

## 0520 Secretary for Business, Transportation and Housing

The mission of the Secretary for Business, Transportation and Housing (BTH) is to oversee and coordinate the activities of fourteen departments, offices and various economic development programs, which comprise the BTH Agency, with responsibility for maintaining the strength of California's infrastructure and the efficiencies of its financial markets. The Office of Military and Aerospace Support, the California Film Commission, the California Infrastructure and Economic Development Bank, and the California Tourism Commission are part of the Office of the Secretary. The BTH Agency departments provide financial and programmatic regulation important to an efficient marketplace, resources to foster neighborhood development, assistance in protecting patient rights, and transportation infrastructure and management for the safe, efficient flow of people and commerce. These entities include:

- California Housing Finance Agency
- Department of Corporations
- Department of Alcoholic Beverage Control
- Department of the California Highway Patrol
- Department of Financial Institutions
- Department of Housing and Community Development
- Department of Managed Health Care, including the Office of Patient Advocate
- Department of Motor Vehicles
- Department of Real Estate
- Department of Transportation
- Office of Real Estate Appraisers
- Office of Traffic Safety

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

		Positions			Expenditures		
		2004-05	2005-06	2006-07	2004-05*	2005-06*	2006-07*
10	Administration of Business, Transportation and Housing Agency	20.0	21.5	21.0	\$3,286	\$2,993	\$3,037
25	Infrastructure Finance and Economic Development Program	37.5	38.5	38.5	11,367	22,684	25,993
<b>TOTALS, POSITIONS AND EXPENDITURES (All Programs)</b>		<b>57.5</b>	<b>60.0</b>	<b>59.5</b>	<b>\$14,653</b>	<b>\$25,677</b>	<b>\$29,030</b>

FUNDING		2004-05*	2005-06*	2006-07*
0001	General Fund	\$5,873	\$12,592	\$15,628
0044	Motor Vehicle Account, State Transportation Fund	1,383	1,127	1,171
0649	California Infrastructure and Economic Development Bank Fund	2,909	5,496	5,244
0890	Federal Trust Fund	644	-	-
0918	Small Business Expansion Fund	1,339	1,433	1,420
0995	Reimbursements	2,481	4,973	4,973
3083	Welcome Center Fund	24	56	56
3095	Film Promotion and Marketing Fund	-	-	10
9329	Chrome Plating Pollution Prevention Fund	-	-	528
<b>TOTALS, EXPENDITURES, ALL FUNDS</b>		<b>\$14,653</b>	<b>\$25,677</b>	<b>\$29,030</b>

### LEGAL CITATIONS AND AUTHORITY

#### DEPARTMENT AUTHORITY

Government Code, Title 2, Division 3, Part 2.5, commencing with Section 12800.

### MAJOR PROGRAM CHANGES

- California Small Business Loan Guarantee Program - The Budget includes a General Fund loan repayment of \$10.7 million that will augment the trust fund of the Small Business Loan Guarantee Program and enable the program to originate approximately 200 additional guarantees per year.
- California Tourism Marketing Program Budget Augmentation - The Budget includes a \$2.7 million General Fund augmentation to advertise and market California as a travel and tourism destination. Total state funding of \$10 million will be matched by \$15 million in private contributions. Combined, these monies will fund a \$25 million advertising and marketing campaign which will generate an estimated \$3.8 billion in additional travel expenditures, \$85 million in additional tax revenues, and support 41,000 jobs.
- Chrome Plating Facility Loan Guarantee Program - The Budget includes \$528,000, including \$443,000 for the Business, Transportation and Housing Agency to develop a loan guarantee program pursuant to Chapter 695, Statutes of 2005, to

\* Dollars in thousands, except in Salary Range.

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assist chrome plating facilities in purchasing environmental control equipment, and \$85,000 for the Department of Toxic Substances Control to establish the Northern California Model Shop Program.

