

7100 Employment Development Department

The Employment Development Department (EDD) promotes California's economic growth by providing services to keep employers, employees, and job seekers competitive. The EDD connects employers with job seekers, administers the Unemployment Insurance, Disability Insurance, and Paid Family Leave programs, and provides employment and training programs under the federal Workforce Investment Act of 1998. Additionally, the EDD collects various employment payroll taxes including the Personal Income Tax, and collects and provides comprehensive economic, occupational, and socio-demographic labor market information concerning California's workforce.

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 EDD'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 Employment and Employment Related Services Program	1,712.8	1,539.9	1,539.9	\$156,614	\$167,957	\$167,810
21 Tax Collections and Benefit Payments Program	5,753.8	5,649.5	5,715.6	9,386,972	10,503,099	10,945,751
22 California Unemployment Insurance Appeals Board	660.4	733.4	754.8	70,746	81,300	83,705
30.01 Administration	705.6	705.6	705.6	51,841	57,259	53,805
30.02 Distributed Administration	-	-	-	-46,580	-51,194	-51,194
50 Employment Training Panel Program	88.2	88.2	88.2	74,671	56,591	56,924
61 Workforce Investment Act Program	241.9	235.3	235.3	430,295	405,896	384,988
62 National Emergency Grant Program	-	-	-	2,316	45,000	45,000
TOTALS, POSITIONS AND EXPENDITURES (All Programs)	9,162.7	8,951.9	9,039.4	\$10,126,875	\$11,265,908	\$11,686,789
FUNDING				2006-07*	2007-08*	2008-09*
0001 General Fund				\$34,123	\$31,047	\$25,664
0184 Employment Development Department Benefit Audit Fund				14,473	14,945	14,700
0185 Employment Development Department Contingent Fund				78,075	69,166	66,267
0514 Employment Training Fund				79,750	61,938	62,269
0588 Unemployment Compensation Disability Fund				4,172,554	4,376,323	4,586,441
0869 Consolidated Work Program Fund				423,398	445,196	429,988
0870 Unemployment Administration Fund				495,796	553,097	557,391
0871 Unemployment Fund				4,739,344	5,619,509	5,852,420
0908 School Employees Fund				74,802	71,771	68,733
0995 Reimbursements				14,560	22,916	22,916
TOTALS, EXPENDITURES, ALL FUNDS				\$10,126,875	\$11,265,908	\$11,686,789

LEGAL CITATIONS AND AUTHORITY

DEPARTMENT AUTHORITY

Unemployment Insurance Code, Division 1, Chapter 2.

MAJOR PROGRAM CHANGES

- Automated Collection Enhancement System - The Governor's Budget includes \$2.8 million (\$2.6 million General Fund) and 17.1 positions for continuation of the EDD's Automated Collection Enhancement System (ACES), which will improve the EDD's ability to track, collect, and audit the payment of specified employer payroll taxes, including the personal income tax withholding. The Governor's Budget also includes provisional language to authorize additional positions and funding once vendor procurement is finalized, which is currently slated for January 1, 2009. This language is necessary to avoid project implementation delays and enable the state to recover revenues at the earliest possible date.
- Underground Economy - The Governor's Budget includes \$2.5 million (split evenly between the Contingent Fund and the Disability Insurance Fund) and 23.8 positions to continue, for an additional two years, EDD's participation in the Economic and Employment Enforcement Coalition, which is a partnership of enforcement agencies that identifies the worst offenders for targeted workplace enforcement actions throughout the state.
- October Revise - The Governor's Budget includes an increase of \$753 million (various special funds) in benefit payments and a state operations increase of \$35.9 million and 220.7 positions for the various employment assistance payments that

* Dollars in thousands, except in Salary Range.

7100 Employment Development Department - Continued

EDD administers.

BUDGET-BALANCING REDUCTIONS

- The Budget includes a General Fund reduction of \$246,000 and 2.3 positions in 2008-09.
- Tax collection activities of the Employment Development Department totaling \$23.2 million were exempted from reductions.
- The major budget balancing reductions for 2008-09 include a decrease of \$56,000 and 0.5 positions for the Unemployment Insurance Appeals Board, which will delay consideration of audit appeals, and \$190,000 and 1.8 positions for administration and support.

