

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 (Summary of Program Requirements)

	Personnel Years			Expenditures		
	2008-09	2009-10	2010-11	2008-09*	2009-10*	2010-11*
10 Annual Financial Plan	142.3	145.4	144.4	\$21,250	\$20,836	\$23,500
15 Financial Information System for California (FI\$Cal) Project Support	3.4	13.4	13.4	1,156	1,778	3,126
20 Program and Information System Assessments	85.2	93.2	93.2	11,670	13,488	12,975
30 Supportive Data	96.9	98.0	97.1	12,528	11,813	13,237
35 American Recovery and Reinvestment Act Oversight	-	9.0	9.0	-	4,967	4,584
40.01 Administration	54.5	52.9	52.3	5,682	5,499	6,409
40.02 Distributed Administration	-	-	-	-5,682	-5,499	-6,409
TOTALS, POSITIONS AND EXPENDITURES (All Programs)	382.3	411.9	409.4	\$46,604	\$52,882	\$57,422
FUNDING				2008-09*	2009-10*	2010-11*
0001 General Fund				\$14,805	\$17,652	\$19,164
0494 Other - Unallocated Special Funds				609	531	595
0797 Unallocated Bond Funds - Select				135	116	130
0988 Other - Unallocated Non-Governmental Cost Funds				358	317	356
0995 Reimbursements				16,666	18,434	20,405
6065 Local Streets & Road Improvement Congestion Relief & Traffic Safety Act of 2006 Highway Safety, Traffic Reduction, Air Quality & Port Security Fd of 2006				89	99	29
9740 Central Service Cost Recovery Fund				13,942	15,733	16,743
TOTALS, EXPENDITURES, ALL FUNDS				\$46,604	\$52,882	\$57,422

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.

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40-Administration:

Government Code Section 13005.

DETAILED BUDGET ADJUSTMENTS

	2009-10*			2010-11*		
	General Fund	Other Funds	Personnel Years	General Fund	Other Funds	Personnel Years
Workload Budget Adjustments						
Other Workload Budget Adjustments						
• CS 3.90 Overtime Reduction	-\$10	-\$7	-	-\$10	-\$7	-
• CS 3.90 Furlough Reduction	-2,006	-3,214	-	-	-	-
• CS 3.60 Retirement Adjustment	37	62	-	37	62	-
• CS 3.55 Preferred Provider Organization Premiums Adjustment	-18	-35	-	-	-	-
• Expiring 2-yr LT	-	-	-	-	-111	-1.0
• GC 12439 Abolished Positions	-	-	-10.5	-	-	-10.5
• One-Time Cost Reductions	-	-4,102	-	-	-4,110	-
• Price Increase	-	-	-	38	77	-
• Price Decrease	-	-	-	-38	-77	-
• Remove General Fund Portion of 2009-10 Price Increase	-74	-	-	-74	-	-
• Reimbursement Adjustment	-	-1,434	-2.9	-	-1,482	-2.9
• Temp Help Adjustment	-	-	2.5	-	-	0.4
• Central Service Cost Recovery Fund Adjustment	-	-	-	-212	212	-
• ARRA Oversight Recovery	-	4,967	-	-	4,584	-
Totals, Other Workload Budget Adjustments	-\$2,071	-\$3,763	-10.9	-\$259	-\$852	-14.0
Totals, Workload Budget Adjustments	-\$2,071	-\$3,763	-10.9	-\$259	-\$852	-14.0
Totals, Budget Adjustments	-\$2,071	-\$3,763	-10.9	-\$259	-\$852	-14.0

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.

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

* Dollars in thousands, except in Salary Range.

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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.

35 - AMERICAN RECOVERY AND REINVESTMENT ACT OVERSIGHT

Pursuant to the American Recovery and Reinvestment Act (ARRA), passed by Congress and signed by President Obama, California stands to receive 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 for 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. In addition, the Governor appointed an Inspector General independent from the Task Force to protect the integrity and accountability of the expenditure of ARRA funds in California by preventing and detecting fraud, waste, and misconduct in the use of those funds. This program supports both the Task Force and the Inspector General in fiscal year 2009-10 and the Task Force alone in fiscal year 2010-11.

