

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 PERSONNEL YEARS

	Personnel Years			Expenditures		
	2009-10	2010-11	2011-12	2009-10*	2010-11*	2011-12*
10 Annual Financial Plan	138.0	137.2	136.7	\$20,119	\$22,022	\$23,665
15 Financial Information System for California (FI\$Cal) Project Support	6.8	8.6	8.6	2,504	2,868	3,139
20 Program and Information System Assessments	81.5	86.2	86.2	9,782	11,582	11,883
30 Supportive Data	95.7	97.4	95.0	11,167	12,261	12,853
35 American Recovery and Reinvestment Act Oversight	1.9	8.6	4.8	4,511	3,852	1,628
40.01 Administration	53.5	53.5	52.1	5,571	6,484	6,790
40.02 Distributed Administration	-	-	-	-5,571	-6,484	-6,790
TOTALS, POSITIONS AND EXPENDITURES (All Programs)	377.4	391.5	383.4	\$48,083	\$52,585	\$53,168
FUNDING				2009-10*	2010-11*	2011-12*
0001 General Fund				\$16,707	\$17,462	\$18,599
0494 Other - Unallocated Special Funds				527	538	569
0797 Unallocated Bond Funds - Select				116	118	124
0988 Other - Unallocated Non-Governmental Cost Funds				310	321	341
0995 Reimbursements				15,365	18,623	19,566
6065 Local Streets & Road Improvement Congestion Relief & Traffic Safety Act of 2006 Highway Safety, Traffic Reduction, Air Quality & Port Security Fd of 2006				83	28	30
9740 Central Service Cost Recovery Fund				14,975	15,495	13,939
TOTALS, EXPENDITURES, ALL FUNDS				\$48,083	\$52,585	\$53,168

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.

15-Financial Information System for California (FI\$Cal) Project Support:

Government Code Section 13300.

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.

35-American Recovery and Reinvestment Act Oversight:

Government Code Section 13005.

* Dollars in thousands, except in Salary Range.

8860 Department of Finance - Continued

40-Administration:

Government Code Section 13005.

DETAILED BUDGET ADJUSTMENTS

	2010-11*			2011-12*		
	General Fund	Other Funds	Personnel Years	General Fund	Other Funds	Personnel Years
Workload Budget Adjustments						
Workload Budget Change Proposals						
• ARRA Oversight	\$-	\$-	-	\$928	\$700	5.0
• FI\$Cal Workload Adjustment	-	-	-	-	207	-
Totals, Workload Budget Change Proposals	\$-	\$-	-	\$928	\$907	5.0
Other Workload Budget Adjustments						
• CS 3.91 Employee Compensation Adjustment	-\$1,109	-\$2,028	-	-\$335	-\$614	-
• Health Benefits Employee Compensation Adjustment	61	112	-	105	192	-
• CS 3.60 Retirement Rate Adjustment	335	615	-	335	615	-
• Expiring Program - ARRA	-	-	-	-	-3,898	-9.0
• Central Service Cost Recovery Fund Adjustment	-	-	-	-942	942	-
• CS 3.90 Workforce Cap Adjustment	-989	-1,141	-	-989	-1,141	-
Totals, Other Workload Budget Adjustments	-\$1,702	-\$2,442	-	-\$1,826	-\$3,904	-9.0
Totals, Workload Budget Adjustments	-\$1,702	-\$2,442	-	-\$898	-\$2,997	-4.0
Policy Adjustments						
• Billable Legal Services Conversion	\$-	\$-	-	\$333	\$-	-
Totals, Policy Adjustments	\$-	\$-	-	\$333	\$-	-
Totals, Budget Adjustments	-\$1,702	-\$2,442	-	-\$565	-\$2,997	-4.0

PROGRAM DESCRIPTIONS

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.

