

8860 Department of Finance

By statute, the Director of Finance serves as the Governor's chief fiscal policy advisor and promotes long-term economic sustainability and responsible resource allocation.

The primary functions of the Department of Finance are to:

- Prepare, explain, and administer the annual financial plan for the state.
- Establish fiscal and accounting policies for all state departments.
- Analyze proposed legislation for fiscal and policy impacts.
- Monitor and audit expenditures by state departments to ensure compliance with the law, approved standards, and policies.
- Analyze the fiscal impact of information technology projects.

3-YEAR EXPENDITURES AND POSITIONS

		Positions			Expenditures		
		2020-21	2021-22	2022-23	2020-21*	2021-22*	2022-23*
6770	State Budget	188.8	218.5	271.2	\$45,080	\$52,469	\$63,449
6775	Financial Information System for California (FI\$Cal) Project Support	10.6	15.0	-	2,062	3,108	-
6780	State Audits and Evaluations	72.3	118.0	105.0	15,755	25,971	23,071
6785	Statewide Accounting Policies, Consulting and Training	52.7	66.1	57.1	10,501	13,789	13,353
9900100	Administration	60.8	66.5	78.8	10,436	12,582	14,896
9900200	Administration - Distributed	-	-	-	-10,436	-12,582	-14,896
TOTALS, POSITIONS AND EXPENDITURES (All Programs)		385.2	484.1	512.1	\$73,398	\$95,337	\$99,873
FUNDING					2020-21*	2021-22*	2022-23*
0001	General Fund				\$38,622	\$46,215	\$52,644
0995	Reimbursements				10,812	13,917	10,572
3342	Cannabis Tax Fund - Department of Finance				-	440	-
8506	Coronavirus Fiscal Recovery Fund of 2021				-	3,487	3,487
9740	Central Service Cost Recovery Fund				23,964	31,278	33,170
TOTALS, EXPENDITURES, ALL FUNDS					\$73,398	\$95,337	\$99,873

LEGAL CITATIONS AND AUTHORITY

DEPARTMENT AUTHORITY

Government Code Section 13000.

PROGRAM AUTHORITY

6770-State Budget:

Article IV, Section 12 of the State Constitution; Government Code Sections 13070, 13073-13075, 13335 and 13337.

6775-Financial Information System for California (FI\$Cal) Project Support:

Government Code Section 11860.

6780-State Audits and Evaluations:

Government Code Sections 13070-13071, 13076-13077, and 13291-13296; Health and Safety Code Sections 34176-34176.5, 34177-34178, 34179, 34179.6, 34179.8, 34189.1, and 34191.1-34191.5.

6785-Statewide Accounting Policies, Consulting and Training:

Government Code Sections 13031, 13070, 13300, 13301, 13306, 13310, and 13344.

9900100-Administration:

Government Code Section 13005.

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DETAILED BUDGET ADJUSTMENTS

	2021-22*			2022-23*		
	General Fund	Other Funds	Positions	General Fund	Other Funds	Positions
Workload Budget Adjustments						
Workload Budget Change Proposals						
• Finance Workload	\$-	\$-	-	\$6,046	\$176	28.0
Totals, Workload Budget Change Proposals	\$-	\$-	-	\$6,046	\$176	28.0
Other Workload Budget Adjustments						
• Executive Order E 21/22 - 118: Energy Proclamation Disaster Response-Emergency Operations Account Transfer	22	-	-	-	-	-
• Section 4.05 Ongoing Expenditure Reduction Adjustment	-831	-89	-	-831	-89	-
• Miscellaneous Baseline Adjustments	-	-	-	1,714	-1,281	-
• Salary Adjustments	1,301	1,085	-	1,210	1,014	-
• Benefit Adjustments	623	511	-	727	595	-
• Carryover/Reappropriation	366	-	-	-	-	-
• Retirement Rate Adjustments	-38	-35	-	-38	-35	-
• Authorized Positions, Salaries, and Wages Realignment	-	-	42.5	-201	201	42.5
Totals, Other Workload Budget Adjustments	\$1,443	\$1,472	42.5	\$2,581	\$405	42.5
Totals, Workload Budget Adjustments	\$1,443	\$1,472	42.5	\$8,627	\$581	70.5
Totals, Budget Adjustments	\$1,443	\$1,472	42.5	\$8,627	\$581	70.5

PROGRAM DESCRIPTIONS

6770 - STATE BUDGET

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 conducts performance reviews of state agencies and programs, recommends ways to lower the costs of state government and to better serve the public within existing resources, and provides fiscal analyses of bills introduced in the Legislature and makes recommendations to the Governor. Federal Funds Accountability and Cost Tracking functions support the coordination of the tracking, reporting, transparency, and accountability for federal stimulus and disaster recovery funds, while also performing certain federal disaster cost recovery activities in coordination with the California Office of Emergency Services. Basic and applied economic and tax 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.