DETAILED EXPENDITURES BY PROGRAM (Program Budget Detail)

	2008-09*	2009-10*	2010-11*
PROGRAM REQUIREMENTS			
10 ANNUAL FINANCIAL PLAN			
State Operations:			
0001 General Fund	\$8,247	\$10,794	\$11,558
0995 Reimbursements	3,950	2,594	4,043
6065 Local Streets & Road Improvement Congestion Relief, & Traffic Safety Acct of 2006, Highway Safety, Traffic Reduction, Air Quality & Port Security Fd of 2006	89	99	29
9740 Central Service Cost Recovery Fund	8,964	7,349	7,870
Totals, State Operations	\$21,250	\$20,836	\$23,500
ELEMENT REQUIREMENTS			
10.10 Preparation	\$7,636	\$7,741	\$8,877
State Operations:			
0001 General Fund	3,758	4,576	5,273
6065 Local Streets & Road Improvement Congestion Relief, & Traffic Safety Acct of 2006, Highway Safety, Traffic Reduction, Air Quality & Port Security Fd of 2006	44	50	14
9740 Central Service Cost Recovery Fund	3,834	3,115	3,590
10.20 Enactment	\$3,503	\$3,609	\$4,102
State Operations:			
0001 General Fund	1,720	2,129	2,435
6065 Local Streets & Road Improvement Congestion Relief, & Traffic Safety Acct of 2006, Highway Safety, Traffic Reduction, Air Quality & Port Security Fd of 2006	28	31	9
9740 Central Service Cost Recovery Fund	1,755	1,449	1,658
10.30 Support and Direction	\$6,580	\$6,217	\$6,733
State Operations:			
0001 General Fund	1,027	2,152	1,599
0995 Reimbursements	3,950	2,594	4,043
6065 Local Streets & Road Improvement Congestion Relief, & Traffic Safety Acct of 2006, Highway Safety, Traffic Reduction, Air Quality & Port Security Fd of 2006	5	5	2
9740 Central Service Cost Recovery Fund	1,598	1,466	1,089
10.40 Legislation and Intergovernmental Relations	\$3,531	\$3,269	\$3,788
State Operations:			
0001 General Fund	1,742	1,937	2,251
6065 Local Streets & Road Improvement Congestion Relief, & Traffic Safety Acct of 2006, Highway Safety, Traffic Reduction, Air Quality & Port Security Fd of 2006	12	13	4

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	2008-09*	2009-10*	2010-11*
9740 Central Service Cost Recovery Fund	1,777	1,319	1,533
PROGRAM REQUIREMENTS			
15 FINANCIAL INFORMATION SYSTEM FOR CALIFORNIA (FI\$Cal) PROJECT SUPPORT			
State Operations:			
0001 General Fund	\$484	\$-	\$-
0995 Reimbursements	672	1,778	3,126
Totals, State Operations	\$1,156	\$1,778	\$3,126
PROGRAM REQUIREMENTS			
20 PROGRAM AND INFORMATION SYSTEM ASSESSMENTS			
State Operations:			
0001 General Fund	\$2,768	\$2,872	\$3,023
0995 Reimbursements	6,647	8,723	7,344
9740 Central Service Cost Recovery Fund	2,255	1,893	2,608
Totals, State Operations	\$11,670	\$13,488	\$12,975
ELEMENT REQUIREMENTS			
20.25 Office of State Audits and Evaluations	\$11,670	\$13,488	\$12,975
State Operations:			
0001 General Fund	2,768	2,872	3,023
0995 Reimbursements	6,647	8,723	7,344
9740 Central Service Cost Recovery Fund	2,255	1,893	2,608
PROGRAM REQUIREMENTS			
30 SUPPORTIVE DATA			
State Operations:			
0001 General Fund	\$3,306	\$3,986	\$4,583
0494 Other - Unallocated Special Funds	609	531	595
0797 Unallocated Bond Funds - Select	135	116	130
0988 Other - Unallocated Non-Governmental Cost Funds	358	317	356
0995 Reimbursements	5,397	4,867	5,300
9740 Central Service Cost Recovery Fund	2,723	1,996	2,273
Totals, State Operations	\$12,528	\$11,813	\$13,237
ELEMENT REQUIREMENTS			
30.11 Statewide and Departmental Fiscal Reporting	\$2,184	\$2,009	\$1,951
State Operations:			
0001 General Fund	1,081	1,195	1,161
9740 Central Service Cost Recovery Fund	1,103	814	790
30.12 CALSTARS	\$5,426	\$4,679	\$5,410
State Operations:			
0001 General Fund	35	32	91
0995 Reimbursements	5,358	4,626	5,257
9740 Central Service Cost Recovery Fund	33	21	62
30.20 Economic Research	\$416	\$404	\$449
State Operations:			
0001 General Fund	206	240	268
9740 Central Service Cost Recovery Fund	210	164	181
30.30 Revenue Estimating and Tax Research	\$968	\$956	\$1,061
State Operations:			
0001 General Fund	479	569	631

