

### 0855 California Gambling Control Commission

The California Gambling Control Commission (Commission) has jurisdiction over gambling establishments (cardrooms), Tribal casinos, and charitable organizations that offer remote caller bingo, pursuant to its authority under state law and Tribal-State Gaming Compacts (Compacts). The Commission also has jurisdiction over gaming policies, regulations, criteria, and standards.

There are 88 licensed cardrooms in California over which the Commission has regulatory authority. This authority extends to the operation, concentration, and supervision of the cardrooms and all persons and things related to each licensed establishment, including third party providers of proposition player services.

The Commission has fiduciary, regulatory, and administrative responsibilities related to Tribal gaming that include: (1) distribution of Tribal gaming revenues to various state funds and to authorized federally-recognized non-Compact Tribes, and (2) monitoring of Tribal gaming through initial and periodic background checks of key employees, vendors, and financial sources.

The Commission has fiduciary, regulatory, and administrative responsibilities related to remote caller bingo.

Effective July 1, 2013, pursuant to the Governor's Reorganization Plan No. 2 of 2012, the 2013-14 Compliance and Licensing Divisions of the California Gambling Control Commission are transferring to the Department of Justice (Organization Code 0820). See Major Program Changes Below.

#### 3-YR EXPENDITURES AND POSITIONS

	Positions			Expenditures		
	2011-12	2012-13	2013-14	2011-12*	2012-13*	2013-14*
10 California Gambling Control Commission	78.0	74.0	35.0	\$95,783	\$117,809	\$103,089
<b>TOTALS, POSITIONS AND EXPENDITURES (All Programs)</b>	<b>78.0</b>	<b>74.0</b>	<b>35.0</b>	<b>\$95,783</b>	<b>\$117,809</b>	<b>\$103,089</b>
<b>FUNDING</b>				<b>2011-12*</b>	<b>2012-13*</b>	<b>2013-14*</b>
0366 Indian Gaming Revenue Share Trust Fund				\$77,883	\$96,500	\$96,500
0367 Indian Gaming Special Distribution Fund				15,603	18,021	2,763
0567 Gambling Control Fund				2,284	3,278	3,816
3132 Charity Bingo Mitigation Fund				13	10	10
<b>TOTALS, EXPENDITURES, ALL FUNDS</b>				<b>\$95,783</b>	<b>\$117,809</b>	<b>\$103,089</b>

#### LEGAL CITATIONS AND AUTHORITY

##### DEPARTMENT AUTHORITY

Business and Professions Code Sections 19811-19825 and 19840-19984

Government Code Sections 12012.25 - 12012.90, 12710 - 12715, 12716 - 12718, and 63048.65

Penal Code Sections 326.3-326.5, and 337j

#### MAJOR PROGRAM CHANGES

- Governor's Reorganization Plan No. 2-The Budget includes a reduction of \$2.3 million Indian Gaming Special Distribution Fund and \$3.1 million Gambling Control Fund to reflect the transfer of the Compliance and Licensing Divisions to the Department of Justice, Bureau of Gambling Control. The Commission will retain the Executive Division, which includes the Chairperson, Commissioners, and support staff, Programs Operations, Administration, Legal, and Legislation and Regulatory Affairs Divisions.

#### DETAILED BUDGET ADJUSTMENTS

	2012-13*			2013-14*		
	General Fund	Other Funds	Positions	General Fund	Other Funds	Positions
<b>Workload Budget Adjustments</b>						
<b>Workload Budget Change Proposals</b>						
• Governor's Reorganization Plan	\$-	\$-	-	\$-	-\$5,387	-39.0
<b>Totals, Workload Budget Change Proposals</b>	<b>\$-</b>	<b>\$-</b>	<b>-</b>	<b>\$-</b>	<b>-\$5,387</b>	<b>-39.0</b>
<b>Other Workload Budget Adjustments</b>						
• Employee Compensation Adjustments	\$-	-\$282	-	\$-	\$57	-
• Retirement Rate Adjustment	-	125	-	-	125	-

\* Dollars in thousands, except in Salary Range.