6775 - FINANCIAL INFORMATION SYSTEM FOR CALIFORNIA (FI\$Ca) 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 and administrative information technology system, FI\$Ca. This program includes Department of Finance subject-matter experts assigned to the FI\$Ca Project.

6780 - STATE AUDITS AND EVALUATIONS

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 including the oversight activities associated with the dissolution of redevelopment agencies.

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6785 - STATEWIDE ACCOUNTING POLICIES, CONSULTING AND TRAINING

The Department of Finance is responsible for devising and maintaining a modern and uniform system of statewide accounting. The Fiscal Systems and Consulting Unit sets statewide fiscal and accounting policies and procedures. The unit provides fiscal and accounting training, advice, and consulting services to departments to ensure that the state's assets are protected, and that accurate and timely financial information is maintained. The Department of Finance participates in the development of statewide financial systems.

DETAILED EXPENDITURES BY PROGRAM

		<u>2020-21*</u>	<u>2021-22*</u>	<u>2022-23*</u>
	PROGRAM REQUIREMENTS			
6770	STATE BUDGET			
	State Operations:			
0001	General Fund	\$25,605	\$27,531	\$35,242
0995	Reimbursements	2,101	2,600	2,800
8506	Coronavirus Fiscal Recovery Fund of 2021	-	1,903	1,904
9740	Central Service Cost Recovery Fund	17,374	20,435	23,503
	Totals, State Operations	<u>\$45,080</u>	<u>\$52,469</u>	<u>\$63,449</u>
	SUBPROGRAM REQUIREMENTS			
6770010	Preparation			
	State Operations:			
0001	General Fund	\$11,700	\$11,556	\$14,658
9740	Central Service Cost Recovery Fund	6,552	8,712	9,626
	Totals, State Operations	<u>\$18,252</u>	<u>\$20,268</u>	<u>\$24,284</u>
	SUBPROGRAM REQUIREMENTS			
6770019	Enactment			
	State Operations:			
0001	General Fund	\$4,027	\$5,145	\$6,324
9740	Central Service Cost Recovery Fund	3,042	3,883	4,147
	Totals, State Operations	<u>\$7,069</u>	<u>\$9,028</u>	<u>\$10,471</u>
	SUBPROGRAM REQUIREMENTS			
6770028	Support and Direction			
	State Operations:			
0001	General Fund	\$5,449	\$6,349	\$8,379
0995	Reimbursements	2,101	2,600	2,800
8506	Coronavirus Fiscal Recovery Fund of 2021	-	1,903	1,904
9740	Central Service Cost Recovery Fund	4,444	4,519	5,869
	Totals, State Operations	<u>\$11,994</u>	<u>\$15,371</u>	<u>\$18,952</u>
	SUBPROGRAM REQUIREMENTS			
6770037	Legislation and Intergovernmental Relations			
	State Operations:			
0001	General Fund	\$4,429	\$4,481	\$5,881
9740	Central Service Cost Recovery Fund	3,336	3,321	3,861
	Totals, State Operations	<u>\$7,765</u>	<u>\$7,802</u>	<u>\$9,742</u>
	PROGRAM REQUIREMENTS			
6775	FINANCIAL INFORMATION SYSTEM FOR CALIFORNIA (FISCAL) PROJECT SUPPORT			
	State Operations:			
0995	Reimbursements	2,062	3,108	-
	Totals, State Operations	<u>\$2,062</u>	<u>\$3,108</u>	<u>\$-</u>
	PROGRAM REQUIREMENTS			

