATIONS			
Encumbrance Adjustment (General Fund)	\$120,179	-	-
TOTALS, EXPENDITURES	\$120,179	\$-	\$-
TOTALS, EXPENDITURES, ALL FUNDS (Unclassified)	\$120,179	\$-	\$-

9900 Statewide General Administrative Expenditures (Pro Rata)

Central service agencies, such as Department of Finance, the State Treasurer, the State Controller, State Personnel Board, and Legislature, provide budgeting, banking, accounting, auditing, payroll, and other services to all state departments. The General Fund primarily supports central service agencies; however, the services they provide benefit not only General Fund programs but also programs supported by all funds. The Pro Rata process apportions the costs of providing central administrative services to all state departments and funding sources that benefit from the services. Amounts apportioned to special funds for their fair share of central administrative services costs are transferred from the special funds to the General Fund.

Pro Rata charges to special funds are normally included in the appropriate departmental budgets. This budget item includes Pro Rata charges to special funds for those cases where appropriate funding was not provided for in departmental budgets.

3-YR EXPENDITURES AND POSITIONS (Summary of Program Requirements)

	Positions			Expenditures		
	2004-05	2005-06	2006-07	2004-05*	2005-06*	2006-07*
99 Pro Rata Direct Charges	-	-	-	-\$327,061	-\$372,840	-\$451,833
TOTALS, POSITIONS AND EXPENDITURES (All Programs)	-	-	-	-\$327,061	-\$372,840	-\$451,833

FUNDING	2004-05*	2005-06*	2006-07*
0001 General Fund	-\$336,313	-\$376,079	-\$467,560
0017 Fingerprint Fees Account	4	-	-
0042 State Highway Account, State Transportation Fund	143	-	-
0046 Public Transportation Account, State Transportation Fund	-	34	-
0052 Local Airport Loan Account	4	5	14
0071 Yosemite Foundation Account, California Environmental License Plate Fund	3	-	4
0101 School Facilities Fee Assistance Fund	148	94	-
0115 Air Pollution Control Fund	58	-	-
0140 California Environmental License Plate Fund	9	31	15
0159 Trial Court Improvement Fund	554	-	278
0214 Restitution Fund	46	-	102
0231 Health Education Account, Cigarette and Tobacco Products Surtax Fund	44	39	-
0232 Hospital Services Account, Cigarette and Tobacco Products Surtax Fund	48	-	56
0233 Physician Services Account, Cigarette and Tobacco Products Surtax Fund	-	-	27
0234 Research Account, Cigarette and Tobacco Products Surtax Fund	-	6	-
0236 Unallocated Account, Cigarette and Tobacco Products Surtax Fund	65	34	-
0241 Local Public Prosecutors and Public Defenders Training Fund	4	-	-
0255 Department of Justice DNA Testing Fund	-	24	-
0257 Earthquake Emergency Investigations Account, Natural Disaster Assistance Fund	5	-	-
0262 Habitat Conservation Fund	309	186	450
0266 Inland Wetlands Conservation Fund, Wildlife Restoration Fund	3	9	5
0285 California Residential Earthquake Recovery Fund	33	-	-
0371 California Beach and Coastal Enhancement Account, California Environmental License Plate Fund	16	20	23
0400 Real Estate Appraisers Regulation Fund	120	-	-

* Dollars in thousands, except in Salary Range.