## 0855 California Gambling Control Commission - Continued

	2012-13*			2013-14*		
	General Fund	Other Funds	Positions	General Fund	Other Funds	Positions
• Legislation With An Appropriation	-	9,100	-	-	-	-
• Miscellaneous Adjustments	-	10	-	-	-563	-
<b>Totals, Other Workload Budget Adjustments</b>	<b>\$-</b>	<b>\$8,953</b>	<b>-</b>	<b>\$-</b>	<b>-\$381</b>	<b>-</b>
<b>Totals, Workload Budget Adjustments</b>	<b>\$-</b>	<b>\$8,953</b>	<b>-</b>	<b>\$-</b>	<b>-\$5,768</b>	<b>-39.0</b>
<b>Totals, Budget Adjustments</b>	<b>\$-</b>	<b>\$8,953</b>	<b>-</b>	<b>\$-</b>	<b>-\$5,768</b>	<b>-39.0</b>

## EXPENDITURES BY CATEGORY

1 State Operations	Positions			Expenditures		
	2011-12	2012-13	2013-14	2011-12*	2012-13*	2013-14*
PERSONAL SERVICES						
Authorized Positions (Equals Sch. 7A)	78.0	74.0	74.0	\$4,763	\$5,080	\$5,500
Total Adjustments	-	-	-39.0	-	-	-2,522
<b>Net Totals, Salaries and Wages</b>	<b>78.0</b>	<b>74.0</b>	<b>35.0</b>	<b>\$4,763</b>	<b>\$5,080</b>	<b>\$2,978</b>
Staff Benefits	-	-	-	1,865	2,220	1,221
<b>Totals, Personal Services</b>	<b>78.0</b>	<b>74.0</b>	<b>35.0</b>	<b>\$6,628</b>	<b>\$7,300</b>	<b>\$4,199</b>
OPERATING EXPENSES AND EQUIPMENT				\$2,225	\$4,909	\$2,390
<b>TOTALS, POSITIONS AND EXPENDITURES, ALL FUNDS (State Operations)</b>				<b>\$8,853</b>	<b>\$12,209</b>	<b>\$6,589</b>

## 2 Local Assistance

	Expenditures		
	2011-12*	2012-13*	2013-14*
Grants and Subventions	\$86,930	\$105,600	\$96,500
<b>TOTALS, EXPENDITURES, ALL FUNDS (Local Assistance)</b>	<b>\$86,930</b>	<b>\$105,600</b>	<b>\$96,500</b>

## DETAIL OF APPROPRIATIONS AND ADJUSTMENTS

1 STATE OPERATIONS	2011-12*	2012-13*	2013-14*
<b>0367 Indian Gaming Special Distribution Fund</b>			
APPROPRIATIONS			
001 Budget Act appropriation	\$8,596	\$9,038	\$2,763
Allocation for employee compensation	14	24	-
Adjustment per Section 3.60	47	92	-
Adjustment per Section 3.90	-67	-233	-
Adjustment per Section 3.91 (b) Cell Phone Reductions	-13	-	-
Adjustment per Section 3.91 (b) Operational Efficiency Plan	-48	-	-
<b>Totals Available</b>	<b>\$8,529</b>	<b>\$8,921</b>	<b>\$2,763</b>
Unexpended balance, estimated savings	-1,973	-	-
<b>TOTALS, EXPENDITURES</b>	<b>\$6,556</b>	<b>\$8,921</b>	<b>\$2,763</b>
<b>0567 Gambling Control Fund</b>			
APPROPRIATIONS			
001 Budget Act appropriation	\$3,170	\$3,319	\$3,816
Allocation for employee compensation	5	9	-
Adjustment per Section 3.60	16	32	-
Adjustment per Section 3.90	-24	-82	-
Adjustment per Section 3.91 (b) Cell Phone Reductions	-4	-	-

\* Dollars in thousands, except in Salary Range.