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		<u>2020-21*</u>	<u>2021-22*</u>	<u>2022-23*</u>
6780	STATE AUDITS AND EVALUATIONS			
	State Operations:			
0001	General Fund	\$7,098	\$11,180	\$9,747
0995	Reimbursements	6,460	8,134	7,647
3342	Cannabis Tax Fund - Department of Finance	-	440	-
8506	Coronavirus Fiscal Recovery Fund of 2021	-	1,022	1,021
9740	Central Service Cost Recovery Fund	2,197	5,195	4,656
	Totals, State Operations	<u>\$15,755</u>	<u>\$25,971</u>	<u>\$23,071</u>
	PROGRAM REQUIREMENTS			
6785	STATEWIDE ACCOUNTING POLICIES, CONSULTING AND TRAINING			
	State Operations:			
0001	General Fund	\$5,919	\$7,504	\$7,655
0995	Reimbursements	189	75	125
8506	Coronavirus Fiscal Recovery Fund of 2021	-	562	562
9740	Central Service Cost Recovery Fund	4,393	5,648	5,011
	Totals, State Operations	<u>\$10,501</u>	<u>\$13,789</u>	<u>\$13,353</u>
	SUBPROGRAM REQUIREMENTS			
6785055	Fiscal Systems and Consulting			
	State Operations:			
0001	General Fund	\$5,919	\$7,504	\$7,655
0995	Reimbursements	189	75	125
8506	Coronavirus Fiscal Recovery Fund of 2021	-	562	562
9740	Central Service Cost Recovery Fund	4,393	5,648	5,011
	Totals, State Operations	<u>\$10,501</u>	<u>\$13,789</u>	<u>\$13,353</u>
	SUBPROGRAM REQUIREMENTS			
9900100	Administration			
	State Operations:			
0001	General Fund	\$10,436	\$12,582	\$14,896
	Totals, State Operations	<u>\$10,436</u>	<u>\$12,582</u>	<u>\$14,896</u>
	SUBPROGRAM REQUIREMENTS			
9900200	Administration - Distributed			
	State Operations:			
0001	General Fund	-\$10,436	-\$12,582	-\$14,896
	Totals, State Operations	<u>-\$10,436</u>	<u>-\$12,582</u>	<u>-\$14,896</u>
	TOTALS, EXPENDITURES			
	State Operations	73,398	95,337	99,873
	Totals, Expenditures	<u>\$73,398</u>	<u>\$95,337</u>	<u>\$99,873</u>

EXPENDITURES BY CATEGORY

	1 State Operations	Positions			Expenditures		
		2020-21	2021-22	2022-23	2020-21*	2021-22*	2022-23*
PERSONAL SERVICES							
	Baseline Positions	426.6	441.6	441.6	\$43,216	\$50,523	\$49,300
	Authorized Positions, Salaries, and Wages Realignment	-	42.5	42.5	-	1,596	3,786
	Other Adjustments	-41.4	-	28.0	-1,980	3,609	4,932
	Net Totals, Salaries and Wages	<u>385.2</u>	<u>484.1</u>	<u>512.1</u>	<u>\$41,236</u>	<u>\$55,728</u>	<u>\$58,018</u>
	Staff Benefits	-	-	-	20,149	27,300	29,570
	Totals, Personal Services	<u>385.2</u>	<u>484.1</u>	<u>512.1</u>	<u>\$61,385</u>	<u>\$83,028</u>	<u>\$87,588</u>

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8860 Department of Finance - Continued

1 State Operations	Positions			Expenditures		
	2020-21	2021-22	2022-23	2020-21*	2021-22*	2022-23*
OPERATING EXPENSES AND EQUIPMENT				\$12,013	\$12,309	\$12,285
TOTALS, POSITIONS AND EXPENDITURES, ALL FUNDS (State Operations)				\$73,398	\$95,337	\$99,873

DETAIL OF APPROPRIATIONS AND ADJUSTMENTS

1 STATE OPERATIONS	2020-21*	2021-22*	2022-23*
0001 General Fund			
APPROPRIATIONS			
001 Budget Act appropriation	\$38,573	\$44,772	\$52,644
Allocation for Employee Compensation	-	1,203	-
Allocation for Staff Benefits	-	623	-
Allocation for Telework Stipend	-	98	-
Executive Order E 21/22 - 118: Energy Proclamation Disaster Response-Emergency Operations Account Transfer	-	22	-
Section 3.60 Pension Contribution Adjustment	-	-38	-
Section 4.05 Ongoing Expenditure Reduction Adjustment	-	-831	-
Chapter 92, Statutes of 2020	-	50	-
Prior Year Balances Available:			
Chapter 668, Statutes of 2019	-	100	-
Item 8860-001-0001, Budget Act of 2018 as amended by Chapter 1, Statutes of 2019	49	216	-
Totals Available	\$38,622	\$46,215	\$52,644
TOTALS, EXPENDITURES	\$38,622	\$46,215	\$52,644
0995 Reimbursements			
APPROPRIATIONS			
Reimbursements	\$10,812	\$13,917	\$10,572
TOTALS, EXPENDITURES	\$10,812	\$13,917	\$10,572
3342 Cannabis Tax Fund - Department of Finance			
APPROPRIATIONS			
Revenue and Taxation Code section 34019(a)(5) and Business and Professions Code section 26191	-	\$440	-
TOTALS, EXPENDITURES	-	\$440	-
8506 Coronavirus Fiscal Recovery Fund of 2021			
APPROPRIATIONS			
062 Budget Act appropriation	-	\$3,374	\$3,487
Allocation for Employee Compensation	-	75	-
Allocation for Staff Benefits	-	34	-
Allocation for Telework Stipend	-	4	-
TOTALS, EXPENDITURES	-	\$3,487	\$3,487
9740 Central Service Cost Recovery Fund			
APPROPRIATIONS			
001 Budget Act appropriation	\$23,964	\$29,986	\$33,170
Allocation for Employee Compensation	-	855	-
Allocation for Staff Benefits	-	439	-
Allocation for Telework Stipend	-	67	-
Section 3.60 Pension Contribution Adjustment	-	-24	-
Section 4.05 Ongoing Expenditure Reduction Adjustment	-	-45	-
Totals Available	\$23,964	\$31,278	\$33,170
TOTALS, EXPENDITURES	\$23,964	\$31,278	\$33,170

