

2180 Department of Corporations

Effective July 1, 2013, pursuant to the Governor's Reorganization Plan No. 2 of 2012, the 2013-14 information for the Department of Corporations was merged into the Department of Business Oversight (Organization Code 1701) and moved from the Business, Transportation, and Housing Agency to the Business, Consumer Services, and Housing Agency.

The Department of Corporations, under the direction of the California Corporations Commissioner, provided consumer and investor protections by regulating the conduct of a variety of businesses, including securities brokers and dealers, investment advisers and financial planners, and certain fiduciaries and lenders. The Department also regulated the offer and sale of securities, franchises and off-exchange commodities.

The mission of the Department of Corporations was to:

- Ensure an orderly and transparent marketplace for investors, borrowers, and industry through licensure and oversight.
- Promote financial literacy and educate the public about the risks and rewards in investing and borrowing.
- Foster a professional and innovative working environment.
- Protect the public from fraud and abuse through enforcing California's financial services laws.

3-YR EXPENDITURES AND POSITIONS

	Positions			Expenditures		
	2012-13	2013-14	2014-15	2012-13*	2013-14*	2014-15*
10 Investment Program	101.2	-	-	\$21,319	\$-	\$-
20 Lender-Fiduciary Program	110.0	-	-	21,817	-	-
50.01 Administration	67.9	-	-	5,916	-	-
50.02 Distributed Administration	-	-	-	-5,916	-	-
TOTALS, POSITIONS AND EXPENDITURES (All Programs)	279.1	-	-	\$43,136	\$-	\$-
FUNDING				2012-13*	2013-14*	2014-15*
0067 State Corporations Fund				\$43,133	\$-	\$-
0942 Special Deposit Fund				3	-	-
TOTALS, EXPENDITURES, ALL FUNDS				\$43,136	\$-	\$-

LEGAL CITATIONS AND AUTHORITY

DEPARTMENT AUTHORITY

Corporations Code, Section 25600 (repealed pursuant to the Governor's Reorganization Plan No. 2 of 2012, effective July 1, 2013).

PROGRAM AUTHORITY

Corporations Code, Title 4, Division 1, 3, 4, 4.5, and 5; Title 10, California Code of Regulations, Sections 250.1-250.70, 260.000-260.617, 280.100-280.700, 290.570-290.571, and 310.000-310.505.

Financial Code, Division 1.4, 1.7, 3, 6, 9, 10, 14, and 20; Title 10, California Code of Regulations, Sections 1400-1596, 1700-1769, 1772-1799.1, 1805.001-1805.213.1, 1950.003-1950.317, and 2020-2031.10.

PROGRAM DESCRIPTIONS

10 - INVESTMENT PROGRAM

The Investment Program protected investors in securities and franchise investment transactions and promoted efficient capital formation in California. The program qualified the offer and sale of certain securities, registered the sale of franchises, and licensed and examined broker-dealers and investment advisers.

20 - LENDER-FIDUCIARY PROGRAM

The Lender-Fiduciary Program protected the public when borrowing and entering into financial transactions with lenders and fiduciaries licensed by the Department. The program licensed and examined mortgage bankers, finance lenders, escrow companies, deferred deposit originators, bill payers, and proraters.

50 - ADMINISTRATION

This program provided executive leadership and direction to the Department, including planning, policy development, budgeting, accounting, personnel, centralized support services, business and information technology services.

* Dollars in thousands, except in Salary Range.

2180 Department of Corporations - Continued

DETAILED EXPENDITURES BY PROGRAM

	2012-13*	2013-14*	2014-15*
PROGRAM REQUIREMENTS			
10 INVESTMENT PROGRAM			
State Operations:			
0067 State Corporations Fund	\$21,319	\$-	\$-
Totals, State Operations	\$21,319	\$-	\$-
ELEMENT REQUIREMENTS			
10.10 Corporate Securities Law	\$14,726	\$-	\$-
State Operations:			
0067 State Corporations Fund	14,726	-	-
10.15 Broker/Dealers	\$2,066	\$-	\$-
State Operations:			
0067 State Corporations Fund	2,066	-	-
10.25 Investment Advisers	\$2,979	\$-	\$-
State Operations:			
0067 State Corporations Fund	2,979	-	-
10.35 Agent Monitoring Law	\$179	\$-	\$-
State Operations:			
0067 State Corporations Fund	179	-	-
10.65 Franchise Investment Law	\$1,369	\$-	\$-
State Operations:			
0067 State Corporations Fund	1,369	-	-
PROGRAM REQUIREMENTS			
20 LENDER-FIDUCIARY PROGRAM			
State Operations:			
0067 State Corporations Fund	\$21,817	\$-	\$-
Totals, State Operations	\$21,817	\$-	\$-
ELEMENT REQUIREMENTS			
20.20 Deferred Deposit Transaction Law	\$4,859	\$-	\$-
State Operations:			
0067 State Corporations Fund	4,859	-	-
20.30 Escrow Law	\$5,925	\$-	\$-
State Operations:			
0067 State Corporations Fund	5,925	-	-
20.90 California Finance Lenders Law	\$7,614	\$-	\$-
State Operations:			
0067 State Corporations Fund	7,614	-	-
20.95 Mortgage Bankers Law	\$3,419	\$-	\$-
State Operations:			
0067 State Corporations Fund	3,419	-	-
TOTALS, EXPENDITURES			
State Operations	43,136	-	-
Totals, Expenditures	\$43,136	\$-	\$-

EXPENDITURES BY CATEGORY

* Dollars in thousands, except in Salary Range.

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1 State Operations	Positions			Expenditures		
	2012-13	2013-14	2014-15	2012-13*	2013-14*	2014-15*
PERSONAL SERVICES						
Authorized Positions (Equals Sch. 7A)	279.1	-	-	\$18,342	\$-	\$-
Net Totals, Salaries and Wages	279.1	-	-	\$18,342	\$-	\$-
Staff Benefits	-	-	-	9,370	-	-
Totals, Personal Services	279.1	-	-	\$27,712	\$-	\$-
OPERATING EXPENSES AND EQUIPMENT				\$15,424	\$-	\$-
TOTALS, POSITIONS AND EXPENDITURES, ALL FUNDS (State Operations)				\$43,136	\$-	\$-

DETAIL OF APPROPRIATIONS AND ADJUSTMENTS

1 STATE OPERATIONS	2012-13*	2013-14*	2014-15*
0067 State Corporations Fund			
APPROPRIATIONS			
001 Budget Act appropriation	\$45,182	\$-	\$-
Allocation for employee compensation	133	-	-
Adjustment per Section 3.60	497	-	-
Adjustment per Section 3.90	-1,215	-	-
Adjustment per Section 15.25	-4	-	-
Totals Available	\$44,593	\$-	\$-
Unexpended balance, estimated savings	-1,460	-	-
TOTALS, EXPENDITURES	\$43,133	\$-	\$-
0942 Special Deposit Fund			
APPROPRIATIONS			
Government Code Section 16370	\$3	\$-	\$-
TOTALS, EXPENDITURES	\$3	\$-	\$-
0995 Reimbursements			
APPROPRIATIONS			
Reimbursements	\$-	\$-	\$-
TOTALS, EXPENDITURES, ALL FUNDS (State Operations)	\$43,136	\$-	\$-

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