

### 3560 State Lands Commission

The State Lands Commission manages and protects all statutory lands which the state received from the federal government upon its entry into the Union. These lands include the beds of all naturally navigable waterways such as major rivers, streams and lakes, tide and submerged lands in the Pacific Ocean which extend from the mean high tide line seaward to the three-mile limit, swamp and overflow lands, state school lands, and granted lands. These lands total more than four million acres. The Commission authorizes the use of public lands based upon environmental, health and safety, and public benefit considerations. The three-member commission consists of the Lieutenant Governor, the State Controller, and the Director of Finance.

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 State Lands Commission's Capital Outlay Program, see "Infrastructure Overview."

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

	Positions			Expenditures		
	2006-07	2007-08	2008-09	2006-07*	2007-08*	2008-09*
10 Mineral Resources Management	57.9	61.9	61.0	\$7,645	\$9,285	\$9,243
20 Land Management	45.2	48.4	49.3	30,696	9,742	8,823
30.01 Executive and Administration	32.5	34.8	34.8	2,712	3,533	3,365
30.02 Distributed Administration	-	-	-	-2,712	-3,533	-3,365
40 Marine Facilities Division	62.1	66.4	66.4	8,899	10,684	10,691
<b>TOTALS, POSITIONS AND EXPENDITURES (All Programs)</b>	<b>197.7</b>	<b>211.5</b>	<b>211.5</b>	<b>\$47,240</b>	<b>\$29,711</b>	<b>\$28,757</b>
<b>FUNDING</b>				<b>2006-07*</b>	<b>2007-08*</b>	<b>2008-09*</b>
0001 General Fund				\$10,086	\$10,697	\$9,460
0212 Marine Invasive Species Control Fund				2,346	3,065	3,341
0320 Oil Spill Prevention and Administration Fund				9,520	11,337	11,115
0347 School Land Bank Fund				192	473	475
0942 Special Deposit Fund				3,229	-	-
0943 Land Bank Fund				18,776	444	440
0995 Reimbursements				3,091	3,695	3,926
<b>TOTALS, EXPENDITURES, ALL FUNDS</b>				<b>\$47,240</b>	<b>\$29,711</b>	<b>\$28,757</b>

#### LEGAL CITATIONS AND AUTHORITY

##### DEPARTMENT AUTHORITY

Public Resources Code, Divisions 6, 7.7, and 7.8; Government Code, Title 2, Division 1; Statutes of 1956 (1st Extraordinary Session); Chapter 138, Statutes of 1964 (1st Extraordinary Session); Chapter 941, Statutes of 1991; Chapter 1213, Statutes of 1983; Chapter 879, Statutes of 1984; Chapter 1248, Statutes of 1990; Chapter 849, Statutes of 1999.

##### PROGRAM AUTHORITY

10-Mineral Resources Management:

Division 6, Public Resources Code; Chapter 29, Statutes of 1956 (1st Extra Session); Chapter 138, Statutes of 1964 (1st Extraordinary Session); Chapter 941, Statutes of 1991.

20-Land Management:

Division 6 and 7.7 Public Resources Code, Chapter 1213, Statutes of 1983; Chapter 879, Statutes of 1984.

40-Marine Facilities Management:

Division 1 of Title 2, Government Code; Division 7.8, Public Resources Code; Chapter 1248, Statutes of 1990; Chapter 849, Statutes of 1999.

#### MAJOR PROGRAM CHANGES

- Marine Invasive Species Program Research - The Budget includes \$300,000 Marine Invasive Species Control Fund for research on ballast water treatment technologies.

\* Dollars in thousands, except in Salary Range.

## 3560 State Lands Commission - Continued

### BUDGET-BALANCING REDUCTIONS

- The Budget includes General Fund reductions of \$946,000 and 7.6 positions for 2008-09.

The major budget balancing reductions include:

- 2008-09

Reduce \$611,000 and 5.7 positions from the Land Management Division. This reduction will decrease management activities such as appraisals, rent reviews, and ownership boundary determinations on state owned properties.

Reduce \$335,000 and 1.9 positions from the Mineral Resources Division. This reduction will decrease the oversight of royalty income and operations of existing oil and gas leases.