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1 STATE OPERATIONS	2020-21*	2021-22*	2022-23*
Total Expenditures, All Funds, (State Operations)	\$73,398	\$95,337	\$99,873

FUND CONDITION STATEMENTS

	2020-21*	2021-22*	2022-23*
3342 Cannabis Tax Fund - Department of Finance^S			
BEGINNING BALANCE	-	-	-
REVENUES, TRANSFERS, AND OTHER ADJUSTMENTS			
Transfers and Other Adjustments			
Revenue Transfer from the California Cannabis Tax Fund (3314) to Cannabis Tax Fund - Department of Finance (3342) per Revenue and Taxation Code Section 34019(a)(5)	-	440	-
Total Revenues, Transfers, and Other Adjustments	-	\$440	-
Total Resources	-	\$440	-
EXPENDITURE AND EXPENDITURE ADJUSTMENTS			
8860 Department of Finance (State Operations)	-	440	-
Total Expenditures and Expenditure Adjustments	-	\$440	-
FUND BALANCE	-	-	-

CHANGES IN AUTHORIZED POSITIONS

	Positions			Expenditures		
	2020-21	2021-22	2022-23	2020-21*	2021-22*	2022-23*
Baseline Positions	426.6	441.6	441.6	\$43,216	\$50,523	\$49,300
Authorized Positions, Salaries, and Wages Realignment	-	42.5	42.5	-	1,596	3,786
Salary and Other Adjustments	-41.4	-	-	-1,980	3,609	2,224
Workload and Administrative Adjustments						
Finance Workload						
C.E.A. - B	-	-	6.0	-	-	533
C.E.A. - C	-	-	4.0	-	-	372
Assoc Adm Analyst - Accounting Sys	-	-	-2.0	-	-	-101
Assoc Govtl Program Analyst	-	-	2.0	-	-	125
Assoc Pers Analyst	-	-	2.0	-	-	166
Exec Asst	-	-	4.0	-	-	155
Financial & Performance Evaluator II	-	-	-15.0	-	-	-1,041
Graphic Designer III	-	-	1.0	-	-	43
Info Tech Assoc	-	-	-2.0	-	-	-
Info Tech Mgr I	-	-	1.0	-	-	67
Info Tech Spec I	-	-	4.0	-	-	497
Info Tech Techn	-	-	-1.0	-	-	-
Prin Program Budget Analyst I	-	-	4.0	-	-	469
Prin Program Budget Analyst III	-	-	5.0	-	-	174
Research Data Mgr	-	-	1.0	-	-	58
Research Data Spec II	-	-	1.0	-	-	50
Sr Adm Analyst - Accounting Sys	-	-	-5.0	-	-	-288
Staff Adm Analyst - Accounting Sys	-	-	-4.0	-	-	-280
Staff Finance Budget Analyst	-	-	18.0	-	-	1,414
Staff Svcs Analyst (Gen)	-	-	1.0	-	-	69
Staff Svcs Mgr I	-	-	4.0	-	-	333
Supvng Adm Analyst - Accounting Sys	-	-	-1.0	-	-	-107

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8860 Department of Finance - Continued

	Positions			Expenditures		
	2020-21	2021-22	2022-23	2020-21*	2021-22*	2022-23*
TOTALS, WORKLOAD AND ADMINISTRATIVE ADJUSTMENTS	-	-	28.0	\$-	\$-	\$2,708
Totals, Adjustments	-41.4	42.5	70.5	\$-1,980	\$5,205	\$8,718
TOTALS, SALARIES AND WAGES	385.2	484.1	512.1	\$41,236	\$55,728	\$58,018

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