DETAILED BUDGET ADJUSTMENTS

	2007-08*			2008-09*		
	General Fund	Other Funds	Positions	General Fund	Other Funds	Positions
Baseline Adjustment Descriptions						
• Automated Collection Enhancement System (ACES) Continuation	\$-	\$-	-	\$2,559	\$251	17.1
• Employment Training Panel Amendment (Chapter 489, Statutes of 2007)	-	10,000	-	-	10,000	-
• Heroes at Home Funding for Consolidated Work Program	-	-	-	-	5,922	-
• Disability Insurance Automation Project	-	-	-	-	1,074	6.3
• Expiration of Funding for LA County Health	-	-	-	-5,700	-	-
• October 2007 Revise: UI Local Assistance	-	404,407	-	-	634,319	-
• October 2007 Revise: DI Local Assistance	-	-87,009	-	-	118,683	-
• October 2007 Revise: UI State Operations	-	29,912	152.7	-	35,267	208.1
• October 2007 Revise: DI State Operations	-	-1,323	-17.0	-	815	12.6
• October 2007 Revise: WIA 25% State Operations	-	4,730	-	-	-	-
• October 2007 Revise: WIA Local Assistance	-	168	-	-	-	-
• October 2007 Revise: WIA 15% discretionary - State Operations	-	6,300	-	-	-152	-
• Employee Compensation Adjustments	453	6,838	-	537	7,861	-
• Price Increase	-	-	-	185	2,120	-
• SWCAP Adjustment	-	-	-	-	-1,011	-
• Pro Rata Adjustment	-	-	-	-	-3,178	-
• Retirement Rate Adjustment	-31	-499	-	-31	-499	-
• Other Baseline Adjustments	-251	13,642	-23.5	-251	7,043	-23.5
• Limited Term Positions/Expiring Programs	-	-	-	-2,511	-7,580	-44.7
Totals, Baseline Adjustments	\$171	\$387,166	112.2	-\$5,212	\$810,935	175.9
Policy Adjustment Descriptions						
• Economic and Employment Enforcement Coalition (EEEC)	\$-	\$-	-	\$-	\$2,495	23.8
Totals, Policy Adjustments	\$-	\$-	-	\$-	\$2,495	23.8
TOTALS, BUDGET ADJUSTMENTS	\$171	\$387,166	112.2	-\$5,212	\$813,430	199.7
Other Adjustments ¹¹						
• Budget-Balancing Reductions	-	-	-	-246	-	-2.3
REVISED TOTALS, BUDGET ADJUSTMENTS	\$171	\$387,166	112.2	-\$5,458	\$813,430	197.4

¹¹ 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)

* Dollars in thousands, except in Salary Range.

7100 Employment Development Department - Continued

10 - EMPLOYMENT AND EMPLOYMENT RELATED SERVICES PROGRAM

The objective of the Employment and Employment Related Services Program is to provide a variety of services to facilitate a match between employers' needs and job seekers' skills. In addition to providing an Internet labor exchange system, CalJOBS, to facilitate this match, job seeker skills are enhanced through a variety of case-managed programs. These programs are designed to provide specialized services to job seekers needing extra assistance, such as CalWORKS recipients, parolees, veterans, youth, persons with disabilities and long-term unemployed individuals. There are also EDD sponsored Experience Unlimited locations designed for executive, technical, and professional job seekers to assist each other in finding suitable employment.

21 - TAX COLLECTIONS AND BENEFIT PAYMENTS PROGRAM

The Unemployment Insurance (UI) and Disability Insurance (DI) benefit payment programs provide monetary relief to alleviate hardships on California workers who undergo periods of unemployment and to help stabilize the economy. The UI program provides short-term income replacement for individuals who are unemployed through no fault of their own. The DI program minimizes the financial hardships by providing benefits and services to eligible persons with disabilities. The Paid Family Leave program provides benefits to individuals who take time off from work to care for a seriously ill child, spouse, parent, or domestic partner or to bond with a new minor child.

EDD collects over one third of California's General Fund revenues and is one of the largest tax collection agencies in the nation. EDD works with employers to collect California's employment taxes and data to support the employment security, child support, and personal income tax programs.

22 - CALIFORNIA UNEMPLOYMENT INSURANCE APPEALS BOARD

The California Unemployment Insurance Appeals Board (Appeals Board) is a quasi-judicial agency whose primary purpose is to conduct impartial hearings and issue prompt decisions to resolve disputed unemployment and disability determinations, and EDD tax liability assessments. The Appeals Board consists of seven members, five appointed by the Governor and one each by the Senate Rules Committee and the Speaker of the Assembly.

The Appeals Board reviews appeals from the decisions rendered by field judges in the state's 12 regional offices. In addition, the Appeals Board may designate its decisions as precedent decisions, which constitute the foundations of the various benefit programs that fall within the Appeals Board's jurisdiction.

50 - EMPLOYMENT TRAINING PANEL PROGRAM

The Employment Training Panel (ETP) is an ongoing statewide economic development program that supports the California economy by ensuring that employers, primarily small businesses, have the trained workers they need to compete in the global economy while providing workers with reasonable wages and secure employment. The ETP is a significant economic development tool for business attraction and business retention and works in partnership with business, labor, and government. The ETP, in conjunction with state and local partners, prioritizes special economic development initiatives with the objective of retaining and creating high-skilled, high-paying jobs throughout the state.

61 - WORKFORCE INVESTMENT ACT PROGRAM

The EDD administers the federal Workforce Investment Act Program, which offers a comprehensive range of workforce development activities through statewide and local organizations. Available workforce development activities provided via One-Stop Career Centers in local communities benefit job seekers and employers, laid-off workers, youth, incumbent workers, new entrants to the workforce, veterans, and persons with disabilities. These activities range from self-assisted access to employment-related information to job skills training programs. The purpose of these activities is to promote an increase in the employment, job retention, earnings and occupational skills improvement by participants.