### DETAILED BUDGET ADJUSTMENTS

	2007-08*			2008-09*		
	General Fund	Other Funds	Positions	General Fund	Other Funds	Positions
<b>Baseline Adjustment Descriptions</b>						
• Marine Invasive Species Program	\$-	\$-	-	\$-	\$300	-
• School Lands Due Diligence Specialist	-	-	-	-	120	0.9
• Energy Projects Workload Positions	-	-	-	-	85	0.9
• Removal of One-time Costs - Selby Slag Remediation	-	-	-	-1,179	-	-
• Employee Compensation/Retirement	538	593	-	416	450	-
• Other Baseline Adjustments	-55	25	-	10	-55	-1.8
<b>Totals, Baseline Adjustments</b>	<b>\$483</b>	<b>\$618</b>	<b>-</b>	<b>-\$753</b>	<b>\$900</b>	<b>-</b>
<b>TOTALS, BUDGET ADJUSTMENTS</b>	<b>\$483</b>	<b>\$618</b>	<b>-</b>	<b>-\$753</b>	<b>\$900</b>	<b>-</b>
<b>Other Adjustments <sup>11</sup></b>						
• Budget-Balancing Reductions	-	-	-	-946	-	-7.6
<b>REVISED TOTALS, BUDGET ADJUSTMENTS</b>	<b>\$483</b>	<b>\$618</b>	<b>-</b>	<b>-\$1,699</b>	<b>\$900</b>	<b>-7.6</b>

<sup>11</sup> These dollars and PYs are included in the General Government agency, therefore not included in the other fiscal statements for this department. These totals are also not included in the applicable Summary Schedules for this department.

### PROGRAM DESCRIPTIONS (Program Objectives Statement)

#### 10 - MINERAL RESOURCES MANAGEMENT

The State Lands Commission oversees any extraction of mineral resources that are located on state lands. The Commission also controls the development and operation of the Long Beach tidelands oil operations. The objectives of the Mineral Resources Management Program are to manage the orderly extraction of oil, gas, geothermal resources and other minerals; maximize the revenue generated from extractive activities consistent with the best interests of the state, and ensure the efficient development of these resources consistent with public safety considerations and environmental protection.

#### 20 - LAND MANAGEMENT

This program manages all state sovereign lands to ensure use of the lands is consistent with the public trust and prudent land use practices. The program also manages all state school lands to ensure the maximum return to the State Teachers' Retirement System.

#### 30 - EXECUTIVE AND ADMINISTRATION

The Executive and Administration program provides management, policy direction and administrative support to the line programs of the Commission.

#### 40 - MARINE FACILITIES MANAGEMENT

The State Lands Commission adopts rules, regulations, guidelines and leasing policies for leasing and operating existing and proposed marine terminals within California. The Commission also inspects all marine facilities and reviews oil spill contingency plans and marine facility operations manuals.

## 3560 State Lands Commission - Continued

## DETAILED EXPENDITURES BY PROGRAM (Program Budget Detail)

	<u>2006-07*</u>	<u>2007-08*</u>	<u>2008-09*</u>
<b>PROGRAM REQUIREMENTS</b>			
<b>10 MINERAL RESOURCES MANAGEMENT</b>			
<b>State Operations:</b>			
0001 General Fund	\$3,191	\$3,452	\$3,350
0320 Oil Spill Prevention and Administration Fund	2,968	3,718	3,765
0347 School Land Bank Fund	187	273	475
0995 Reimbursements	1,299	1,842	1,653
<b>Totals, State Operations</b>	<b>\$7,645</b>	<b>\$9,285</b>	<b>\$9,243</b>
<b>ELEMENT REQUIREMENTS</b>			
<b>10.10 Mineral Resources Management - State Leases</b>	<b>\$6,896</b>	<b>\$7,798</b>	<b>\$7,736</b>
<b>State Operations:</b>			
0001 General Fund	2,542	2,065	1,943
0320 Oil Spill Prevention and Administration Fund	2,968	3,718	3,765
0347 School Land Bank Fund	187	273	475
0995 Reimbursements	1,199	1,742	1,553
<b>10.20 Mineral Resources Management - Long Beach</b>	<b>\$749</b>	<b>\$1,487</b>	<b>\$1,507</b>
<b>State Operations:</b>			
0001 General Fund	649	1,387	1,407
0995 Reimbursements	100	100	100
<b>PROGRAM REQUIREMENTS</b>			
<b>20 LAND MANAGEMENT</b>			
<b>State Operations:</b>			
0001 General Fund	\$6,894	\$7,245	\$6,110
0347 School Land Bank Fund	5	200	-
0942 Special Deposit Fund	3,229	-	-
0943 Land Bank Fund	18,776	444	440
0995 Reimbursements	1,792	1,853	2,273
<b>Totals, State Operations</b>	<b>\$30,696</b>	<b>\$9,742</b>	<b>\$8,823</b>
<b>ELEMENT REQUIREMENTS</b>			
<b>20.10 Ownership Determination</b>	<b>\$2,255</b>	<b>\$2,423</b>	<b>\$2,438</b>
<b>State Operations:</b>			
0001 General Fund	2,255	2,423	2,438
<b>20.20 Land Management</b>	<b>\$28,441</b>	<b>\$7,319</b>	<b>\$6,385</b>
<b>State Operations:</b>			
0001 General Fund	4,639	4,822	3,672
0347 School Land Bank Fund	5	200	-
0942 Special Deposit Fund	3,229	-	-
0943 Land Bank Fund	18,776	444	440
0995 Reimbursements	1,792	1,853	2,273
<b>PROGRAM REQUIREMENTS</b>			
<b>30 ADMINISTRATION</b>			
<b>ELEMENT REQUIREMENTS</b>			
30.01 Executive and Administration	2,712	3,533	3,365
30.02 Distributed Administration	-2,712	-3,533	-3,365
<b>PROGRAM REQUIREMENTS</b>			
<b>40 MARINE FACILITIES DIVISION</b>			
<b>State Operations:</b>			