9900 Statewide General Administrative Expenditures (Pro Rata) - Continued

FUNDING	2004-05*	2005-06*	2006-07*
0425 Victim - Witness Assistance Fund	81	-	-
0439 Underground Storage Tank Cleanup Fund	-	-	7
0455 Hazardous Substance Subaccount	61	9	9
0483 Deaf and Disabled Telecommunications Program Administrative Committee Fund	-	6	-
0484 Hazardous Substance Clearing Account	-	-	70
0493 California Teleconnect Fund Administrative Committee Fund	771	-	-
0514 Employment Training Fund	45	80	87
0526 California School Finance Authority Fund	17	48	-
0556 Judicial Administration Efficiency and Modernization Fund	2	-	-
0562 State Lottery Fund	1,518	-	2,851
0571 Uninsured Employers Benefits Trust Fund	28	-	-
0577 Abandoned Watercraft Abatement Fund	6	5	5
0587 Family Law Trust Fund	-	5	62
0589 Cancer Research Fund	3	-	-
0592 Veterans' Farm and Home Building Fund of 1943	4	-	-
0593 Coastal Access Account, State Coastal Conservancy Fund	28	32	32
0604 Armory Fund	134	-	-
0631 Mass Media Communications Account, California Children and Families Trust Fund	-	-	76
0634 Education Account, California Children and Families Trust Fund	-	-	142
0636 Child Care Account, California Children and Families Trust Fund	-	-	96
0637 Research and Development Account, California Children and Families Trust Fund	41	-	98
0638 Administration Account, California Children and Families Trust Fund	-	-	8
0639 Unallocated Account, California Children and Families Trust Fund	-	-	39
0641 Domestic Violence Restraining Order Reimbursement Fund	-	73	70
0650 Toll Bridge Seismic Retrofit Account, State Transportation Fund	1,494	-	-
0666 Service Revolving Fund	-	-	27
0815 Judges' Retirement Fund	455	-	-
0828 Hazardous Waste Reduction Loan Account, California Economic Development Grant and Loan Fund	3	-	-
0884 Judges' Retirement System II Fund	2	-	-
0904 California Health Facilities Financing Authority Fund	132	36	74
0911 Educational Facilities Authority Fund	42	21	20
0918 Small Business Expansion Fund	-	14	-
0930 Pollution Control Financing Authority Fund	120	90	67
0932 Trial Court Trust Fund	643	332	2,304
0940 Bosco-Keene Renewable Resources Investment Fund	-	-	159
0941 Santa Monica Mountains Conservancy Fund	37	-	-
0947 California State University Special Projects Fund	-	-	1,883
0948 California State University Trust Fund	-	-	6,112
0959 Foster Children and Parent Training Fund	101	489	-
0960 Student Tuition Recovery Fund	-	-	256
0974 California Peace Officer Memorial Foundation Fund	1	-	-
0982 California Urban Waterfront Area Restoration Fund	-	10	6
1003 Cleanup Loans and Environmental Assistance to Neighborhoods Account	50	-	-
2500 Pedestrian Safety Account, State Transportation Fund	39	-	-
3006 Jobs-Housing Balance Improvement Account	6	-	-
3015 Gas Consumption Surcharge Fund	1,518	1,136	-
3021 Agricultural Biomass Utilization Account	17	-	-
3027 Trauma Care Fund	1	-	-
3028 Transitional Housing for Foster Youth Fund	2	1	-
3058 Water Rights Fund	99	-	-
3079 Children's Medical Services Rebate Fund	-	-	5

* Dollars in thousands, except in Salary Range.

9900 Statewide General Administrative Expenditures (Pro Rata) - Continued

FUNDING	2004-05*	2005-06*	2006-07*
3080 AIDS Drug Assistance Program Rebate Fund	-	-	188
9326 California Consumer Power and Conservation Financing Authority Fund	135	117	-
9728 Judicial Branch Workers' Compensation Fund	-	<u>253</u>	-
TOTALS, EXPENDITURES, ALL FUNDS	<u>-\$327,061</u>	<u>-\$372,840</u>	<u>-\$451,833</u>

LEGAL CITATIONS AND AUTHORITY

DEPARTMENT AUTHORITY

Government Code Sections 11010, 11270-11277, 13332.03 and 22883.

DETAIL OF APPROPRIATIONS AND ADJUSTMENTS (Reconciliation with Appropriations)