62 - NATIONAL EMERGENCY GRANT PROGRAM

The National Emergency Grant (NEG) Program consists of federal Department of Labor funds that are used to respond to a sudden and significant dislocation of workers due to emergencies such as flooding, earthquakes, freezes, wildfires, or major business cutbacks. This authority allows the state to react immediately when the federal government makes this funding available.

DETAILED EXPENDITURES BY PROGRAM (Program Budget Detail)

		2006-07*	2007-08*	2008-09*
PROGRAM REQUIREMENTS				
10	EMPLOYMENT AND EMPLOYMENT RELATED SERVICES PROGRAM			
	State Operations:			
0185	Employment Development Department Contingent Fund	\$27,344	\$15,302	\$15,464
0870	Unemployment Administration Fund	123,769	137,864	137,555
0995	Reimbursements	5,501	14,791	14,791

* Dollars in thousands, except in Salary Range.

7100 Employment Development Department - Continued

	2006-07*	2007-08*	2008-09*
Totals, State Operations	\$156,614	\$167,957	\$167,810
PROGRAM REQUIREMENTS			
21 TAX COLLECTIONS AND BENEFIT PAYMENTS PROGRAM			
State Operations:			
0001 General Fund	\$24,706	\$24,787	\$25,101
0184 Employment Development Department Benefit Audit Fund	14,473	14,945	14,700
0185 Employment Development Department Contingent Fund	46,773	47,375	47,763
0514 Employment Training Fund	5,079	5,347	5,345
0588 Unemployment Compensation Disability Fund	186,694	209,340	213,661
0870 Unemployment Administration Fund	308,167	343,148	345,456
0908 School Employees Fund	639	966	925
0995 Reimbursements	6,844	7,622	7,622
Totals, State Operations	\$593,375	\$653,530	\$660,573
Local Assistance:			
0588 Unemployment Compensation Disability Fund	\$3,980,090	\$4,159,255	\$4,364,950
0871 Unemployment Fund	4,739,344	5,619,509	5,852,420
0908 School Employees Fund	74,163	70,805	67,808
Totals, Local Assistance	\$8,793,597	\$9,849,569	\$10,285,178
PROGRAM REQUIREMENTS			
22 CALIFORNIA UNEMPLOYMENT INSURANCE APPEALS BOARD			
State Operations:			
0001 General Fund	\$204	\$560	\$563
0185 Employment Development Department Contingent Fund	703	699	704
0588 Unemployment Compensation Disability Fund	5,770	7,728	7,830
0870 Unemployment Administration Fund	63,860	72,085	74,380
0995 Reimbursements	209	228	228
Totals, State Operations	\$70,746	\$81,300	\$83,705
PROGRAM REQUIREMENTS			
30 ADMINISTRATION			
State Operations:			
0185 Employment Development Department Contingent Fund	\$3,255	\$5,790	\$2,336
0995 Reimbursements	2,006	275	275
Totals, State Operations	\$5,261	\$6,065	\$2,611
ELEMENT REQUIREMENTS			
30.01 Administration	51,841	57,259	53,805
30.02 Distributed Administration	-46,580	-51,194	-51,194
PROGRAM REQUIREMENTS			
50 EMPLOYMENT TRAINING PANEL PROGRAM			
State Operations:			
0514 Employment Training Fund	\$74,671	\$56,591	\$56,924
Totals, State Operations	\$74,671	\$56,591	\$56,924
PROGRAM REQUIREMENTS			
61 WORKFORCE INVESTMENT ACT PROGRAM			
State Operations:			
0869 Consolidated Work Program Fund	\$112,260	\$113,094	\$98,054
Totals, State Operations	\$112,260	\$113,094	\$98,054

* Dollars in thousands, except in Salary Range.

7100 Employment Development Department - Continued

		<u>2006-07*</u>	<u>2007-08*</u>	<u>2008-09*</u>
Local Assistance:				
0001	General Fund	\$9,213	\$5,700	\$-
0869	Consolidated Work Program Fund	<u>308,822</u>	<u>287,102</u>	<u>286,934</u>
Totals, Local Assistance		\$318,035	\$292,802	\$286,934
PROGRAM REQUIREMENTS				
62	NATIONAL EMERGENCY GRANT PROGRAM			
State Operations:				
0869	Consolidated Work Program Fund	<u>\$2,316</u>	<u>\$45,000</u>	<u>\$45,000</u>
Totals, State Operations		\$2,316	\$45,000	\$45,000
TOTALS, EXPENDITURES				
State Operations		1,015,243	1,123,537	1,114,677
Local Assistance		<u>9,111,632</u>	<u>10,142,371</u>	<u>10,572,112</u>
Totals, Expenditures		\$10,126,875	\$11,265,908	\$11,686,789