\* Dollars in thousands, except in Salary Range.

## 3560 State Lands Commission - Continued

	2006-07*	2007-08*	2008-09*
0001 General Fund	\$1	\$-	\$-
0212 Marine Invasive Species Control Fund	2,346	3,065	3,341
0320 Oil Spill Prevention and Administration Fund	6,552	7,619	7,350
<b>Totals, State Operations</b>	<b>\$8,899</b>	<b>\$10,684</b>	<b>\$10,691</b>
<b>TOTALS, EXPENDITURES</b>			
State Operations	47,240	29,711	28,757
<b>Totals, Expenditures</b>	<b>\$47,240</b>	<b>\$29,711</b>	<b>\$28,757</b>

## EXPENDITURES BY CATEGORY (Summary By Object)

1 State Operations	Positions			Expenditures		
	2006-07	2007-08	2008-09	2006-07*	2007-08*	2008-09*
PERSONAL SERVICES						
Authorized Positions (Equals Sch. 7A)	197.7	222.6	220.6	\$13,752	\$15,537	\$15,630
Total Adjustments	-	-	2.0	-	878	1,013
Estimated Salary Savings	-	-11.1	-11.1	-	-809	-821
<b>Net Totals, Salaries and Wages</b>	<b>197.7</b>	<b>211.5</b>	<b>211.5</b>	<b>\$13,752</b>	<b>\$15,606</b>	<b>\$15,822</b>
Staff Benefits	-	-	-	4,592	5,151	5,232
<b>Totals, Personal Services</b>	<b>197.7</b>	<b>211.5</b>	<b>211.5</b>	<b>\$18,344</b>	<b>\$20,757</b>	<b>\$21,054</b>
OPERATING EXPENSES AND EQUIPMENT				\$28,896	\$8,954	\$7,703
<b>TOTALS, POSITIONS AND EXPENDITURES, ALL FUNDS (State Operations)</b>				<b>\$47,240</b>	<b>\$29,711</b>	<b>\$28,757</b>

## DETAIL OF APPROPRIATIONS AND ADJUSTMENTS (Reconciliation with Appropriations)

1 STATE OPERATIONS	2006-07*	2007-08*	2008-09*
<b>0001 General Fund</b>			
APPROPRIATIONS			
001 Budget Act appropriation	\$9,730	\$10,213	\$9,460
Allocation for employee compensation	502	564	-
Adjustment per Section 3.60	60	-25	-
Adjustment per Section 4.04	-	-64	-
Adjustment per Section 15.25	-	9	-
<b>Totals Available</b>	<b>\$10,292</b>	<b>\$10,697</b>	<b>\$9,460</b>
Unexpended balance, estimated savings	-206	-	-
<b>TOTALS, EXPENDITURES</b>	<b>\$10,086</b>	<b>\$10,697</b>	<b>\$9,460</b>
<b>0212 Marine Invasive Species Control Fund</b>			
APPROPRIATIONS			
001 Budget Act appropriation	\$2,229	\$3,015	\$3,341
Allocation for employee compensation	130	51	-
Adjustment per Section 3.60	8	-5	-
Adjustment per Section 15.25	-	4	-
<b>Totals Available</b>	<b>\$2,367</b>	<b>\$3,065</b>	<b>\$3,341</b>
Unexpended balance, estimated savings	-21	-	-
<b>TOTALS, EXPENDITURES</b>	<b>\$2,346</b>	<b>\$3,065</b>	<b>\$3,341</b>
<b>0320 Oil Spill Prevention and Administration Fund</b>			
APPROPRIATIONS			
001 Budget Act appropriation	\$9,353	\$10,923	\$11,115
Allocation for employee compensation	678	425	-