1 STATE OPERATIONS	2004-05*	2005-06*	2006-07*
0001 General Fund			
APPROPRIATIONS			
Government Code Sections 11270-11275 and 22883 General Fund Credits From Special Funds	-\$336,313	-\$376,079	-\$467,560
TOTALS, EXPENDITURES	<u>-\$336,313</u>	<u>-\$376,079</u>	<u>-\$467,560</u>
0017 Fingerprint Fees Account			
APPROPRIATIONS			
Government Code Section 13332.03	<u>\$4</u>	-	-
TOTALS, EXPENDITURES	<u>\$4</u>	<u>\$-</u>	<u>\$-</u>
0042 State Highway Account, State Transportation Fund			
APPROPRIATIONS			
Government Code Section 13332.03	<u>\$143</u>	-	-
TOTALS, EXPENDITURES	<u>\$143</u>	<u>\$-</u>	<u>\$-</u>
0046 Public Transportation Account, State Transportation Fund			
APPROPRIATIONS			
Government Code Section 13332.03	-	<u>\$34</u>	-
TOTALS, EXPENDITURES	<u>\$-</u>	<u>\$34</u>	<u>\$-</u>
0052 Local Airport Loan Account			
APPROPRIATIONS			
Government Code Section 13332.03	<u>\$4</u>	<u>\$5</u>	<u>\$14</u>
TOTALS, EXPENDITURES	<u>\$4</u>	<u>\$5</u>	<u>\$14</u>
0071 Yosemite Foundation Account, California Environmental License Plate Fund			
APPROPRIATIONS			
Government Code Section 13332.03	<u>\$3</u>	-	<u>\$4</u>
TOTALS, EXPENDITURES	<u>\$3</u>	<u>\$-</u>	<u>\$4</u>
0101 School Facilities Fee Assistance Fund			
APPROPRIATIONS			
Government Code Section 13332.03	<u>\$148</u>	<u>\$94</u>	-
TOTALS, EXPENDITURES	<u>\$148</u>	<u>\$94</u>	<u>\$-</u>
0115 Air Pollution Control Fund			
APPROPRIATIONS			
Government Code Section 13332.03	<u>\$58</u>	-	-
TOTALS, EXPENDITURES	<u>\$58</u>	<u>\$-</u>	<u>\$-</u>
0140 California Environmental License Plate Fund			
APPROPRIATIONS			
Government Code Section 13332.03	<u>\$9</u>	<u>\$31</u>	<u>\$15</u>
TOTALS, EXPENDITURES	<u>\$9</u>	<u>\$31</u>	<u>\$15</u>
0159 Trial Court Improvement Fund			

* Dollars in thousands, except in Salary Range.

9900 Statewide General Administrative Expenditures (Pro Rata) - Continued

1 STATE OPERATIONS	2004-05*	2005-06*	2006-07*
APPROPRIATIONS			
Government Code Section 13332.03	<u>\$554</u>	<u>-</u>	<u>\$278</u>
TOTALS, EXPENDITURES	\$554	\$-	\$278
0214 Restitution Fund			
APPROPRIATIONS			
Government Code Section 13332.03	<u>\$46</u>	<u>-</u>	<u>\$102</u>
TOTALS, EXPENDITURES	\$46	\$-	\$102
0231 Health Education Account, Cigarette and Tobacco Products Surtax Fund			
APPROPRIATIONS			
Government Code Section 13332.03	<u>\$44</u>	<u>\$39</u>	<u>-</u>
TOTALS, EXPENDITURES	\$44	\$39	\$-
0232 Hospital Services Account, Cigarette and Tobacco Products Surtax Fund			
APPROPRIATIONS			
Government Code Section 13332.03	<u>\$48</u>	<u>-</u>	<u>\$56</u>
TOTALS, EXPENDITURES	\$48	\$-	\$56
0233 Physician Services Account, Cigarette and Tobacco Products Surtax Fund			
APPROPRIATIONS			
Government Code Section 13332.03	<u>-</u>	<u>-</u>	<u>\$27</u>
TOTALS, EXPENDITURES	\$-	\$-	\$27
0234 Research Account, Cigarette and Tobacco Products Surtax Fund			
APPROPRIATIONS			
Government Code Section 13332.03	<u>-</u>	<u>\$6</u>	<u>-</u>
TOTALS, EXPENDITURES	\$-	\$6	\$-
0236 Unallocated Account, Cigarette and Tobacco Products Surtax Fund			
APPROPRIATIONS			
Government Code Section 13332.03	<u>\$65</u>	<u>\$34</u>	<u>-</u>
TOTALS, EXPENDITURES	\$65	\$34	\$-
0241 Local Public Prosecutors and Public Defenders Training Fund			
APPROPRIATIONS			
Government Code Section 13332.03	<u>\$4</u>	<u>-</u>	<u>-</u>
TOTALS, EXPENDITURES	\$4	\$-	\$-
0255 Department of Justice DNA Testing Fund			
APPROPRIATIONS			
Government Code Section 13332.03	<u>-</u>	<u>\$24</u>	<u>-</u>
TOTALS, EXPENDITURES	\$-	\$24	\$-
0257 Earthquake Emergency Investigations Account, Natural Disaster Assistance Fund			
APPROPRIATIONS			
Government Code Section 13332.03	<u>\$5</u>	<u>-</u>	<u>-</u>
TOTALS, EXPENDITURES	\$5	\$-	\$-
0262 Habitat Conservation Fund			
APPROPRIATIONS			
Government Code Section 13332.03	<u>\$309</u>	<u>\$186</u>	<u>\$450</u>
TOTALS, EXPENDITURES	\$309	\$186	\$450
0266 Inland Wetlands Conservation Fund, Wildlife Restoration Fund			
APPROPRIATIONS			
Government Code Section 13332.03	<u>\$3</u>	<u>\$9</u>	<u>\$5</u>
TOTALS, EXPENDITURES	\$3	\$9	\$5
0285 California Residential Earthquake Recovery Fund			
APPROPRIATIONS			
Government Code Section 13332.03	<u>\$33</u>	<u>-</u>	<u>-</u>
TOTALS, EXPENDITURES	\$33	\$-	\$-
0371 California Beach and Coastal Enhancement Account, California Environmental			

