

MINUTE ITEM

4/29/65

42. STATUS OF PROPOSED BUDGET, STATE LANDS COMMISSION, 1965-66 FISCAL YEAR -  
W.O. 5100.

The attached Informative Calendar Item 28 was presented to the Commission for  
information only, no Commission action being required.

Attachment

Calendar Item 28 (7 pages)

CALENDAR ITEM

INFORMATIVE

28.

STATUS OF PROPOSED BUDGET, STATE LANDS COMMISSION, 1965-66 FISCAL YEAR - W.O. 5100.

At its meeting of December 17, 1964, the State Lands Commission approved the proposed budget for the 1965-66 fiscal year, in the total amount of \$1,100,067 (exclusive of additional costs for operations under Ch. 138/64, 1st E.S.), providing for the establishment of 10 additional positions and for other expenses as indicated in Exhibit "A".

This was submitted to the Budget Division, Department of Finance, who:

1. Deleted 9 of the 10 requested positions.
2. Increased the amount of required salary savings from \$66,621 to \$75,462 (all the more difficult to achieve without the new positions).
3. Deleted from operating expenses the following line items:
  - a. Moving expenses (Sacramento office and employee moves) \$3,050
  - b. Public Land Record Data Processing 3,000
  - c. Microfilming service (of vital land records) 2,000
  - d. Fee appraisals - land exchange (Navy exchange) 5,000

and changed the amounts of other items as indicated in Exhibit "A".

Added by the Budget Division was:

- a. Auditor General Services \$25,000

to cover costs incurred by the Auditor General under provisions of Ch. 138/64, 1st E.S.

4. Reduced the Equipment budget from \$23,918 to \$14,559 (mostly by deleting the equipment needed for the new positions).

With the above changes, the budget was submitted to the Legislative Analyst who recommended approval of all items except the one remaining additional position (oil gauger for the Santa Barbara Office).

Both the Assembly subcommittee on Ways and Means (on April 6, 1965) and the Senate subcommittee on Finance (on April 7, 1965) approved of the budget as submitted by the Department of Finance, rejecting the Legislative Analyst's recommended deletion.

INFORMATIVE CALENDAR ITEM 28. (CONTD.)

At its meeting of December 17, 1964, the State Lands Commission also approved the proposed budget for tidelands litigation, U.S. vs. California, in total amount of \$314,028.

This was submitted to the Budget Division, Department of Finance, who, after discussion with the Attorney General's office, reduced the amount for services from \$270,643 to \$175,000. This is shown in Exhibit "B". The Legislative Analyst recommended approval of this portion of the budget without change, and both the Assembly and Senate subcommittees accepted this recommendation.

At its meeting of March 23, 1965, the State Lands Commission approved the budget augmentation required to implement the reorganization recommended by the Department of Finance as well as the management program and staffing required for the effective discharge of Commission responsibilities in Long Beach tidelands pursuant to Chapter 29/1956, 1st E.S., and Chapter 138/1964, 1st E.S. (based on the recommendations of the consultants, Pe Golyer and MacNaughton).

The Legislative Analyst recommended approval of this budget supplement with the following reservations:

1. The 58 managerial and engineering positions and the 2 legal positions should be subject to continuing review in the light of work load as it develops, and in the light of avoiding all possible duplications between the staff of the State Lands Division, the City of Long Beach, and "THUMS".
2. The 18 auditor positions and 7 accountant positions should not be added until an appropriate program for this staff has been developed, such program to be subject to review and recommendation by the Auditor General.
3. An appropriate adjustment for salary savings should be included that would reduce the proposed augmentation by approximately \$350,000 (nearly half of the total salary allotment).

Both the Assembly subcommittee and the Senate subcommittee took this budget supplement under submission.

The details of the budget augmentation are shown in Exhibit "C". It should be noted that out of the \$1,159,032 total augmentation, \$1,117,688 is reimbursable from Long Beach tideland revenues, and only \$41,344 will be required from the General Fund.