15 - FINANCIAL INFORMATION SYSTEM FOR CALIFORNIA (FI\$Cal) PROJECT SUPPORT

The Department of Finance is one of four partner agencies responsible for the development, implementation, utilization, and maintenance of an integrated statewide financial management system, FI\$Cal. This program includes Department of Finance subject-matter experts assigned to the FI\$Cal Project.

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.

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. The Fiscal Systems and Consulting Unit develops and maintains statewide fiscal and accounting policies and provides fiscal and accounting advice and consultation to all state departments. 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.

* Dollars in thousands, except in Salary Range.

8860 Department of Finance - Continued

35 - AMERICAN RECOVERY AND REINVESTMENT ACT OVERSIGHT

Pursuant to the American Recovery and Reinvestment Act (ARRA), California received billions of dollars in new federal funds and tax benefits. The Governor created the California Recovery Task Force (Task Force) to take the lead responsibility in helping to ensure our state receives the optimal benefit from ARRA and that funds are deployed strategically and in a manner consistent with federal requirements. This program supports the Task Force.

DETAILED EXPENDITURES BY PROGRAM

		2009-10*	2010-11*	2011-12*
PROGRAM REQUIREMENTS				
10	ANNUAL FINANCIAL PLAN			
	State Operations:			
0001	General Fund	\$9,892	\$10,468	\$10,925
0995	Reimbursements	3,460	3,948	4,060
6065	Local Streets & Road Improvement Congestion Relief & Traffic Safety Acct of 2006 Highway Safety, Traffic Reduction, Air Quality & Port Security Fd of 2006	83	28	30
9740	Central Service Cost Recovery Fund	6,684	7,578	8,650
	Totals, State Operations	\$20,119	\$22,022	\$23,665
ELEMENT REQUIREMENTS				
10.10	Preparation	\$6,981	\$8,371	\$9,064
	State Operations:			
0001	General Fund	4,128	4,972	5,118
6065	Local Streets & Road Improvement Congestion Relief & Traffic Safety Acct of 2006 Highway Safety, Traffic Reduction, Air Quality & Port Security Fd of 2006	41	14	15
9740	Central Service Cost Recovery Fund	2,812	3,385	3,931
10.20	Enactment	\$3,140	\$3,933	\$4,162
	State Operations:			
0001	General Fund	1,853	2,067	2,203
6065	Local Streets & Road Improvement Congestion Relief & Traffic Safety Acct of 2006 Highway Safety, Traffic Reduction, Air Quality & Port Security Fd of 2006	26	8	9
9740	Central Service Cost Recovery Fund	1,261	1,858	1,950
10.30	Support and Direction	\$6,877	\$6,318	\$6,930
	State Operations:			
0001	General Fund	2,061	1,409	1,622
0995	Reimbursements	3,460	3,948	4,060
6065	Local Streets & Road Improvement Congestion Relief & Traffic Safety Acct of 2006 Highway Safety, Traffic Reduction, Air Quality & Port Security Fd of 2006	5	2	2
9740	Central Service Cost Recovery Fund	1,351	959	1,246
10.40	Legislation and Intergovernmental Relations	\$3,121	\$3,400	\$3,509
	State Operations:			
0001	General Fund	1,850	2,020	1,982
6065	Local Streets & Road Improvement Congestion Relief & Traffic Safety Acct of 2006 Highway Safety, Traffic Reduction, Air Quality & Port Security Fd of 2006	11	4	4
9740	Central Service Cost Recovery Fund	1,260	1,376	1,523
PROGRAM REQUIREMENTS				
15	FINANCIAL INFORMATION SYSTEM FOR CALIFORNIA (FI\$Cal) PROJECT SUPPORT			
	State Operations:			

* Dollars in thousands, except in Salary Range.