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)	9,162.7	9,248.1	9,201.1	\$428,275	\$495,982	\$499,479
Total Adjustments	-	135.7	270.3	-	11,756	18,197
Estimated Salary Savings	<u>-</u>	<u>-431.9</u>	<u>-432.0</u>	<u>-</u>	<u>-24,799</u>	<u>-24,974</u>
Net Totals, Salaries and Wages	9,162.7	8,951.9	9,039.4	\$428,275	\$482,939	\$492,702
Staff Benefits	<u>-</u>	<u>-</u>	<u>-</u>	<u>191,823</u>	<u>201,144</u>	<u>207,920</u>
Totals, Personal Services	9,162.7	8,951.9	9,039.4	\$620,098	\$684,083	\$700,622
OPERATING EXPENSES AND EQUIPMENT				\$253,570	\$236,283	\$231,700
SPECIAL ITEMS OF EXPENSE						
Miscellaneous Client Services				\$141,421	\$202,771	\$181,955
Interest on Employer Refunds and Judgments				<u>154</u>	<u>400</u>	<u>400</u>
Totals, Special Items of Expense				\$141,575	\$203,171	\$182,355
TOTALS, POSITIONS AND EXPENDITURES, ALL FUNDS (State Operations)				\$1,015,243	\$1,123,537	\$1,114,677
2 Local Assistance		Expenditures				
		2006-07*			2007-08*	
		2008-09*				
Grants and Subventions		<u>\$9,111,632</u>	<u>\$10,142,371</u>	<u>\$10,572,112</u>		
TOTALS, EXPENDITURES, ALL FUNDS (Local Assistance)		\$9,111,632	\$10,142,371	\$10,572,112		

DETAIL OF APPROPRIATIONS AND ADJUSTMENTS (Reconciliation with Appropriations)

1 STATE OPERATIONS	2006-07*	2007-08*	2008-09*
0001 General Fund			
APPROPRIATIONS			
001 Budget Act appropriation	\$24,509	\$25,176	\$25,664
Allocation for employee compensation	707	453	-
Adjustment per Section 3.60	73	-31	-
Adjustment per Section 4.04	-	-215	-
Adjustment per Section 4.75 Statewide Surcharge	-5	-	-
Adjustment per Section 15.25	<u>-</u>	<u>-36</u>	<u>-</u>
Totals Available	\$25,284	\$25,347	\$25,664

* Dollars in thousands, except in Salary Range.

7100 Employment Development Department - Continued

1 STATE OPERATIONS	2006-07*	2007-08*	2008-09*
Unexpended balance, estimated savings	-374	-	-
TOTALS, EXPENDITURES	\$24,910	\$25,347	\$25,664
0184 Employment Development Department Benefit Audit Fund			
APPROPRIATIONS			
001 Budget Act appropriation	\$13,934	\$14,621	\$14,700
Allocation for employee compensation	477	370	-
Adjustment per Section 3.60	64	-26	-
Adjustment per Section 4.75 Statewide Surcharge	-2	-	-
Adjustment per Section 15.25	-	-20	-
011 Budget Act appropriation (transfer to General Fund)	(4,898)	(3,895)	(2,931)
Revised expenditure authority per Budget Act Language	(3,756)	(1,125)	-
TOTALS, EXPENDITURES	\$14,473	\$14,945	\$14,700
0185 Employment Development Department Contingent Fund			
APPROPRIATIONS			
001 Budget Act appropriation	\$75,777	\$67,435	\$65,867
Allocation for employee compensation	2,254	1,602	-
Adjustment per Section 3.60	349	-116	-
Adjustment per Section 4.75 Statewide Surcharge	-11	-	-
Adjustment per Section 15.25	-	-154	-
Transfer to Legislative Claims (9670)	-18	-1	-
011 Budget Act appropriation (transfer to General Fund)	(10,486)	(4,151)	(29,115)
Revised expenditure authority per Budget Act Language	(-4,143)	(-)	-
Unemployment Insurance Code Section 1586	154	400	400
Totals Available	\$78,505	\$69,166	\$66,267
Unexpended balance, estimated savings	-430	-	-
TOTALS, EXPENDITURES	\$78,075	\$69,166	\$66,267
0514 Employment Training Fund			
APPROPRIATIONS			
001 Budget Act appropriation	\$58,221	\$-	\$-
Allocation for employee compensation	505	-	-
Adjustment per Section 3.60	73	-	-
Adjustment per Section 4.75 Statewide Surcharge	-8	-	-
Revised expenditure authority per Budget Act Language	20,960	-	-
001 Budget Act appropriation, as amended by Chapter 172, Statutes of 2007	-	51,600	-
Allocation for employee compensation	-	391	-
Adjustment per Section 3.60	-	-29	-
Adjustment per Section 15.25	-	-24	-
Amended by Chapter 489, Statutes of 2007	-	10,000	-
001 Budget Act appropriation	-	-	62,269
Totals Available	\$79,751	\$61,938	\$62,269
Unexpended balance, estimated savings	-1	-	-
TOTALS, EXPENDITURES	\$79,750	\$61,938	\$62,269
0588 Unemployment Compensation Disability Fund			
APPROPRIATIONS			
001 Budget Act appropriation	\$212,067	\$214,768	\$221,491
Allocation for employee compensation	5,966	4,452	-
Adjustment per Section 3.60	830	-327	-
Adjustment per Section 4.75 Statewide Surcharge	-31	-	-
Adjustment per Section 15.25	-	-502	-

* Dollars in thousands, except in Salary Range.