- California Film Commission Budget Augmentation - The Budget includes \$80,000 to conduct regular maintenance of the California Film Commission's on-line permitting system which allows filmmakers to scout and seek permits for film locations in California.
- Film Promotion and Marketing Fund Appropriation - The Budget includes \$10,000 to promote California's film industry using revenues derived from the sales of location library documents and other film-related informational documents.

### DETAILED BUDGET ADJUSTMENTS

	2005-06*			2006-07*		
	General Fund	Other Funds	Positions	General Fund	Other Funds	Positions
<b>Baseline Adjustment Descriptions</b>						
• Price Increase	\$-	\$-	-	\$248	\$66	-
• Various Baseline Adjustments	-13	-1	-	-5	-258	-
<b>Totals, Baseline Adjustments</b>	<b>-\$13</b>	<b>-\$1</b>	<b>-</b>	<b>\$243</b>	<b>-\$192</b>	<b>-</b>
<b>Policy Adjustment Descriptions</b>						
• California Small Business Loan Guarantee Program (Revenue Transfer)	\$-	\$-	-	\$10,700	\$-	-
• Second Year Tourism Marketing Augmentation	-	-	-	2,700	-	-
• Chrome Plating Facility Loan Guarantee Program	-	-	-	-	498	-
• California Film Commission Budget Augmentation	-	-	-	80	-	-
• Film Promotion and Marketing Fund Appropriation	-	-	-	-	10	-
<b>Totals, Policy Adjustments</b>	<b>\$-</b>	<b>\$-</b>	<b>-</b>	<b>\$13,480</b>	<b>\$508</b>	<b>-</b>
<b>TOTALS, BUDGET ADJUSTMENTS</b>	<b>-\$13</b>	<b>-\$1</b>	<b>-</b>	<b>\$13,723</b>	<b>\$316</b>	<b>-</b>

### PROGRAM DESCRIPTIONS (Program Objectives Statement)

#### 10 ADMINISTRATION OF BUSINESS, TRANSPORTATION AND HOUSING AGENCY

The objective of this program is two-fold. The Secretary, a member of the Governor's Cabinet, advises the Governor on major policy and program matters and oversees the operations of the Agency's programs and departments. The Administration Program also provides support services for the Agency.

#### 25 INFRASTRUCTURE FINANCE AND ECONOMIC DEVELOPMENT

The Infrastructure Finance and Economic Development Program's objective is to encourage and promote economic activity and investment within the state by overseeing various infrastructure, small business finance, and economic development programs. Through state-funded programs and private/public partnerships, the Agency serves as a catalyst to help the technology, tourism, entertainment, and small business sectors of the California economy succeed. This program also includes the California Infrastructure and Economic Development Bank, which provides a variety of financing services including loans for local infrastructure projects.

### DETAILED EXPENDITURES BY PROGRAM (Program Budget Detail)

		2004-05*	2005-06*	2006-07*
<b>PROGRAM REQUIREMENTS</b>				
<b>10</b>	<b>ADMINISTRATION OF BUSINESS, TRANSPORTATION AND HOUSING AGENCY</b>			
	<b>State Operations:</b>			
0044	Motor Vehicle Account, State Transportation Fund	\$1,383	\$1,127	\$1,171
0995	Reimbursements	1,903	1,866	1,866
	<b>Totals, State Operations</b>	<b>\$3,286</b>	<b>\$2,993</b>	<b>\$3,037</b>
<b>PROGRAM REQUIREMENTS</b>				
<b>25</b>	<b>INFRASTRUCTURE FINANCE AND ECONOMIC DEVELOPMENT PROGRAM</b>			

\* Dollars in thousands, except in Salary Range.