**0855 California Gambling Control Commission - Continued**

<b>1 STATE OPERATIONS</b>	<b>2011-12*</b>	<b>2012-13*</b>	<b>2013-14*</b>
Adjustment per Section 3.91 (b) Operational Efficiency Plan	-17	-	-
011 Budget Act appropriation (Loan to General Fund)	(19,000)	-	-
<b>Totals Available</b>	<b>\$3,146</b>	<b>\$3,278</b>	<b>\$3,816</b>
Unexpended balance, estimated savings	-862	-	-
<b>TOTALS, EXPENDITURES</b>	<b>\$2,284</b>	<b>\$3,278</b>	<b>\$3,816</b>
<b>3132 Charity Bingo Mitigation Fund</b>			
APPROPRIATIONS			
Interest Expense on Indian Gaming Special Distribution Fund per Penal Code section 326.4 (d) (1)	\$13	\$10	\$10
<b>TOTALS, EXPENDITURES</b>	<b>\$13</b>	<b>\$10</b>	<b>\$10</b>
<b>TOTALS, EXPENDITURES, ALL FUNDS (State Operations)</b>	<b>\$8,853</b>	<b>\$12,209</b>	<b>\$6,589</b>
<b>2 LOCAL ASSISTANCE</b>			
<b>0366 Indian Gaming Revenue Share Trust Fund</b>			
APPROPRIATIONS			
101 Budget Act appropriation	\$96,500	\$96,500	\$96,500
<b>Totals Available</b>	<b>\$96,500</b>	<b>\$96,500</b>	<b>\$96,500</b>
Unexpended balance, estimated savings	-18,617	-	-
<b>TOTALS, EXPENDITURES</b>	<b>\$77,883</b>	<b>\$96,500</b>	<b>\$96,500</b>
<b>0367 Indian Gaming Special Distribution Fund</b>			
APPROPRIATIONS			
111 Budget Act appropriation (Transfer to the Indian Gaming Revenue Sharing Trust Fund)	(\$50,000)	(\$50,000)	(\$40,000)
Chapter 736, Statutes of 2011	9,100	-	-
Chapter 704, Statutes of 2012	-	9,100	-
Prior year balances available:			
Chapter 719, Statutes of 2010	141	141	141
<b>Totals Available</b>	<b>\$9,241</b>	<b>\$9,241</b>	<b>\$141</b>
Unexpended balance, estimated savings	-53	-	-141
Balance available in subsequent years	-141	-141	-
<b>TOTALS, EXPENDITURES</b>	<b>\$9,047</b>	<b>\$9,100</b>	<b>\$-</b>
<b>TOTALS, EXPENDITURES, ALL FUNDS (Local Assistance)</b>	<b>\$86,930</b>	<b>\$105,600</b>	<b>\$96,500</b>
<b>TOTALS, EXPENDITURES, ALL FUNDS (State Operations and Local Assistance)</b>	<b>\$95,783</b>	<b>\$117,809</b>	<b>\$103,089</b>

**FUND CONDITION STATEMENTS**

	<b>2011-12*</b>	<b>2012-13*</b>	<b>2013-14*</b>
<b>0367 Indian Gaming Special Distribution Fund <sup>s</sup></b>			
BEGINNING BALANCE	\$71,476	\$61,106	\$29,719
Prior year adjustments	11,311	-	-
Adjusted Beginning Balance	\$82,787	\$61,106	\$29,719
REVENUES, TRANSFERS, AND OTHER ADJUSTMENTS			
Revenues:			
125700 Other Regulatory Licenses and Permits	51	50	50
125800 Renewal Fees	51	45	45
142500 Miscellaneous Services to the Public	328	400	400
150300 Income From Surplus Money Investments	246	300	300
150500 Interest Income From Interfund Loans	13	-	-
162000 Tribal Gaming Revenues	42,170	43,000	45,476
Transfers and Other Adjustments:			
TO0366 To Indian Gaming Revenue Share Trust Fund per Item 0855-111-0367, Budget Acts	-27,100	-33,500	-40,000

\* Dollars in thousands, except in Salary Range.