7100 Employment Development Department - Continued

1 STATE OPERATIONS	2006-07*	2007-08*	2008-09*
Transfer to Legislative Claims (9670)	-1	-	-
Revised expenditure authority per Budget Act Language	-1,619	-1,323	-
Totals Available	\$217,212	\$217,068	\$221,491
Unexpended balance, estimated savings	-24,748	-	-
TOTALS, EXPENDITURES	\$192,464	\$217,068	\$221,491
0869 Consolidated Work Program Fund			
APPROPRIATIONS			
001 Budget Act appropriation	\$156,010	\$140,459	\$143,054
Revised expenditure authority per Budget Act Language	8,819	11,030	-
Budget Adjustment	-50,253	6,605	-
TOTALS, EXPENDITURES	\$114,576	\$158,094	\$143,054
0870 Unemployment Administration Fund			
APPROPRIATIONS			
001 Budget Act appropriation	\$570,791	\$-	\$-
Adjustment per Section 3.60	2,453	-	-
Transfer to Legislative Claims (9670)	-73	-	-
Revised expenditure authority per Budget Act Language	-12,867	-	-
Budget Adjustment	-64,508	-	-
001 Budget Act appropriation, as amended by Chapter 172, Statutes of 2007	-	523,595	-
Revised expenditure authority per Budget Act Language	-	29,912	-
Budget Adjustment	-	-410	-
001 Budget Act appropriation	-	-	557,391
TOTALS, EXPENDITURES	\$495,796	\$553,097	\$557,391
0890 Federal Trust Fund			
APPROPRIATIONS			
011 Budget Act appropriation (transfer to Unemployment Administration Fund)	(\$570,791)	(\$523,595)	(\$557,391)
Adjustment per Section 3.60	(2,453)	(-)	-
Transfer to Legislative Claims (9670)	(-73)	(-)	-
Revised expenditure authority per Budget Act Language	(-12,867)	(29,912)	-
Budget Adjustment	(-64,508)	(-410)	-
021 Budget Act appropriation (transfer to Consolidated Work Program Fund)	(156,010)	(140,459)	(143,054)
Revised expenditure authority per Budget Act Language	(8,819)	(11,030)	-
Budget Adjustment	(-50,253)	(6,605)	-
TOTALS, EXPENDITURES	\$-	\$-	\$-
0908 School Employees Fund			
APPROPRIATIONS			
001 Budget Act appropriation	\$904	\$945	\$925
Allocation for employee compensation	31	23	-
Adjustment per Section 3.60	3	-1	-
Adjustment per Section 15.25	-	-1	-
Totals Available	\$938	\$966	\$925
Unexpended balance, estimated savings	-299	-	-
TOTALS, EXPENDITURES	\$639	\$966	\$925
0995 Reimbursements			
APPROPRIATIONS			
Reimbursements	\$14,560	\$22,916	\$22,916
TOTALS, EXPENDITURES, ALL FUNDS (State Operations)	\$1,015,243	\$1,123,537	\$1,114,677

* Dollars in thousands, except in Salary Range.

7100 Employment Development Department - Continued

2 LOCAL ASSISTANCE	2006-07*	2007-08*	2008-09*
0001 General Fund			
APPROPRIATIONS			
101 Budget Act appropriation	\$5,700	\$5,700	\$-
Augmentation per Government Code Section 8690.6(a)	<u>3,513</u>	<u>-</u>	<u>-</u>
TOTALS, EXPENDITURES	<u>\$9,213</u>	<u>\$5,700</u>	<u>\$-</u>
TOTALS, GENERAL FUND EXPENDITURES	<u>\$9,213</u>	<u>\$5,700</u>	<u>\$-</u>
0588 Unemployment Compensation Disability Fund			
APPROPRIATIONS			
101 Budget Act appropriation	\$3,935,050	\$4,246,267	\$4,364,950
Transfer to Legislative Claims (9670)	-6	-3	-
Revised expenditure authority per Budget Act Language	<u>461,883</u>	<u>-87,009</u>	<u>-</u>
Totals Available	<u>\$4,396,927</u>	<u>\$4,159,255</u>	<u>\$4,364,950</u>
Unexpended balance, estimated savings	<u>-416,837</u>	<u>-</u>	<u>-</u>
TOTALS, EXPENDITURES	<u>\$3,980,090</u>	<u>\$4,159,255</u>	<u>\$4,364,950</u>
0869 Consolidated Work Program Fund			
APPROPRIATIONS			
101 Budget Act appropriation	\$334,753	\$286,934	\$286,934
Revised expenditure authority per Budget Act Language	-14,085	168	-
Budget Adjustment	<u>-11,846</u>	<u>-</u>	<u>-</u>
TOTALS, EXPENDITURES	<u>\$308,822</u>	<u>\$287,102</u>	<u>\$286,934</u>
0871 Unemployment Fund			
APPROPRIATIONS			
101 Budget Act appropriation	\$5,258,494	\$5,284,177	\$5,918,496
Transfer to Legislative Claims (9670)	-9	-2	-
Revised expenditure authority per Budget Act Language	87,611	404,407	-
Budget Adjustment	<u>-526,458</u>	<u>-</u>	<u>-</u>
TOTALS, EXPENDITURES	<u>\$4,819,638</u>	<u>\$5,688,582</u>	<u>\$5,918,496</u>
Return to Federal Government (Reimbursement from School Employee Fund)	<u>-80,294</u>	<u>-69,073</u>	<u>-66,076</u>
NET TOTALS, EXPENDITURES	<u>\$4,739,344</u>	<u>\$5,619,509</u>	<u>\$5,852,420</u>
0890 Federal Trust Fund			
APPROPRIATIONS			
101 Budget Act appropriation (transfer to Consolidated Work Program Fund)	(\$334,753)	(\$286,934)	(\$286,934)
Revised expenditure authority per Budget Act Language	(-14,085)	(168)	-
Budget Adjustment	(-11,846)	(-)	-
111 Budget Act appropriation (transfer to Federal Unemployment Fund)	(5,258,494)	(5,284,177)	(5,918,496)
Transfer to Legislative Claims (9670)	(-9)	(-2)	-
Revised expenditure authority per Budget Act Language	(87,611)	(404,407)	-
Budget Adjustment	(-526,458)	(-)	-
Return to Federal Government (reimbursement from School Employees Fund)	(-95,218)	(-73,372)	(-66,076)
Revised expenditure authority per Budget Act Language	<u>(14,924)</u>	<u>(4,299)</u>	<u>-</u>
TOTALS, EXPENDITURES	<u>\$-</u>	<u>\$-</u>	<u>\$-</u>
0908 School Employees Fund			
APPROPRIATIONS			
101 Budget Act appropriation	\$97,219	\$75,104	\$67,808
Revised expenditure authority per Budget Act Language	<u>-14,924</u>	<u>-4,299</u>	<u>-</u>
Totals Available	<u>\$82,295</u>	<u>\$70,805</u>	<u>\$67,808</u>
Unexpended balance, estimated savings	<u>-8,132</u>	<u>-</u>	<u>-</u>
TOTALS, EXPENDITURES	<u>\$74,163</u>	<u>\$70,805</u>	<u>\$67,808</u>
TOTALS, EXPENDITURES, ALL FUNDS (Local Assistance)	<u>\$9,111,632</u>	<u>\$10,142,371</u>	<u>\$10,572,112</u>