8860 Department of Finance - Continued

	2009-10*	2010-11*	2011-12*
0995 Reimbursements	2,504	2,868	3,139
Totals, State Operations	\$2,504	\$2,868	\$3,139
PROGRAM REQUIREMENTS			
20 PROGRAM AND INFORMATION SYSTEM ASSESSMENTS			
State Operations:			
0001 General Fund	\$2,951	\$2,787	\$2,485
0995 Reimbursements	4,916	6,898	7,224
9740 Central Service Cost Recovery Fund	1,915	1,897	2,174
Totals, State Operations	\$9,782	\$11,582	\$11,883
ELEMENT REQUIREMENTS			
20.25 Office of State Audits and Evaluations	\$9,782	\$11,582	\$11,883
State Operations:			
0001 General Fund	2,951	2,787	2,485
0995 Reimbursements	4,916	6,898	7,224
9740 Central Service Cost Recovery Fund	1,915	1,897	2,174
PROGRAM REQUIREMENTS			
30 SUPPORTIVE DATA			
State Operations:			
0001 General Fund	\$3,862	\$4,207	\$4,261
0494 Other - Unallocated Special Funds	527	538	569
0797 Unallocated Bond Funds - Select	116	118	124
0988 Other - Unallocated Non-Governmental Cost Funds	310	321	341
0995 Reimbursements	4,485	4,909	5,143
9740 Central Service Cost Recovery Fund	1,867	2,168	2,415
Totals, State Operations	\$11,167	\$12,261	\$12,853
ELEMENT REQUIREMENTS			
30.11 Statewide and Departmental Fiscal Reporting	\$2,074	\$1,943	\$2,115
State Operations:			
0001 General Fund	1,234	1,156	1,196
9740 Central Service Cost Recovery Fund	840	787	919
30.12 CALSTARS	\$4,492	\$5,136	\$5,280
State Operations:			
0001 General Fund	-	161	102
0995 Reimbursements	4,445	4,866	5,100
9740 Central Service Cost Recovery Fund	47	109	78
30.20 Economic Research	\$383	\$444	\$453
State Operations:			
0001 General Fund	228	264	256
9740 Central Service Cost Recovery Fund	155	180	197
30.30 Revenue Estimating and Tax Research	\$1,010	\$1,051	\$1,072
State Operations:			
0001 General Fund	642	625	606
0995 Reimbursements			
9740 Central Service Cost Recovery Fund	368	426	466
30.40 Demographic Research	\$1,498	\$1,643	\$1,738
State Operations:			
0001 General Fund	1,041	977	983
9740 Central Service Cost Recovery Fund	457	666	755

* Dollars in thousands, except in Salary Range.

8860 Department of Finance - Continued

	<u>2009-10*</u>	<u>2010-11*</u>	<u>2011-12*</u>
30.50 Fiscal Systems and Consulting	\$1,710	\$2,044	\$2,195
State Operations:			
0001 General Fund	717	1,024	1,118
0494 Other - Unallocated Special Funds	527	538	569
0797 Unallocated Bond Funds - Select	116	118	124
0988 Other - Unallocated Non-Governmental Cost Funds	310	321	341
0995 Reimbursements	40	43	43
PROGRAM REQUIREMENTS			
35 AMERICAN RECOVERY AND REINVESTMENT ACT OVERSIGHT			
State Operations:			
0001 General Fund	\$2	\$-	\$928
9740 Central Service Cost Recovery Fund	4,509	3,852	700
Totals, State Operations	\$4,511	\$3,852	\$1,628
ELEMENT REQUIREMENTS			
40.01 Administration	\$5,571	\$6,484	\$6,790
State Operations:			
0001 General Fund	5,571	6,484	6,790
40.02 Distributed Administration	-\$5,571	-\$6,484	-\$6,790
State Operations:			
0001 General Fund	-5,571	-6,484	-6,790
TOTALS, EXPENDITURES			
State Operations	48,083	52,585	53,168
Totals, Expenditures	\$48,083	\$52,585	\$53,168