**0855 California Gambling Control Commission - Continued**

	<u>2011-12*</u>	<u>2012-13*</u>	<u>2013-14*</u>
Total Revenues, Transfers, and Other Adjustments	\$15,759	\$10,295	\$6,271
Total Resources	\$98,546	\$71,401	\$35,990
<b>EXPENDITURES AND EXPENDITURE ADJUSTMENTS</b>			
Expenditures:			
0820 Department of Justice (State Operations)	13,389	14,996	19,331
0840 State Controller (State Operations)	48	43	-
0855 California Gambling Control Commission			
State Operations	6,556	8,921	2,763
Local Assistance	9,047	9,100	-
4200 Department of Alcohol and Drug Programs			
State Operations	4,337	4,369	-
Local Assistance	4,000	4,000	-
4265 Department of Public Health			
State Operations	-	-	4,375
Local Assistance	-	-	4,000
7501 Department of Human Resources (State Operations)	-	100	100
8880 Financial Information System for California (State Operations)	63	153	132
Total Expenditures and Expenditure Adjustments	<u>\$37,440</u>	<u>\$41,682</u>	<u>\$30,701</u>
FUND BALANCE	\$61,106	\$29,719	\$5,289
Reserve for economic uncertainties	61,106	29,719	5,289
<b>0567 Gambling Control Fund <sup>s</sup></b>			
BEGINNING BALANCE	\$23,990	\$12,934	\$18,443
Prior year adjustments	-69	-	-
Adjusted Beginning Balance	<u>\$23,921</u>	<u>\$12,934</u>	<u>\$18,443</u>
<b>REVENUES, TRANSFERS, AND OTHER ADJUSTMENTS</b>			
Revenues:			
125600 Other Regulatory Fees	13,945	13,650	13,650
125700 Other Regulatory Licenses and Permits	1,036	935	935
125800 Renewal Fees	767	767	767
125900 Delinquent Fees	9	12	12
131600 Fingerprint ID Card Fees	64	58	58
142500 Miscellaneous Services to the Public	1,146	1,110	1,110
150300 Income From Surplus Money Investments	14	20	20
160400 Sale of Fixed Assets	23	-	-
161000 Escheat of Unclaimed Checks & Warrants	3	5	5
Transfers and Other Adjustments:			
TO0001 To General Fund Loan per Item 0855-011-0567, Budget Act of 2011	-19,000	-	-
Total Revenues, Transfers, and Other Adjustments	<u>-\$1,993</u>	<u>\$16,557</u>	<u>\$16,557</u>
Total Resources	\$21,928	\$29,491	\$35,000
<b>EXPENDITURES AND EXPENDITURE ADJUSTMENTS</b>			
Expenditures:			
0820 Department of Justice (State Operations)	6,669	7,698	9,205
0840 State Controller (State Operations)	16	12	-
0855 California Gambling Control Commission (State Operations)	2,284	3,278	3,816
8880 Financial Information System for California (State Operations)	25	60	51
Total Expenditures and Expenditure Adjustments	<u>\$8,994</u>	<u>\$11,048</u>	<u>\$13,072</u>
FUND BALANCE	\$12,934	\$18,443	\$21,928
Reserve for economic uncertainties	12,934	18,443	21,928

\* Dollars in thousands, except in Salary Range.