* Dollars in thousands, except in Salary Range.

9900 Statewide General Administrative Expenditures (Pro Rata) - Continued

1 STATE OPERATIONS	2004-05*	2005-06*	2006-07*
License Plate Fund			
APPROPRIATIONS			
Government Code Section 13332.03	\$16	\$20	\$23
TOTALS, EXPENDITURES	\$16	\$20	\$23
0400 Real Estate Appraisers Regulation Fund			
APPROPRIATIONS			
Government Code Section 13332.03	\$120	-	-
TOTALS, EXPENDITURES	\$120	\$-	\$-
0425 Victim - Witness Assistance Fund			
APPROPRIATIONS			
Government Code Section 13332.03	\$81	-	-
TOTALS, EXPENDITURES	\$81	\$-	\$-
0439 Underground Storage Tank Cleanup Fund			
APPROPRIATIONS			
Government Code Section 13332.03	-	-	\$7
TOTALS, EXPENDITURES	\$-	\$-	\$7
0455 Hazardous Substance Subaccount			
APPROPRIATIONS			
Government Code Section 13332.03	\$61	\$9	\$9
TOTALS, EXPENDITURES	\$61	\$9	\$9
0483 Deaf and Disabled Telecommunications Program Administrative Committee Fund			
APPROPRIATIONS			
Government Code Section 13332.03	-	\$6	-
TOTALS, EXPENDITURES	\$-	\$6	\$-
0484 Hazardous Substance Clearing Account			
APPROPRIATIONS			
Government Code Section 13332.03	-	-	\$70
TOTALS, EXPENDITURES	\$-	\$-	\$70
0493 California Teleconnect Fund Administrative Committee Fund			
APPROPRIATIONS			
Government Code Section 13332.03	\$771	-	-
TOTALS, EXPENDITURES	\$771	\$-	\$-
0514 Employment Training Fund			
APPROPRIATIONS			
Government Code Section 13332.03	\$45	\$80	\$87
TOTALS, EXPENDITURES	\$45	\$80	\$87
0526 California School Finance Authority Fund			
APPROPRIATIONS			
Government Code Section 13332.03	\$17	\$48	-
TOTALS, EXPENDITURES	\$17	\$48	\$-
0556 Judicial Administration Efficiency and Modernization Fund			
APPROPRIATIONS			
Government Code Section 13332.03	\$2	-	-
TOTALS, EXPENDITURES	\$2	\$-	\$-
0562 State Lottery Fund			
APPROPRIATIONS			
Government Code Section 13332.03	\$1,518	-	\$2,851
TOTALS, EXPENDITURES	\$1,518	\$-	\$2,851
0571 Uninsured Employers Benefits Trust Fund			
APPROPRIATIONS			
Government Code Section 13332.03	\$28	-	-
TOTALS, EXPENDITURES	\$28	\$-	\$-

* Dollars in thousands, except in Salary Range.