* Dollars in thousands, except in Salary Range.

7100 Employment Development Department - Continued

2 LOCAL ASSISTANCE	2006-07*	2007-08*	2008-09*
TOTALS, EXPENDITURES, ALL FUNDS (State Operations and Local Assistance)	\$10,126,875	\$11,265,908	\$11,686,789
FUND CONDITION STATEMENTS			
	2006-07*	2007-08*	2008-09*
0184 Employment Development Department Benefit Audit Fund ^s			
BEGINNING BALANCE	-	-	-
REVENUES, TRANSFERS, AND OTHER ADJUSTMENTS			
Revenues:			
150300 Income From Surplus Money Investments	\$319	\$300	\$300
160200 Penalties & Interest on UI & DI Contrib	22,842	19,665	17,331
161400 Miscellaneous Revenue	2	-	-
Transfers and Other Adjustments:			
TO0001 To General Fund per Item 7100-011-0184, Budget Acts of 2006, 2007, and 2008	-8,654	-5,020	-2,931
Total Revenues, Transfers, and Other Adjustments	\$14,509	\$14,945	\$14,700
Total Resources	\$14,509	\$14,945	\$14,700
EXPENDITURES AND EXPENDITURE ADJUSTMENTS			
Expenditures:			
0840 State Controller (State Operations)	36	-	-
7100 Employment Development Department (State Operations)	14,473	14,945	14,700
Total Expenditures and Expenditure Adjustments	\$14,509	\$14,945	\$14,700
FUND BALANCE	-	-	-
0185 Employment Development Department Contingent Fund ^s			
BEGINNING BALANCE	-	-	\$8,282
Prior year adjustments	-\$4,142	-	-
Adjusted Beginning Balance	-\$4,142	-	\$8,282
REVENUES, TRANSFERS, AND OTHER ADJUSTMENTS			
Revenues:			
150300 Income From Surplus Money Investments	1,520	\$1,400	1,400
160200 Penalties & Interest on UI & DI Contrib	79,799	73,200	78,700
161400 Miscellaneous Revenue	7,471	7,000	7,000
161800 Penalties & Intrst on Personal Income Tx	20,639	14,700	14,700
Transfers and Other Adjustments:			
TO0001 To General Fund per Unemployment Insurance Code Section 1585.5	-20,639	-14,700	-14,700
TO0001 To General Fund per Item 7100-011-0185, Budget Acts of 2006, 2007, and 2008	-6,343	-4,151	-29,115
Total Revenues, Transfers, and Other Adjustments	\$82,447	\$77,449	\$57,985
Total Resources	\$78,305	\$77,449	\$66,267
EXPENDITURES AND EXPENDITURE ADJUSTMENTS			
Expenditures:			
0840 State Controller (State Operations)	212	-	-
7100 Employment Development Department (State Operations)	78,075	69,166	66,267
9670 Equity Claims of California Victim Compensation and Government Claims Board and (State Operations)	18	1	-
Total Expenditures and Expenditure Adjustments	\$78,305	\$69,167	\$66,267
FUND BALANCE	-	\$8,282	-
Reserve for economic uncertainties	-	8,282	-
0514 Employment Training Fund ⁿ			
BEGINNING BALANCE	\$7,541	\$18,166	\$4,967
Prior year adjustments	21,209	-	-
Adjusted Beginning Balance	\$28,750	\$18,166	\$4,967

* Dollars in thousands, except in Salary Range.