EXPENDITURES BY CATEGORY

	1 State Operations			Expenditures		
	<u>Positions/Personnel Years</u>			<u>2009-10*</u>	<u>2010-11*</u>	<u>2011-12*</u>
	<u>2009-10</u>	<u>2010-11</u>	<u>2011-12</u>			
PERSONAL SERVICES						
Authorized Positions (Equals Sch. 7A)	377.4	427.8	418.8	\$28,118	\$35,480	\$35,335
Total Adjustments	-	4.3	5.0	-	-1,616	610
Estimated Salary Savings	-	-40.6	-40.4	-	-3,816	-3,692
Net Totals, Salaries and Wages	377.4	391.5	383.4	\$28,118	\$30,048	\$32,253
Staff Benefits	-	-	-	9,807	11,734	12,123
Totals, Personal Services	377.4	391.5	383.4	\$37,925	\$41,782	\$44,376
OPERATING EXPENSES AND EQUIPMENT				\$10,158	\$10,803	\$8,792
TOTALS, POSITIONS AND EXPENDITURES, ALL FUNDS (State Operations)				\$48,083	\$52,585	\$53,168

DETAIL OF APPROPRIATIONS AND ADJUSTMENTS

1 STATE OPERATIONS	2009-10*	2010-11*	2011-12*
0001 General Fund			
APPROPRIATIONS			
001 Budget Act appropriation as amended by Chapter 1, Statutes of 2009, Fourth Extraordinary Session	\$19,423	-	-
Adjustment per Section 3.60	37	-	-
Reduction per Section 3.90	-2,016	-	-

* Dollars in thousands, except in Salary Range.

8860 Department of Finance - Continued

1 STATE OPERATIONS	2009-10*	2010-11*	2011-12*
Adjustment per Section 4.04	-74	-	-
Reduction per Section 15.30	-78	-	-
Adjustment per Section 3.55	-18	-	-
001 Budget Act appropriation	-	\$19,164	\$18,266
Allocation for employee compensation	-	61	-
Adjustment per Section 3.60	-	335	-
Reduction per Section 3.90	-	-989	-
Reduction per Control Section 3.91	-	-1,109	-
005 Budget Act appropriation	-	-	333
Prior year balances available:			
Chapter 182, Statutes of 2007	300	-	-
Totals Available	\$17,574	\$17,462	\$18,599
Unexpended balance, estimated savings	-867	-	-
TOTALS, EXPENDITURES	\$16,707	\$17,462	\$18,599
0494 Other - Unallocated Special Funds			
APPROPRIATIONS			
011 Budget Act appropriation	\$594	\$595	\$569
Allocation for employee compensation	-	2	-
Adjustment per Section 3.60	1	12	-
Reduction per Section 3.90	-64	-30	-
Reduction per Control Section 3.91	-	-41	-
Totals Available	\$531	\$538	\$569
Unexpended balance, estimated savings	-4	-	-
TOTALS, EXPENDITURES	\$527	\$538	\$569
0797 Unallocated Bond Funds - Select			
APPROPRIATIONS			
011 Budget Act appropriation	\$130	\$130	\$124
Allocation for employee compensation	-	1	-
Adjustment per Section 3.60	-	3	-
Reduction per Section 3.90	-14	-7	-
Reduction per Control Section 3.91	-	-9	-
TOTALS, EXPENDITURES	\$116	\$118	\$124
0988 Other - Unallocated Non-Governmental Cost Funds			
APPROPRIATIONS			
011 Budget Act appropriation	\$355	\$356	\$341
Allocation for employee compensation	-	1	-
Adjustment per Section 3.60	1	7	-
Reduction per Section 3.90	-39	-18	-
Reduction per Control Section 3.91	-	-25	-
Totals Available	\$317	\$321	\$341
Unexpended balance, estimated savings	-7	-	-
TOTALS, EXPENDITURES	\$310	\$321	\$341
0995 Reimbursements			
APPROPRIATIONS			
Reimbursements	\$15,365	\$18,623	\$19,566
6065 Local Streets & Road Improvement Congestion Relief & Traffic Safety Act of 2006			
Highway Safety, Traffic Reduction, Air Quality & Port Security Fd of 2006			
APPROPRIATIONS			
001 Budget Act appropriation	\$111	\$29	\$30

* Dollars in thousands, except in Salary Range.

