

46. BUDGET PROPOSAL - 1969-70 FISCAL YEAR.

The attached Calendar Item 45 was presented to the Commission for information only, no Commission action being required.

Attachment

Calendar Item 45 (2 pages)

SUPPLEMENTAL CALENDAR ITEM

45.

1969-70 BUDGET PROPOSAL

In accordance with policy set by the State Lands Commission, the State Lands Division presented to the Department of Finance on October 1, 1968, a budget proposal requesting appropriation of \$2,220,759 for the 1969-70 fiscal year (Exhibit "A").

At the Program and Policy hearing of October 1, 1968, with the Director and staff of the Department of Finance, a budget policy was enunciated that recognition of workload increases would be dependent on the ability of the organization to produce offsetting income. Applying this criterion to the budget proposal will require a reduction estimated in excess of 15%.

On November 7, 1968, a budget hearing with the Department of Finance staff has been set to review the final details. In order to comply with the Department of Finance directives, the State Lands Division is preparing a line item and program budget which it must be understood cannot meet full workload requirements.

The budget being prepared currently for submission by October 31, 1968, will require the institution of more severe priorities on the work to be undertaken in the Ownership Determination program. The demand from upland owners to clear title continues to rise while the level of service available to meet the demand is reduced. In order that budget directives be met, priority can be given only to litigation cases filed against the State and institution of boundary work projects in areas of high property value where significant revenues are being lost through trespass or loss of values are threatened by adverse developments. Further deployment of limited personnel on individual landowners' requests would not be justified since there is no way in which the work on such projects could be completed.

Attachment: Exhibit "A"

EXHIBIT "A"

Reconciliation - Budget Request

For 1969-70 to Authorized 1968-69 Level

State Lands Commission

Budget Act of 1968, Item 120		\$1,510,842
Salary Increase	\$79,412	
Adjusted 1968-69 Level		\$1,590,254
Allotment Promise Request	\$(20,000)*	
Increased Workload (20 pos.)	179,670	
Less: Long Beach Reimbursement (2 pos.)	(14,091)	
Increased Level of Service (11 pos.)	112,826	
Other Special Items:		
1. Colorado River Boundary (resetting lost survey corners)	147,500	
2. Oil slick investigation	50,000	
3. Removing hazards	50,000	
4. Merit salary adjustments	26,900**	
5. Decrease salary savings	23,500	
6. Price adjustments	20,400**	
7. Title research and investigation	10,000	
8. Staff benefits	6,000**	
9. Additional equipment	2,200	
10. Replacement equipment	11,400	
11. Increased rental rates (D.O.G.S.)	5,200	
Less: Long Beach Reimbursement	(1,000)	<u>630,505</u>
State Lands Commission Request (1969-70)		\$2,220,759

* Not included in totals

**Net figures after Long Beach reimbursement