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	<u>2004-05*</u>	<u>2005-06*</u>	<u>2006-07*</u>
<b>State Operations:</b>			
0001 General Fund	\$5,873	\$12,592	\$15,628
0649 California Infrastructure and Economic Development Bank Fund	2,909	3,319	3,067
0890 Federal Trust Fund	644	-	-
0918 Small Business Expansion Fund	1,339	1,433	1,420
0995 Reimbursements	578	1,107	1,107
3083 Welcome Center Fund	24	56	56
3095 Film Promotion and Marketing Fund	-	-	10
9329 Chrome Plating Pollution Prevention Fund	-	-	278
<b>Totals, State Operations</b>	<b>\$11,367</b>	<b>\$18,507</b>	<b>\$21,566</b>
<b>Local Assistance:</b>			
0649 California Infrastructure and Economic Development Bank Fund	\$-	\$2,177	\$2,177
0995 Reimbursements	-	2,000	2,000
9329 Chrome Plating Pollution Prevention Fund	-	-	250
<b>Totals, Local Assistance</b>	<b>\$-</b>	<b>\$4,177</b>	<b>\$4,427</b>
<b>ELEMENT REQUIREMENTS</b>			
<b>25.10 California Film Commission</b>	<b>\$1,459</b>	<b>\$882</b>	<b>\$968</b>
<b>State Operations:</b>			
0001 General Fund	1,459	882	958
3095 Film Promotion and Marketing Fund	-	-	10
<b>25.20 Manufacturing Technology Program</b>	<b>\$-</b>	<b>\$2,126</b>	<b>\$2,126</b>
<b>State Operations:</b>			
0995 Reimbursements	-	126	126
<b>Local Assistance:</b>			
0995 Reimbursements	-	2,000	2,000
<b>25.30 Tourism</b>	<b>\$519</b>	<b>\$8,281</b>	<b>\$11,207</b>
<b>State Operations:</b>			
0001 General Fund	-	7,300	10,226
0995 Reimbursements	519	981	981
<b>25.40 California Infrastructure and Economic Development Bank</b>	<b>\$2,909</b>	<b>\$5,496</b>	<b>\$5,244</b>
<b>State Operations:</b>			
0649 California Infrastructure and Economic Development Bank Fund	2,909	3,319	3,067
<b>Local Assistance:</b>			
0649 California Infrastructure and Economic Development Bank Fund	-	2,177	2,177
<b>25.50 Small Business Expansion</b>	<b>\$5,037</b>	<b>\$5,360</b>	<b>\$5,875</b>
<b>State Operations:</b>			
0001 General Fund	3,698	3,927	3,927
0918 Small Business Expansion Fund	1,339	1,433	1,420
9329 Chrome Plating Pollution Prevention Fund	-	-	278
<b>Local Assistance:</b>			
9329 Chrome Plating Pollution Prevention Fund	-	-	250
<b>25.60 Office of Military and Aerospace Support</b>	<b>\$1,194</b>	<b>\$483</b>	<b>\$517</b>
<b>State Operations:</b>			
0001 General Fund	491	483	517
0890 Federal Trust Fund	644	-	-
0995 Reimbursements	59	-	-
<b>25.70 Technology, Trade, and Commerce Agency Closure</b>	<b>\$225</b>	<b>\$-</b>	<b>\$-</b>

\* Dollars in thousands, except in Salary Range.

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	2004-05*	2005-06*	2006-07*
<b>Costs</b>			
<b>State Operations:</b>			
0001 General Fund	225	-	-
<b>25.80 Welcome Center Program</b>	<b>\$24</b>	<b>\$56</b>	<b>\$56</b>
<b>State Operations:</b>			
3083 Welcome Center Fund	24	56	56
<b>TOTALS, EXPENDITURES</b>			
State Operations	14,653	21,500	24,603
Local Assistance	-	4,177	4,427
<b>Totals, Expenditures</b>	<b>\$14,653</b>	<b>\$25,677</b>	<b>\$29,030</b>