8860 Department of Finance - Continued

1 STATE OPERATIONS	2009-10*	2010-11*	2011-12*
Adjustment per Section 3.60	-	2	-
Reduction per Section 3.90	-12	-	-
Reduction per Control Section 3.91	-	-3	-
Totals Available	\$99	\$28	\$30
Unexpended balance, estimated savings	-16	-	-
TOTALS, EXPENDITURES	\$83	\$28	\$30
9740 Central Service Cost Recovery Fund			
APPROPRIATIONS			
001 Budget Act appropriation	\$12,522	\$12,751	\$13,239
Allocation for employee compensation	-	49	-
Adjustment per Section 3.60	24	268	-
Reduction per Section 3.90	-1,296	-538	-
Reduction per Section 15.30	-136	-	-
Reduction per Control Section 3.91	-	-887	-
Adjustment per Control Section 8.55	4,867	-	-
Adjustment per Section 3.55	-12	-	-
002 Budget Act appropriation	-	3,892	700
Allocation for employee compensation	-	4	-
Adjustment per Section 3.60	-	20	-
Reduction per Control Section 3.91	-	-64	-
Totals Available	\$15,969	\$15,495	\$13,939
Unexpended balance, estimated savings	-994	-	-
TOTALS, EXPENDITURES	\$14,975	\$15,495	\$13,939
TOTALS, EXPENDITURES, ALL FUNDS (State Operations)	\$48,083	\$52,585	\$53,168

CHANGES IN AUTHORIZED POSITIONS

	<u>Positions/Personnel Years</u>			<u>Expenditures</u>		
	2009-10	2010-11	2011-12	2009-10*	2010-11*	2011-12*
Totals, Authorized Positions	377.4	427.8	418.8	\$28,118	\$35,480	\$35,335
Salary Adjustments	-	-	-	-	12	12
Furlough Adjustments	-	-	-	-	-1,150	-
PLP Adjustments	-	-	-	-	-1,023	-
Workload and Administrative Adjustments:	Salary Range					
Positions Established:						
Temporary Help	-	4.3	-	-	545	-
Totals, Workload & Admin Adjustments	-	4.3	-	\$-	\$545	\$-
Proposed New Positions:						
ARRA Task Force:						
Prin Prog Budget Analyst III	-	-	-	7,465-8,230	-	12
C.E.A. I	-	-	1.0	6,173-7,838	-	86
Financial and Performance Evaluator-Supvr	-	-	-	5,576-7,063	-	41
Sr Adm Analyst-Acctg	-	-	-	5,576-6,727	-	22
Financial and Performance Evaluator II	-	-	-	4,622-5,900	-	269
Assoc Info Sys Analyst-Spec	-	-	1.0	4,619-5,897	-	55
Assoc Govtl Prog Analyst	-	-	2.0	4,400-5,348	-	120
Staff Svcs Analyst-Gen	-	-	1.0	3,050-3,708	-	46
FI\$Cal Project Support:						
Pay Differential	-	-	-	-	-	-53
Totals Proposed New Positions	-	-	5.0	\$-	\$-	\$598

* Dollars in thousands, except in Salary Range.

8860 Department of Finance - Continued

	<u>Positions/Personnel Years</u>			<u>Expenditures</u>		
	<u>2009-10</u>	<u>2010-11</u>	<u>2011-12</u>	<u>2009-10*</u>	<u>2010-11*</u>	<u>2011-12*</u>
Total Adjustments	-	4.3	5.0	\$-	-\$1,616	\$610
TOTALS, SALARIES AND WAGES	377.4	432.1	423.8	\$28,118	\$33,864	\$35,945

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