9900 Statewide General Administrative Expenditures (Pro Rata) - Continued

1 STATE OPERATIONS	2004-05*	2005-06*	2006-07*
0577 Abandoned Watercraft Abatement Fund			
APPROPRIATIONS			
Government Code Section 13332.03	<u>\$6</u>	<u>\$5</u>	<u>\$5</u>
TOTALS, EXPENDITURES	\$6	\$5	\$5
0587 Family Law Trust Fund			
APPROPRIATIONS			
Government Code Section 13332.03	<u>-</u>	<u>\$5</u>	<u>\$62</u>
TOTALS, EXPENDITURES	\$-	\$5	\$62
0589 Cancer Research Fund			
APPROPRIATIONS			
Government Code Section 13332.03	<u>\$3</u>	<u>-</u>	<u>-</u>
TOTALS, EXPENDITURES	\$3	\$-	\$-
0592 Veterans' Farm and Home Building Fund of 1943			
APPROPRIATIONS			
Government Code Section 13332.03	<u>\$4</u>	<u>-</u>	<u>-</u>
TOTALS, EXPENDITURES	\$4	\$-	\$-
0593 Coastal Access Account, State Coastal Conservancy Fund			
APPROPRIATIONS			
Government Code Section 13332.03	<u>\$28</u>	<u>\$32</u>	<u>\$32</u>
TOTALS, EXPENDITURES	\$28	\$32	\$32
0604 Armory Fund			
APPROPRIATIONS			
Government Code Section 13332.03	<u>\$134</u>	<u>-</u>	<u>-</u>
TOTALS, EXPENDITURES	\$134	\$-	\$-
0631 Mass Media Communications Account, California Children and Families Trust Fund			
APPROPRIATIONS			
Government Code Section 13332.03	<u>-</u>	<u>-</u>	<u>\$76</u>
TOTALS, EXPENDITURES	\$-	\$-	\$76
0634 Education Account, California Children and Families Trust Fund			
APPROPRIATIONS			
Government Code Section 13332.03	<u>-</u>	<u>-</u>	<u>\$142</u>
TOTALS, EXPENDITURES	\$-	\$-	\$142
0636 Child Care Account, California Children and Families Trust Fund			
APPROPRIATIONS			
Government Code Section 13332.03	<u>-</u>	<u>-</u>	<u>\$96</u>
TOTALS, EXPENDITURES	\$-	\$-	\$96
0637 Research and Development Account, California Children and Families Trust Fund			
APPROPRIATIONS			
Government Code Section 13332.03	<u>\$41</u>	<u>-</u>	<u>\$98</u>
TOTALS, EXPENDITURES	\$41	\$-	\$98
0638 Administration Account, California Children and Families Trust Fund			
APPROPRIATIONS			
Government Code Section 13332.03	<u>-</u>	<u>-</u>	<u>\$8</u>
TOTALS, EXPENDITURES	\$-	\$-	\$8
0639 Unallocated Account, California Children and Families Trust Fund			
APPROPRIATIONS			
Government Code Section 13332.03	<u>-</u>	<u>-</u>	<u>\$39</u>
TOTALS, EXPENDITURES	\$-	\$-	\$39
0641 Domestic Violence Restraining Order Reimbursement Fund			
APPROPRIATIONS			
Government Code Section 13332.03	<u>-</u>	<u>\$73</u>	<u>\$70</u>

* Dollars in thousands, except in Salary Range.