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	2008-09*	2009-10*	2010-11*
9740 Central Service Cost Recovery Fund	489	387	430
30.40 Demographic Research	\$2,302	\$1,704	\$1,999
State Operations:			
0001 General Fund	1,414	897	1,189
0995 Reimbursements	-	197	-
9740 Central Service Cost Recovery Fund	888	610	810
30.50 Fiscal Systems and Consulting	\$1,232	\$2,061	\$2,367
State Operations:			
0001 General Fund	91	1,053	1,243
0494 Other - Unallocated Special Funds	609	531	595
0797 Unallocated Bond Funds - Select	135	116	130
0988 Other - Unallocated Non-Governmental Cost Funds	358	317	356
0995 Reimbursements	39	44	43
PROGRAM REQUIREMENTS			
35 AMERICAN RECOVERY AND REINVESTMENT ACT OVERSIGHT			
State Operations:			
0995 Reimbursements	\$-	\$472	\$592
9740 Central Service Cost Recovery Fund	-	4,495	3,992
Totals, State Operations	\$-	\$4,967	\$4,584
ELEMENT REQUIREMENTS			
40.01 Administration	\$5,682	\$5,499	\$6,409
State Operations:			
0001 General Fund	5,682	5,499	6,409
40.02 Distributed Administration	-\$5,682	-\$5,499	-\$6,409
State Operations:			
0001 General Fund	-5,682	-5,499	-6,409
TOTALS, EXPENDITURES			
State Operations	46,604	52,882	57,422
Totals, Expenditures	\$46,604	\$52,882	\$57,422

EXPENDITURES BY CATEGORY (Summary By Object)

	1 State Operations			Expenditures		
	Positions/Personnel	Years		2008-09*	2009-10*	2010-11*
	2008-09	2009-10	2010-11			
PERSONAL SERVICES						
Authorized Positions (Equals Sch. 7A)	382.3	430.8	429.8	\$30,272	\$30,874	\$36,250
Total Adjustments	-	-0.1	-1.6	-	28	-129
Estimated Salary Savings	-	-18.8	-18.8	-	-1,512	-1,558
Net Totals, Salaries and Wages	382.3	411.9	409.4	\$30,272	\$29,390	\$34,563
Staff Benefits	-	-	-	9,939	10,031	11,855
Totals, Personal Services	382.3	411.9	409.4	\$40,211	\$39,421	\$46,418
OPERATING EXPENSES AND EQUIPMENT						
				\$6,393	\$13,461	\$11,004
TOTALS, POSITIONS AND EXPENDITURES, ALL FUNDS (State Operations)				\$46,604	\$52,882	\$57,422

DETAIL OF APPROPRIATIONS AND ADJUSTMENTS (Reconciliation with Appropriations)

* Dollars in thousands, except in Salary Range.