7100 Employment Development Department - Continued

	2006-07*	2007-08*	2008-09*
REVENUES, TRANSFERS, AND OTHER ADJUSTMENTS			
Revenues:			
215000 Income From Investments	3,893	5,100	6,300
217000 Interest Revenue-Fines and Penalties	63	60	60
221000 Contributions from Fiduciary Funds	88,337	91,700	93,300
299000 Other Contributions	<u>137</u>	<u>50</u>	<u>50</u>
Total Revenues, Transfers, and Other Adjustments	<u>\$92,430</u>	<u>\$96,910</u>	<u>\$99,710</u>
Total Resources	\$121,180	\$115,076	\$104,677
EXPENDITURES AND EXPENDITURE ADJUSTMENTS			
Expenditures:			
0840 State Controller (State Operations)	67	-	168
5180 Department of Social Services (Local Assistance)	20,000	45,000	35,000
7100 Employment Development Department (State Operations)	79,750	61,938	62,269
7350 Department of Industrial Relations (State Operations)	3,110	3,171	3,327
9900 Statewide General Administrative Expenditures (Pro Rata) (State Operations)	<u>87</u>	<u>-</u>	<u>-</u>
Total Expenditures and Expenditure Adjustments	<u>\$103,014</u>	<u>\$110,109</u>	<u>\$100,764</u>
FUND BALANCE	\$18,166	\$4,967	\$3,913
0588 Unemployment Compensation Disability Fund ^N			
BEGINNING BALANCE	\$2,972,104	\$2,350,077	\$1,755,152
Prior year adjustments	<u>13,172</u>	<u>-</u>	<u>-</u>
Adjusted Beginning Balance	\$2,985,276	\$2,350,077	\$1,755,152
REVENUES, TRANSFERS, AND OTHER ADJUSTMENTS			
Revenues:			
215000 Income From Investments	144,199	104,258	94,138
221000 Contributions from Fiduciary Funds (Workers Contributions)	3,357,646	3,631,655	4,601,771
221000 Contributions from Fiduciary Funds (Voluntary Plan Contributions)	30,852	34,834	43,296
299000 Other	<u>5,266</u>	<u>11,691</u>	<u>15,657</u>
Total Revenues, Transfers, and Other Adjustments	<u>\$3,537,963</u>	<u>\$3,782,438</u>	<u>\$4,754,862</u>
Total Resources	\$6,523,239	\$6,132,515	\$6,510,014
EXPENDITURES AND EXPENDITURE ADJUSTMENTS			
Expenditures:			
0840 State Controller (State Operations)	601	1,037	700
7100 Employment Development Department			
State Operations	192,464	217,068	221,491
Local Assistance	3,980,090	4,159,255	4,364,950
9670 Equity Claims of California Victim Compensation and Government Claims Board and (State Operations)	<u>7</u>	<u>3</u>	<u>-</u>
Total Expenditures and Expenditure Adjustments	<u>\$4,173,162</u>	<u>\$4,377,363</u>	<u>\$4,587,141</u>
FUND BALANCE	\$2,350,077	\$1,755,152	\$1,922,873
0908 School Employees Fund ^N			
BEGINNING BALANCE	\$248,271	\$213,598	\$176,291
Prior year adjustments	<u>1,356</u>	<u>-</u>	<u>-</u>
Adjusted Beginning Balance	\$249,627	\$213,598	\$176,291
REVENUES, TRANSFERS, AND OTHER ADJUSTMENTS			
Revenues:			
215000 Income From Investments	12,001	10,314	8,395
221000 Contributions From Fiduciary Funds	<u>26,775</u>	<u>24,154</u>	<u>24,165</u>
Total Revenues, Transfers, and Other Adjustments	<u>\$38,776</u>	<u>\$34,468</u>	<u>\$32,560</u>
Total Resources	\$288,403	\$248,066	\$208,851

* Dollars in thousands, except in Salary Range.

7100 Employment Development Department - Continued

	2006-07*	2007-08*	2008-09*
EXPENDITURES AND EXPENDITURE ADJUSTMENTS			
Expenditures:			
0840 State Controller (State Operations)	3	4	3
7100 Employment Development Department			
State Operations	639	966	925
Local Assistance	74,163	70,805	67,808
Unemployment Insurance Code Section 826 payments to Department of Education	(1,718)	-	-
Unemployment Insurance Code Section 826 Payments to Community College Districts	(209)	-	-
Total Expenditures and Expenditure Adjustments	<u>\$74,805</u>	<u>\$71,775</u>	<u>\$68,736</u>
FUND BALANCE	\$213,598	\$176,291	\$140,115