9900 Statewide General Administrative Expenditures (Pro Rata) - Continued

1 STATE OPERATIONS	2004-05*	2005-06*	2006-07*
TOTALS, EXPENDITURES	\$-	\$73	\$70
0650 Toll Bridge Seismic Retrofit Account, State Transportation Fund			
APPROPRIATIONS			
Government Code Section 13332.03	\$1,494	-	-
TOTALS, EXPENDITURES	\$1,494	\$-	\$-
0666 Service Revolving Fund			
APPROPRIATIONS			
Government Code Section 13332.03	-	-	\$27
TOTALS, EXPENDITURES	\$-	\$-	\$27
0815 Judges' Retirement Fund			
APPROPRIATIONS			
Government Code Section 13332.03	\$455	-	-
TOTALS, EXPENDITURES	\$455	\$-	\$-
0828 Hazardous Waste Reduction Loan Account, California Economic Development Grant and Loan Fund			
APPROPRIATIONS			
Government Code Section 13332.03	\$3	-	-
TOTALS, EXPENDITURES	\$3	\$-	\$-
0884 Judges' Retirement System II Fund			
APPROPRIATIONS			
Government Code Section 13332.03	\$2	-	-
TOTALS, EXPENDITURES	\$2	\$-	\$-
0904 California Health Facilities Financing Authority Fund			
APPROPRIATIONS			
Government Code Section 13332.03	\$132	\$36	\$74
TOTALS, EXPENDITURES	\$132	\$36	\$74
0911 Educational Facilities Authority Fund			
APPROPRIATIONS			
Government Code Section 13332.03	\$42	\$21	\$20
TOTALS, EXPENDITURES	\$42	\$21	\$20
0918 Small Business Expansion Fund			
APPROPRIATIONS			
Government Code Section 13332.03	-	\$14	-
TOTALS, EXPENDITURES	\$-	\$14	\$-
0930 Pollution Control Financing Authority Fund			
APPROPRIATIONS			
Government Code Section 13332.03	\$120	\$90	\$67
TOTALS, EXPENDITURES	\$120	\$90	\$67
0932 Trial Court Trust Fund			
APPROPRIATIONS			
Government Code Section 13332.03	\$643	\$332	\$2,304
TOTALS, EXPENDITURES	\$643	\$332	\$2,304
0940 Bosco-Keene Renewable Resources Investment Fund			
APPROPRIATIONS			
Government Code Section 13332.03	-	-	\$159
TOTALS, EXPENDITURES	\$-	\$-	\$159
0941 Santa Monica Mountains Conservancy Fund			
APPROPRIATIONS			
Government Code Section 13332.03	\$37	-	-
TOTALS, EXPENDITURES	\$37	\$-	\$-
0947 California State University Special Projects Fund			
APPROPRIATIONS			

* Dollars in thousands, except in Salary Range.

9900 Statewide General Administrative Expenditures (Pro Rata) - Continued

1 STATE OPERATIONS	2004-05*	2005-06*	2006-07*
Government Code Section 13332.03	-	-	\$1,883
TOTALS, EXPENDITURES	\$-	\$-	\$1,883
0948 California State University Trust Fund			
APPROPRIATIONS			
Government Code Section 13332.03	-	-	\$6,112
TOTALS, EXPENDITURES	\$-	\$-	\$6,112
0959 Foster Children and Parent Training Fund			
APPROPRIATIONS			
Government Code Section 13332.03	\$101	\$489	-
TOTALS, EXPENDITURES	\$101	\$489	\$-
0960 Student Tuition Recovery Fund			
APPROPRIATIONS			
Government Code Section 13332.03	-	-	\$256
TOTALS, EXPENDITURES	\$-	\$-	\$256
0974 California Peace Officer Memorial Foundation Fund			
APPROPRIATIONS			
Government Code Section 13332.03	\$1	-	-
TOTALS, EXPENDITURES	\$1	\$-	\$-
0982 California Urban Waterfront Area Restoration Fund			
APPROPRIATIONS			
Government Code Section 13332.03	-	\$10	\$6
TOTALS, EXPENDITURES	\$-	\$10	\$6
1003 Cleanup Loans and Environmental Assistance to Neighborhoods Account			
APPROPRIATIONS			
Government Code Section 13332.03	\$50	-	-
TOTALS, EXPENDITURES	\$50	\$-	\$-
2500 Pedestrian Safety Account, State Transportation Fund			
APPROPRIATIONS			
Government Code Section 13332.03	\$39	-	-
TOTALS, EXPENDITURES	\$39	\$-	\$-
3006 Jobs-Housing Balance Improvement Account			
APPROPRIATIONS			
Government Code Section 13332.03	\$6	-	-
TOTALS, EXPENDITURES	\$6	\$-	\$-
3015 Gas Consumption Surcharge Fund			
APPROPRIATIONS			
Government Code Section 13332.03	\$1,518	\$1,136	-
TOTALS, EXPENDITURES	\$1,518	\$1,136	\$-
3021 Agricultural Biomass Utilization Account			
APPROPRIATIONS			
Government Code Section 13332.03	\$17	-	-
TOTALS, EXPENDITURES	\$17	\$-	\$-
3027 Trauma Care Fund			
APPROPRIATIONS			
Government Code Section 13332.03	\$1	-	-
TOTALS, EXPENDITURES	\$1	\$-	\$-
3028 Transitional Housing for Foster Youth Fund			
APPROPRIATIONS			
Government Code Section 13332.03	\$2	\$1	-
TOTALS, EXPENDITURES	\$2	\$1	\$-
3058 Water Rights Fund			
APPROPRIATIONS			