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1 STATE OPERATIONS	2008-09*	2009-10*	2010-11*
0001 General Fund			
APPROPRIATIONS			
001 Budget Act appropriation as amended by Chapter 269, Statutes of 2008	\$16,243	-	-
Allocation for employee compensation	16	-	-
Adjustment per Section 3.60	-6	-	-
Reduction per Section 3.90	-219	-	-
Reduction per Control Section 4.07	-165	-	-
Adjustment per Section 15.25	13	-	-
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	-
Adjustment per Section 4.04	-	-74	-
Adjustment per Section 3.55	-	-18	-
001 Budget Act appropriation	-	-	\$19,164
Prior year balances available:			
Chapter 182, Statutes of 2007	300	300	-
Totals Available	\$16,182	\$17,652	\$19,164
Unexpended balance, estimated savings	-1,077	-	-
Balance available in subsequent years	-300	-	-
TOTALS, EXPENDITURES	\$14,805	\$17,652	\$19,164
0494 Other - Unallocated Special Funds			
APPROPRIATIONS			
011 Budget Act appropriation	\$547	\$594	\$595
Adjustment per Section 3.60	-	1	-
Reduction per Section 3.90	-1	-64	-
Revised expenditure authority per Provision 1	73	-	-
Totals Available	\$619	\$531	\$595
Unexpended balance, estimated savings	-10	-	-
TOTALS, EXPENDITURES	\$609	\$531	\$595
0797 Unallocated Bond Funds - Select			
APPROPRIATIONS			
011 Budget Act appropriation	\$120	\$130	\$130
Reduction per Section 3.90	-	-14	-
Revised expenditure authority per Provision 1	16	-	-
Totals Available	\$136	\$116	\$130
Unexpended balance, estimated savings	-1	-	-
TOTALS, EXPENDITURES	\$135	\$116	\$130
0988 Other - Unallocated Non-Governmental Cost Funds			
APPROPRIATIONS			
011 Budget Act appropriation	\$327	\$355	\$356
Adjustment per Section 3.60	-	1	-
Reduction per Section 3.90	-1	-39	-
Revised expenditure authority per Provision 1	44	-	-
Totals Available	\$370	\$317	\$356
Unexpended balance, estimated savings	-12	-	-
TOTALS, EXPENDITURES	\$358	\$317	\$356
0995 Reimbursements			
APPROPRIATIONS			

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1 STATE OPERATIONS	2008-09*	2009-10*	2010-11*
Reimbursements	\$16,666	\$18,434	\$20,405
6065 Local Streets & Road Improvement Congestion Relief & Traffic Safety Acct of 2006			
Highway Safety, Traffic Reduction, Air Quality & Port Security Fd of 2006			
APPROPRIATIONS			
001 Budget Act appropriation	\$119	\$111	\$29
Reduction per Section 3.90	-	-12	-
Totals Available	\$119	\$99	\$29
Unexpended balance, estimated savings	-30	-	-
TOTALS, EXPENDITURES	\$89	\$99	\$29
9740 Central Service Cost Recovery Fund			
APPROPRIATIONS			
001 Budget Act appropriation	\$15,584	\$12,522	\$12,751
Allocation for employee compensation	16	-	-
Adjustment per Section 3.60	-6	24	-
Reduction per Section 3.90	-216	-1,296	-
Adjustment per Section 3.55	-	-12	-
002 Budget Act appropriation	-	-	3,992
Control Section 8.55, Budget Act of 2009	-	4,495	-
Totals Available	\$15,378	\$15,733	\$16,743
Unexpended balance, estimated savings	-1,436	-	-
TOTALS, EXPENDITURES	\$13,942	\$15,733	\$16,743
TOTALS, EXPENDITURES, ALL FUNDS (State Operations)	\$46,604	\$52,882	\$57,422

CHANGES IN AUTHORIZED POSITIONS

	Positions/Personnel Years			Expenditures		
	2008-09	2009-10	2010-11	2008-09*	2009-10*	2010-11*
Totals, Authorized Positions	382.3	430.8	429.8	\$30,272	\$30,874	\$36,250
Salary Adjustments	-	-	-	-	3	12
Workload and Administrative Adjustments:				Salary Range		
Positions Established:						
Temporary Help	-	2.9	0.4		246	10
Reductions in Authorized Positions:						
FI\$Cal Project Support:						
Staff Finance Budget Analyst	-	-3.0	-3.0	5,332-6,433	-221	-232
Totals, Workload & Admin Adjustments	-	-0.1	-2.6	\$-	\$25	-\$222
Proposed New Positions:						
Propositions 1A and 1B Activities:						
Staff Finance Budget Analyst	-	-	1.0	5,332-6,433	-	70
Pay Differential	-	-	-	-	-	11
Totals Proposed New Positions	-	-	1.0	\$-	\$-	\$81
Total Adjustments	-	-0.1	-1.6	\$-	\$28	-\$129
TOTALS, SALARIES AND WAGES	382.3	430.7	428.2	\$30,272	\$30,902	\$36,121

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