Attachments:

Exhibits "A", "B" and "C"

## EXHIBIT "A"

STATE LANDS DIVISION  
 DEPARTMENT OF FINANCE  
 Budget Data  
 1965-66 Proposed

<u>Item</u>		<u>Budget Submitted by Division</u>	<u>As Approved by Dept. of Finance (Printed)</u>	<u>Recommendation by Legislative Analyst</u>	<u>Assembly Subcommit- tee Action</u>	<u>Senate Subcom- mittee Action</u>
<u>PERSONAL SERVICES</u>						
Authorized Positions	139.8	\$1,167,619	NC	NC	NC	NC
Proposed New Positions:						
Asst. Division Chief	1.	12,696	-0-	NC	NC	NC
Associate Counsels	2.	24,192	-0-	NC	NC	NC
Inter. File Clerk	1.	4,236	-0-	NC	NC	NC
Inter. Stenographer	1.	4,560	-0-	NC	NC	NC
General Auditor II	1.	7,800	-0-	NC	NC	NC
Oil Gaugers	2.	12,240	6,120	-0-	6,120	NC
Assoc. Title Officer	1.	7,800	-0-	NC	NC	NC
Inter. Stenographer	1.	4,560	-0-	NC	NC	NC
		78,084	6,120	-0-	6,120	NC
Totals, Salaries and Wages	149.8	\$1,245,703	\$1,173,739	\$1,167,619	\$1,173,739	NC
Estim. Salary Savings	-4.0	-66,621	-75,462	NC	NC	NC
	145.8	\$1,179,082	\$1,098,277	\$1,092,157	\$1,098,277	NC
Staff .fits		106,117	96,968	NC	NC	NC
Total Personal Services		\$1,285,199	\$1,195,245	\$1,189,125	\$1,195,245	NC
<u>Operating Expenses</u>						
General Expense		37,235	36,600	NC	NC	NC
Communications		23,032	21,745	NC	NC	NC
Traveling In-State		65,254	NC	NC	NC	NC
Traveling Out-of-State		1,200	1,600	NC	NC	NC

(continued)

EXHIBIT "A" (CONTD.)

<u>Item</u>	<u>Budget Submitted by Division</u>	<u>As Approved by Dept. of Finance (printed)</u>	<u>Recommendation by Legislative Analyst</u>	<u>Assembly Subcommittee Action</u>	<u>Senate Subcommittee Action</u>
<u>Operating Expenses (contd)</u>					
Rent - Building Space	32,112	NC	NC	NC	NC
Administrative Procedure Service	4,000	3,800	NC	NC	NC
Electronic Data Processing Costs	27,000	NC	NC	NC	NC
Specialized Training Programs	1,357	412	NC	NC	NC
Moving Expenses	3,050	-0-	NC	NC	NC
Public Land Record Data Processing	3,000	-0-	NC	NC	NC
Microfilm & Service	2,000	-0-	NC	NC	NC
Research and Investigation	10,000	4,500	NC	NC	NC
Renovation Land Plats	8,000	NC	NC	NC	NC
Painting Huntington Beach Office	2,000	NC	NC	NC	NC
Fee Appraisals - land exchange	5,000	-0-	NC	NC	NC
Auditor General Services	-0-	25,000	NC	NC	NC
<b>Total Operating Expenses</b>	<b>\$ 224,240</b>	<b>\$ 228,023</b>	NC	NC	NC
<u>Equipment</u>	23,918	14,559	NC	NC	NC
<u>REIMBURSEMENTS</u>					
Long Beach Administration	-\$336,135	-\$386,604	NC	NC	NC
Land Appraisals, Surveying Services	- 23,000	- 16,000	NC	NC	NC
Geophys. Inspection Serv.	- 33,429	NC	NC	NC	NC
Land Sales Appraisals	- 37,543	- 33,000	NC	NC	NC
Consulting & Admn. Serv. CREC	- 3,183	NC	NC	NC	NC
<b>Total Reimbursements</b>	<b>-\$433,290</b>	<b>-\$472,216</b>	NC	NC	NC
<b>Total - Administration</b>	<b>\$1,100,067</b>	<b>\$965,611</b>	<b>\$ 959,491</b>	<b>\$ 965,611</b>	NC

Note: NC indicates no change from previous column.