* Dollars in thousands, except in Salary Range.

9900 Statewide General Administrative Expenditures (Pro Rata) - Continued

1 STATE OPERATIONS	2004-05*	2005-06*	2006-07*
Government Code Section 13332.03	<u>\$99</u>	<u>-</u>	<u>-</u>
TOTALS, EXPENDITURES	\$99	\$-	\$-
3079 Children's Medical Services Rebate Fund			
APPROPRIATIONS			
Government Code Section 13332.03	<u>-</u>	<u>-</u>	<u>\$5</u>
TOTALS, EXPENDITURES	\$-	\$-	\$5
3080 AIDS Drug Assistance Program Rebate Fund			
APPROPRIATIONS			
Government Code Section 13332.03	<u>-</u>	<u>-</u>	<u>\$188</u>
TOTALS, EXPENDITURES	\$-	\$-	\$188
9326 California Consumer Power and Conservation Financing Authority Fund			
APPROPRIATIONS			
Government Code Section 13332.03	<u>\$135</u>	<u>\$117</u>	<u>-</u>
TOTALS, EXPENDITURES	\$135	\$117	\$-
9728 Judicial Branch Workers' Compensation Fund			
APPROPRIATIONS			
Government Code Section 13332.03	<u>-</u>	<u>\$253</u>	<u>-</u>
TOTALS, EXPENDITURES	\$-	\$253	\$-
TOTALS, EXPENDITURES, ALL FUNDS (State Operations)	-\$327,061	-\$372,840	-\$451,833

9909 Health Insurance Portability and Accountability Act Compliance

The federal Health Insurance Portability and Accountability Act (HIPAA) reforms the health care industry with provisions that (1) improve portability and continuity of health insurance coverage for groups and individuals, (2) combat waste, fraud, and abuse in health insurance for health care delivery, and (3) simplify the administration of health insurance. To accomplish these objectives, the HIPAA requires specific national standards for coding and tracking medical information, administrative simplification, and security and privacy of individual patient records.

LEGAL CITATIONS AND AUTHORITY

PROGRAM AUTHORITY

Health and Safety Code, Division 110.

* Dollars in thousands, except in Salary Range.

9909 Health Insurance Portability and Accountability Act Compliance - Continued**Health Insurance Portability and Accountability Act Funding Display**