**EXPENDITURES BY CATEGORY (Summary By Object)**

1 State Operations	Positions			Expenditures		
	2004-05	2005-06	2006-07	2004-05*	2005-06*	2006-07*
PERSONAL SERVICES						
Authorized Positions (Equals Sch. 7A)	57.5	62.5	62.0	\$3,995	\$4,304	\$4,290
Estimated Salary Savings	-	-2.5	-2.5	-	-169	-167
<b>Net Totals, Salaries and Wages</b>	<b>57.5</b>	<b>60.0</b>	<b>59.5</b>	<b>\$3,995</b>	<b>\$4,135</b>	<b>\$4,123</b>
Staff Benefits	-	-	-	1,388	1,344	1,344
<b>Totals, Personal Services</b>	<b>57.5</b>	<b>60.0</b>	<b>59.5</b>	<b>\$5,383</b>	<b>\$5,479</b>	<b>\$5,467</b>
OPERATING EXPENSES AND EQUIPMENT				\$9,270	\$16,021	\$19,136
<b>TOTALS, POSITIONS AND EXPENDITURES, ALL FUNDS (State Operations)</b>				<b>\$14,653</b>	<b>\$21,500</b>	<b>\$24,603</b>

## 2 Local Assistance

	Expenditures		
	2004-05*	2005-06*	2006-07*
Grants and subventions	\$-	\$4,177	\$4,427
<b>TOTALS, EXPENDITURES, ALL FUNDS (Local Assistance)</b>	<b>\$-</b>	<b>\$4,177</b>	<b>\$4,427</b>

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

1 STATE OPERATIONS	2004-05*	2005-06*	2006-07*
<b>0001 General Fund</b>			
APPROPRIATIONS			
001 Budget Act appropriation	\$1,935	-	-
Allocation for employee compensation	25	-	-
Adjustment per Section 3.60	7	-	-
001 Budget Act appropriation, as amended by Chapter 39, Statutes of 2005	-	\$8,678	-
Adjustment per Section 3.60	-	-5	-
Transfer to Legislative Claims (9670)	-	-8	-
001 Budget Act appropriation	-	-	\$11,701
002 Budget Act appropriation (Technology, Trade, and Commerce closure costs)	575	-	-
011 Budget Act appropriation (transfer to Small Business Expansion Fund-0918)	3,988	3,927	3,927
<b>Totals Available</b>	<b>\$6,530</b>	<b>\$12,592</b>	<b>\$15,628</b>
Unexpended balance, estimated savings	-657	-	-
<b>TOTALS, EXPENDITURES</b>	<b>\$5,873</b>	<b>\$12,592</b>	<b>\$15,628</b>
<b>0044 Motor Vehicle Account, State Transportation Fund</b>			
APPROPRIATIONS			
001 Budget Act appropriation	\$1,324	-	-