CHANGES IN AUTHORIZED POSITIONS

	Positions			Expenditures		
	2006-07	2007-08	2008-09	2006-07*	2007-08*	2008-09*
Totals, Authorized Positions	9,162.7	9,248.1	9,201.1	\$428,275	\$495,982	\$499,479
Salary Adjustments	-	-	-	-	4,639	4,661
Workload and Administrative Adjustments:				Salary Range		
Temporary Help	-	135.7	220.7	-	7,117	10,451
Totals, Workload & Admin Adjustments	-	135.7	220.7	\$-	\$7,117	\$10,451
Proposed New Positions:						
Data Proc Mgr IV (1.0 LT pos exp 6-30-09)	-	-	1.0	7,825-9,059	-	94
Data Proc Mgr III (1.0 LT pos exp 6-30-09)	-	-	1.0	7,118-8,239	-	92
Tax Administrator III (1.0 LT pos exp 6-30-09)	-	-	1.0	7,110-8,230	-	85
Sys Software Spec III (1.0 LT pos exp 6-30-09)	-	-	1.0	6,416-8,187	-	83
Staff Counsel (1.0 LT pos exp 6-30-10)	-	-	1.0	5,638-6,818	-	75
Sr Programmer Analyst-Spec (0.3 LT pos exp 6-30-09)	-	-	0.3	5,571-7,109	-	23
Sr Info Sys Analyst (2.0 LT pos exp 6-30-09)	-	-	2.0	5,571-7,109	-	152
Sys Software Spec II-Tech (1.3 LT pos exp 6-30-09)	-	-	1.3	5,561-7,097	-	103
Staff Info Sys Analyst (3.0 LT pos exp 6-30-09)	-	-	3.0	5,318-6,789	-	192
Tax Administrator I (2.0 LT pos exp 6-30-09 and 2.0 LT pos exp 6-30-09)	-	-	4.0	5,079-6,434	-	261
Staff Info Sys Analyst-Spec (0.5 LT pos exp 6-30-09)	-	-	0.5	5,065-6,466	-	35
Staff Programmer Analyst-Spec (3.7 LT pos exp 6-30-09)	-	-	3.7	5,065-6,466	-	254
Sys Software Spec I (CICS) (0.3 LT pos exp 6-30-09)	-	-	0.3	5,064-6,465	-	17
Staff Tax Auditor (13.0 LT pos exp 6-30-10)	-	-	13.0	4,833-6,168	-	793
Assoc Tax Auditor (2.0 LT pos exp 6-30-10)	-	-	2.0	4,619-5,897	-	128
Sr Tax Compliance Rep (3.0 LT pos exp 6-30-09 and 1.0 LT pos exp 6-30-10)	-	-	4.0	4,619-5,616	-	230
Crim Investigator I (1.0 LT pos exp 6-30-10)	-	-	1.0	4,454-5,363	-	57
Sr Acctg Ofcr-Spec (3.0 LT pos exp 6-30-09)	-	-	3.0	4,400-5,348	-	162
Asst Info Sys Analyst-Spec (0.5 LT pos exp 6-30-09)	-	-	0.5	3,841-4,903	-	26
Empt Pgm Rep (3.0 LT pos exp 6-30-10)	-	-	3.0	3,503-4,256	-	123
Off Techn (1.0 LT pos exp 6-30-09)	-	-	1.0	2,686-3,264	-	32
Pgm Techn II (2.0 LT pos exp 6-30-10)	-	-	2.0	2,638-3,209	-	68
Totals, Proposed New Positions	-	-	49.6	\$-	\$-	\$3,085
Total Adjustments	-	135.7	270.3	\$-	\$11,756	\$18,197

* Dollars in thousands, except in Salary Range.

7100 Employment Development Department - Continued

	Positions			Expenditures		
	2006-07	2007-08	2008-09	2006-07*	2007-08*	2008-09*
TOTALS, SALARIES AND WAGES	9,162.7	9,383.8	9,471.4	\$428,275	\$507,738	\$517,676

INFRASTRUCTURE OVERVIEW

The Employment Development Department (EDD) operates in 182 buildings throughout the state, encompassing approximately 2.8 million square feet. Of these 182 buildings, 15 are state-owned and leased to the EDD, 27 are EDD-owned, and 140 are privately leased. These facilities allow the EDD to administer the Job Service, Unemployment Insurance, Disability Insurance, and Workforce Investment Act programs.

DETAIL OF APPROPRIATIONS AND ADJUSTMENTS (Reconciliation with Appropriations)

3 CAPITAL OUTLAY	2006-07*	2007-08*	2008-09*
0690 Employment Development Department Building Fund			
APPROPRIATIONS			
311 Budget Act appropriation (transfer to Federal Unemployment Fund)	0	\$325	\$325
TOTALS, EXPENDITURES	\$-	\$325	\$325
0871 Unemployment Fund			
APPROPRIATIONS			
TOTALS, EXPENDITURES	\$-	\$-	\$-
Less Funding Provided by Employment Development Department Building Fund	-	-325	-325
NET TOTALS, EXPENDITURES	\$-	\$-325	\$-325
TOTALS, EXPENDITURES, ALL FUNDS (Capital Outlay)	\$-	\$-	\$-

* Dollars in thousands, except in Salary Range.