SUMMARY OF PROGRAM REQUIREMENTS		2004-05*	2005-06*	2006-07*
Health Insurance Portability and Accountability Act Compliance		\$39,066	\$65,111	\$66,897
0530	SECRETARY FOR CALIFORNIA HEALTH AND HUMAN SERVICES AGENCY			
General Fund		2,946	2,985	3,051
Reimbursements		607	615	629
1900	PUBLIC EMPLOYEES' RETIREMENT SYSTEM			
Special Funds		223	223	223
4140	OFFICE OF STATEWIDE HEALTH PLANNING AND DEVELOPMENT			
Special Funds		101	102	102
4170	DEPARTMENT OF AGING			
General Fund		12	12	12
Reimbursements		12	12	12
4200	DEPARTMENT OF ALCOHOL AND DRUG PROGRAMS			
General Fund		829	829	832
Reimbursements		958	958	961
4260	DEPARTMENT OF HEALTH SERVICES			
General Fund		5,454	9,318	9,729
Special Funds		495	508	524
Federal Trust Fund		22,800	44,837	46,307
4280	MANAGED RISK MEDICAL INSURANCE BOARD			
General Fund		17	25	25
Special Funds		20	30	30
Federal Trust Fund		32	46	46
4300	DEPARTMENT OF DEVELOPMENTAL SERVICES			
General Fund		967	975	975
Reimbursements		881	1,137	887
4440	DEPARTMENT OF MENTAL HEALTH			
General Fund		1,052	1,074	1,100
Reimbursements		1,054	1,075	1,102
5240	DEPARTMENT OF CORRECTIONS			
General Fund		256	-	-
8380	DEPARTMENT OF PERSONNEL ADMINISTRATION			
Special Funds		225	225	225
8955	DEPARTMENT OF VETERANS AFFAIRS			
General Fund		125	125	125

* Dollars in thousands, except in Salary Range.

9955 Employee Compensation Reform

This budget display has been included in the Governor's Budget to report savings that result from employee compensation reforms. Currently, the savings reflected in this budget display are due to the Alternate Retirement Program, which was enacted with the Budget Act of 2004.

3-YR EXPENDITURES AND POSITIONS (Summary of Program Requirements)

	Positions			Expenditures		
	2004-05	2005-06	2006-07	2004-05*	2005-06*	2006-07*
10 Employee Compensation Reform Savings	-	-	-	\$-	-\$145,000	-\$167,000
TOTALS, POSITIONS AND EXPENDITURES (All Programs)	-	-	-	\$-	-\$145,000	-\$167,000

FUNDING

	2004-05*	2005-06*	2006-07*
0001 General Fund	\$-	-\$79,750	-\$91,850
0494 Other Unallocated Special Funds	-	-43,500	-50,100
0988 Various Other Unallocated Non-Governmental Cost Funds	-	-21,750	-25,050
TOTALS, EXPENDITURES, ALL FUNDS	\$-	-\$145,000	-\$167,000

LEGAL CITATIONS AND AUTHORITY

DEPARTMENT AUTHORITY

Government Code, Title 2, Division 5, Part 2.6, Chapter 8.6 and Control Section 4.01, Budget Act of 2005.

DETAILED BUDGET ADJUSTMENTS

Baseline Adjustment Descriptions	2005-06*			2006-07*		
	General Fund	Other Funds	Positions	General Fund	Other Funds	Positions
• Various Baseline Adjustments	\$39,900	\$36,555	-	\$27,800	\$26,655	-
Totals, Baseline Adjustments	\$39,900	\$36,555	-	\$27,800	\$26,655	-
TOTALS, BUDGET ADJUSTMENTS	\$39,900	\$36,555	-	\$27,800	\$26,655	-

DETAIL OF APPROPRIATIONS AND ADJUSTMENTS (Reconciliation with Appropriations)

1 STATE OPERATIONS	2004-05*	2005-06*	2006-07*
0001 General Fund			
APPROPRIATIONS			
Employee Compensation Reform Savings	-	-\$79,750	-\$91,850
TOTALS, EXPENDITURES	\$-	-\$79,750	-\$91,850
0494 Other Unallocated Special Funds			
APPROPRIATIONS			
Employee Compensation Reform Savings	-	-\$43,500	-\$50,100
TOTALS, EXPENDITURES	\$-	-\$43,500	-\$50,100
0988 Various Other Unallocated Non-Governmental Cost Funds			
APPROPRIATIONS			
Employee Compensation Reform Savings	-	-\$21,750	-\$25,050
TOTALS, EXPENDITURES	\$-	-\$21,750	-\$25,050
TOTALS, EXPENDITURES, ALL FUNDS (State Operations)	\$-	-\$145,000	-\$167,000

* Dollars in thousands, except in Salary Range.