**0855 California Gambling Control Commission - Continued**

	2011-12*	2012-13*	2013-14*
<b>3131 California Bingo Fund <sup>s</sup></b>			
BEGINNING BALANCE	\$629	\$630	\$630
Prior year adjustments	<u>2</u>	<u>-</u>	<u>-</u>
Adjusted Beginning Balance	\$631	\$630	\$630
EXPENDITURES AND EXPENDITURE ADJUSTMENTS			
Expenditures:			
0840 State Controller (State Operations)	<u>1</u>	<u>-</u>	<u>-</u>
Total Expenditures and Expenditure Adjustments	<u>\$1</u>	<u>-</u>	<u>-</u>
FUND BALANCE	\$630	\$630	\$630
Reserve for economic uncertainties	630	630	630
<b>3132 Charity Bingo Mitigation Fund <sup>s</sup></b>			
BEGINNING BALANCE	\$1	-	-
Prior year adjustments	<u>-1</u>	<u>-</u>	<u>-</u>
Adjusted Beginning Balance	-	-	-
REVENUES, TRANSFERS, AND OTHER ADJUSTMENTS			
Revenues:			
161400 Miscellaneous Revenue	<u>13</u>	<u>\$10</u>	<u>\$10</u>
Total Revenues, Transfers, and Other Adjustments	<u>\$13</u>	<u>\$10</u>	<u>\$10</u>
Total Resources	\$13	\$10	\$10
EXPENDITURES AND EXPENDITURE ADJUSTMENTS			
Expenditures:			
0855 California Gambling Control Commission (State Operations)	<u>13</u>	<u>10</u>	<u>10</u>
Total Expenditures and Expenditure Adjustments	<u>\$13</u>	<u>\$10</u>	<u>\$10</u>
FUND BALANCE	-	-	-

**CHANGES IN AUTHORIZED POSITIONS**

	Positions			Expenditures		
	2011-12	2012-13	2013-14	2011-12*	2012-13*	2013-14*
Totals, Authorized Positions	78.0	74.0	74.0	\$4,763	\$5,080	\$5,500
<b>Positions transferred to the Department of Justice pursuant to the Governor's Reorganization Plan No 2:</b>				<b>Salary Range</b>		
Supervising Management Auditor	-	-	-1.0	6,779-7,847	-	-95
Systems Software Spec II-Tech	-	-	-2.0	5,561-7,097	-	-172
Staff Mgt Auditor	-	-	-3.0	5,079-6,434	-	-234
Staff Services Manager I	-	-	-1.0	5,079-6,127	-	-74
Systems Software Spec I-Tech	-	-	-2.0	5,064-6,465	-	-156
Staff Counsel	-	-	-1.0	4,674-7,828	-	-95
Assoc Mgt Auditor	-	-	-11.0	4,619-5,897	-	-785
Assoc Information Systems Analyst-Spec	-	-	-1.0	4,619-5,897	-	-71
Assoc Govtl Prog Analyst	-	-	-3.0	4,400-5,348	-	-194
Staff Services Management Auditor	-	-	-1.0	3,106-4,903	-	-59
Staff Services Analyst-Gen	-	-	-5.0	2,817-4,446	-	-270
Office Techn-Typing	-	-	-1.0	2,686-3,264	-	-40
Management Services Technician	-	-	-1.0	2,495-3,426	-	-42
Positions eliminated pursuant to the Governor's Reorganization Plan No. 2:						
C.E.A. II	-	-	-1.0	7,815-8,616	-	-16
Staff Services Manager I	-	-	-1.0	5,079-6,127	-	-74

\* Dollars in thousands, except in Salary Range.

### 0855 California Gambling Control Commission - Continued

	Positions			Expenditures		
	2011-12	2012-13	2013-14	2011-12*	2012-13*	2013-14*
Administrative Assistant II	-	-	-1.0	4,400-5,348	-	-48
Associate Personnel Analyst	-	-	-1.0	4,400-5,348	-	-55
Accountant I-Spec	-	-	-1.0	2,870-3,488	-	-42
Management Services Technician	-	-	-1.0	2,495-3,426	-	-
<b>Total Adjustments</b>	<u>-</u>	<u>-</u>	<u>-39.0</u>	<u>\$-</u>	<u>\$-</u>	<u>-\$2,522</u>
<b>TOTALS, SALARIES AND WAGES</b>	<b>78.0</b>	<b>74.0</b>	<b>35.0</b>	<b>\$4,763</b>	<b>\$5,080</b>	<b>\$2,978</b>

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