EXHIBIT "B"

STATE LANDS DIVISION  
U. S. vs. California  
Budget Data  
1965-66 Proposed

	Budget Submitted by Division	As Approved by Dept. of Finance (Printed)	Recommendation by Legislative Analyst	Assembly Sub-Committee Action	Senate Sub-Committee Action
<u>Personal Services</u>					
Authorized Positions	\$ 35,881	\$ 35,881	NC	NC	NC
Estimated Salary Savings	-0-	-1,800	NC	NC	NC
Net Totals Salaries & Wages	\$ 35,881	\$ 34,081	NC	NC	NC
Staff Benefits	3,229	3,196	NC	NC	NC
Total Personal Services	\$ 39,110	\$ 37,277	NC	NC	NC
<u>Operating Expenses</u>					
General Expenses	\$ 2,500	\$ 2,320	NC	NC	NC
Travel In-state	600	NC	NC	NC	NC
Travel Out-of-state	1,000	600	NC	NC	NC
Attorney General Services	270,643	175,000	NC	NC	NC
Total Operating Expenses	\$274,743	\$178,520	NC	NC	NC
<u>Equipment</u>	175	NC	NC	NC	NC
Totals, Administration	\$314,028	\$215,972	NC	NC	NC

Note: NC indicates no change from previous column.

EXHIBIT "C"

STATE LANDS DIVISION  
Proposed Augmentation Budget  
Long Beach Unit Development  
and Reorganization  
1965-66 Fiscal Year

I T E M	Dept. of Finance Working of DeGolyer & McNaughton Recommendation for I.B. (2 Legal Positions)	Additional Dept. of Finance Recommendation for Legislative Analyst (Total)	Dept. of Finance Recommendation By Legislative Analyst (Total)	
			Assembly Sub-Committee Action	Senate Sub-Committee Action
<u>PERSONAL SERVICES</u>				
L.B. Operations	58 \$ 559,988	NC	US	US
Auditing & Acctg.	25 160,592	NC	US	US
Legal	2 \$21,132	NC	US	US
Asst. Exec. Officer	1 - \$14,700	NC	US	US
Admin. Asst.	1 - 9,480	NC	US	US
Senior Stenographer	1 - 5,028	NC	US	US
Reclass Cost-Exec. Officer	0 - 3,796	NC	US	US
Est. Salary Savings	88 720,580 -0-	NC	US	US
Health & Welfare	152 6,308	NC	US	US
Retirement	1,449 49,432	NC	US	US
Total Personal Services	\$ 776,320	\$ 484,549	US	US

EXHIBIT "C" (Contd.)

I T E M	Dept. of Finance	Additional	Dept. of Finance	Dept. of Finance	Senate
	Working of DeGlyer & McNaughton Recommendation for L.B.	Dept. of Finance Recommendation for L.B. (2 Legal Positions)	Reorganization Study-Implementation	By Legislative Analyst (Total)	Sub-Committee Action
<u>Operating Expenses</u>					
General	\$ 21,785	\$ 80	\$ 120	NC	US
Communications	14,992	144	388	NC	US
Travel In-state	11,680	350	2,650	NC	US
Travel Out-of-state	1,000	-	500	NC	US
Rent	61,824	1,008	1,554	NC	US
Electronic Data Processing	6,000	-	-	NC	US
Specialized Training	1,500	-	-	NC	US
Professional & Consulting	<u>100,000</u>	-	<u>10,000</u>	<u>NC</u>	<u>US</u>
Total Operating Expenses	218,781	1,582	15,212	NC	US
Equipment	85,407	1,308	2,193	NC	US
Total Expenditures	<u>\$1,080,508</u>	<u>\$25,623</u>	<u>\$52,901</u>	<u>\$809,032</u>	<u>US</u>

Note: NC indicates no change from previous column.  
 US indicates that the items have been taken under submission.