\* Dollars in thousands, except in Salary Range.

## 3560 State Lands Commission - Continued

1 STATE OPERATIONS	2006-07*	2007-08*	2008-09*
Adjustment per Section 3.60	41	-20	-
Adjustment per Section 15.25	-	9	-
<b>Totals Available</b>	<b>\$10,072</b>	<b>\$11,337</b>	<b>\$11,115</b>
Unexpended balance, estimated savings	-552	-	-
<b>TOTALS, EXPENDITURES</b>	<b>\$9,520</b>	<b>\$11,337</b>	<b>\$11,115</b>
<b>0347 School Land Bank Fund</b>			
APPROPRIATIONS			
001 Budget Act appropriation	\$2,200	\$470	\$475
Allocation for employee compensation	-	3	-
<b>Totals Available</b>	<b>\$2,200</b>	<b>\$473</b>	<b>\$475</b>
Unexpended balance, estimated savings	-2,008	-	-
<b>TOTALS, EXPENDITURES</b>	<b>\$192</b>	<b>\$473</b>	<b>\$475</b>
<b>0942 Special Deposit Fund</b>			
APPROPRIATIONS			
Government Code Section 16370	\$3,229	\$-	\$-
<b>TOTALS, EXPENDITURES</b>	<b>\$3,229</b>	<b>\$-</b>	<b>\$-</b>
<b>0943 Land Bank Fund</b>			
APPROPRIATIONS			
001 Budget Act appropriation	\$416	\$435	\$440
Allocation for employee compensation	11	9	-
Adjustment per Section 3.60	2	-	-
Public Resources Code 8610	18,347	-	-
<b>TOTALS, EXPENDITURES</b>	<b>\$18,776</b>	<b>\$444</b>	<b>\$440</b>
<b>0995 Reimbursements</b>			
APPROPRIATIONS			
Reimbursements	\$3,091	\$3,695	\$3,926
<b>TOTALS, EXPENDITURES, ALL FUNDS (State Operations)</b>	<b>\$47,240</b>	<b>\$29,711</b>	<b>\$28,757</b>

## FUND CONDITION STATEMENTS

	2006-07*	2007-08*	2008-09*
<b>0212 Marine Invasive Species Control Fund<sup>s</sup></b>			
BEGINNING BALANCE	\$2,683	\$2,447	\$1,463
Prior year adjustments	299	-	-
Adjusted Beginning Balance	\$2,982	\$2,447	\$1,463
REVENUES, TRANSFERS, AND OTHER ADJUSTMENTS			
Revenues:			
125600 Other Regulatory Fees	2,786	3,500	4,900
Total Revenues, Transfers, and Other Adjustments	\$2,786	\$3,500	\$4,900
Total Resources	\$5,768	\$5,947	\$6,363
EXPENDITURES AND EXPENDITURE ADJUSTMENTS			
Expenditures:			
0840 State Controller (State Operations)	3	3	4
3560 State Lands Commission (State Operations)	2,346	3,065	3,341
3600 Department of Fish and Game (State Operations)	875	1,312	647
3940 State Water Resources Control Board (State Operations)	97	104	103
Total Expenditures and Expenditure Adjustments	\$3,321	\$4,484	\$4,095
FUND BALANCE	\$2,447	\$1,463	\$2,268
Reserve for economic uncertainties	2,447	1,463	2,268

**0347 School Land Bank Fund<sup>s</sup>**

\* Dollars in thousands, except in Salary Range.

## 3560 State Lands Commission - Continued

	2006-07*	2007-08*	2008-09*
BEGINNING BALANCE	\$54,447	\$57,082	\$59,850
Prior year adjustments	-1	-	-
Adjusted Beginning Balance	\$54,446	\$57,082	\$59,850
REVENUES, TRANSFERS, AND OTHER ADJUSTMENTS			
Revenues:			
150300 Income From Surplus Money Investments	2,828	2,988	3,145
160600 Sale of State's Public Lands	-	255	8,430
Total Revenues, Transfers, and Other Adjustments	\$2,828	\$3,243	\$11,575
Total Resources	\$57,274	\$60,325	\$71,425
EXPENDITURES AND EXPENDITURE ADJUSTMENTS			
Expenditures:			
0840 State Controller (State Operations)	-	2	-
3560 State Lands Commission (State Operations)	192	473	475
Total Expenditures and Expenditure Adjustments	\$192	\$475	\$475
FUND BALANCE	\$57,082	\$59,850	\$70,950
Reserve for economic uncertainties	57,082	59,850	70,950

## CHANGES IN AUTHORIZED POSITIONS

	Positions			Expenditures		
	2006-07	2007-08	2008-09	2006-07*	2007-08*	2008-09*
Totals, Authorized Positions	197.7	222.6	220.6	\$13,752	\$15,537	\$15,630
Salary Adjustments	-	-	-	-	878	878
<b>Proposed New Positions:</b>				<b>Salary Range</b>		
Public Land Mgmt Spec III	-	-	1.0	4,467-5,431	-	62
Public Land Mgmt Spec IV	-	-	1.0	5,262-6,394	-	73
<b>Totals, Proposed New Positions</b>	-	-	<b>2.0</b>	<b>\$-</b>	<b>\$-</b>	<b>\$135</b>
<b>Total Adjustments</b>	-	-	<b>2.0</b>	<b>\$-</b>	<b>\$878</b>	<b>\$1,013</b>
<b>TOTALS, SALARIES AND WAGES</b>	<b>197.7</b>	<b>222.6</b>	<b>222.6</b>	<b>\$13,752</b>	<b>\$16,415</b>	<b>\$16,643</b>

## INFRASTRUCTURE OVERVIEW

The California State Lands Commission operates five facilities statewide. Two are regional headquarters, each co-located with a field office, one located in Sacramento and the other in Long Beach. The three remaining facilities are field offices only, one in Northern California and two in Southern California. Of the five facilities, one is state-owned (Huntington Beach Field Office), and the other four are in leased space.

## SUMMARY OF PROJECTS

State Building Program Expenditures		2006-07*	2007-08*	2008-09*
<b>20</b>	<b>CAPITAL OUTLAY</b>			
	Major Projects			
<b>20.10</b>	<b>HUNTINGTON BEACH FIELD OFFICE</b>	<b>\$-</b>	<b>\$232</b>	<b>\$182</b>
20.10.000	Huntington Beach Field Office Replacement	-	232 <sup>Pg</sup>	182 <sup>Wg</sup>
	<b>Totals, Major Projects</b>	<b>\$-</b>	<b>\$232</b>	<b>\$182</b>
<b>TOTALS, EXPENDITURES, ALL PROJECTS</b>		<b>\$-</b>	<b>\$232</b>	<b>\$182</b>
<b>FUNDING</b>		<b>2006-07*</b>	<b>2007-08*</b>	<b>2008-09*</b>
0001	General Fund	\$-	\$232	\$182
<b>TOTALS, EXPENDITURES, ALL FUNDS</b>		<b>\$-</b>	<b>\$232</b>	<b>\$182</b>

## DETAIL OF APPROPRIATIONS AND ADJUSTMENTS (Reconciliation with Appropriations)

\* Dollars in thousands, except in Salary Range.

**3560 State Lands Commission - Continued**

<b>3 CAPITAL OUTLAY</b>	<b>2006-07*</b>	<b>2007-08*</b>	<b>2008-09*</b>
<b>0001 General Fund</b>			
APPROPRIATIONS			
301 Budget Act appropriation	\$-	\$308	\$182
<b>Totals Available</b>	<b>\$-</b>	<b>\$308</b>	<b>\$182</b>
Unexpended balance, estimated savings	-	-76	-
<b>TOTALS, EXPENDITURES</b>	<b>\$-</b>	<b>\$232</b>	<b>\$182</b>
<b>TOTALS, EXPENDITURES, ALL FUNDS (Capital Outlay)</b>	<b>\$-</b>	<b>\$232</b>	<b>\$182</b>

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\* Dollars in thousands, except in Salary Range.