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1 STATE OPERATIONS	2004-05*	2005-06*	2006-07*
Allocation for employee compensation	33	-	-
Adjustment per Section 3.60	30	-	-
001 Budget Act appropriation, as amended by Chapter 39, Statutes of 2005	-	\$1,133	-
Adjustment per Section 3.60	-	-6	-
001 Budget Act appropriation	-	-	\$1,171
<b>Totals Available</b>	<b>\$1,387</b>	<b>\$1,127</b>	<b>\$1,171</b>
Unexpended balance, estimated savings	-4	-	-
<b>TOTALS, EXPENDITURES</b>	<b>\$1,383</b>	<b>\$1,127</b>	<b>\$1,171</b>
<b>0649 California Infrastructure and Economic Development Bank Fund</b>			
APPROPRIATIONS			
001 Budget Act appropriation	\$3,062	\$3,248	\$3,067
Allocation for employee compensation	63	-	-
Adjustment per Section 3.60	30	-13	-
Chapter 263, Statutes of 2004	100	-	-
Prior year balances available:			
Chapter 263, Statutes of 2004	-	84	-
<b>Totals Available</b>	<b>\$3,255</b>	<b>\$3,319</b>	<b>\$3,067</b>
Unexpended balance, estimated savings	-262	-	-
Balance available in subsequent years	-84	-	-
<b>TOTALS, EXPENDITURES</b>	<b>\$2,909</b>	<b>\$3,319</b>	<b>\$3,067</b>
<b>0890 Federal Trust Fund</b>			
APPROPRIATIONS			
Federal Funds	\$978	-	-
Budget Adjustment	-334	-	-
<b>TOTALS, EXPENDITURES</b>	<b>\$644</b>	<b>\$-</b>	<b>\$-</b>
<b>0918 Small Business Expansion Fund</b>			
APPROPRIATIONS			
001 Budget Act appropriation	\$455	\$435	\$420
Allocation for employee compensation	8	-	-
Adjustment per Section 3.60	3	-2	-
Corporations Code Section 14030	3,698	3,927	3,927
Corporations Code Section 14075	953	1,000	1,000
<b>Totals Available</b>	<b>\$5,117</b>	<b>\$5,360</b>	<b>\$5,347</b>
Unexpended balance, estimated savings	-80	-	-
<b>TOTALS, EXPENDITURES</b>	<b>\$5,037</b>	<b>\$5,360</b>	<b>\$5,347</b>
Less funding provided by the General Fund	-3,698	-3,927	-3,927
<b>NET TOTALS, EXPENDITURES</b>	<b>\$1,339</b>	<b>\$1,433</b>	<b>\$1,420</b>
<b>0995 Reimbursements</b>			
APPROPRIATIONS			
Reimbursements	\$2,481	\$2,973	\$2,973
<b>3083 Welcome Center Fund</b>			
APPROPRIATIONS			
001 Budget Act appropriation	-	\$56	\$56
Chapter 296, Statutes of 2004	\$55	-	-
<b>Totals Available</b>	<b>\$55</b>	<b>\$56</b>	<b>\$56</b>
Unexpended balance, estimated savings	-31	-	-
<b>TOTALS, EXPENDITURES</b>	<b>\$24</b>	<b>\$56</b>	<b>\$56</b>
<b>3095 Film Promotion and Marketing Fund</b>			
APPROPRIATIONS			
001 Budget Act appropriation	-	-	\$10
<b>TOTALS, EXPENDITURES</b>	<b>\$-</b>	<b>\$-</b>	<b>\$10</b>
<b>9329 Chrome Plating Pollution Prevention Fund</b>			

\* Dollars in thousands, except in Salary Range.

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1 STATE OPERATIONS	2004-05*	2005-06*	2006-07*
APPROPRIATIONS			
001 Budget Act appropriation	-	-	\$278
<b>TOTALS, EXPENDITURES</b>	<u>\$-</u>	<u>\$-</u>	<u>\$278</u>
<b>TOTALS, EXPENDITURES, ALL FUNDS (State Operations)</b>	<b>\$14,653</b>	<b>\$21,500</b>	<b>\$24,603</b>
2 LOCAL ASSISTANCE	2004-05*	2005-06*	2006-07*
<b>0001 General Fund</b>			
APPROPRIATIONS			
101 Budget Act appropriation	0	0	0
<b>TOTALS, EXPENDITURES</b>	<u>\$-</u>	<u>\$-</u>	<u>\$-</u>
<b>0649 California Infrastructure and Economic Development Bank Fund</b>			
APPROPRIATIONS			
Government Code Section 63050	-	\$5,500	\$5,500
<b>TOTALS, EXPENDITURES</b>	<u>\$-</u>	<u>\$5,500</u>	<u>\$5,500</u>
Loan Repayment per Government Code Section 63050	-	-3,323	-3,323
<b>NET TOTALS, EXPENDITURES</b>	<u>\$-</u>	<u>\$2,177</u>	<u>\$2,177</u>
<b>0995 Reimbursements</b>			
APPROPRIATIONS			
Reimbursements	-	\$2,000	\$2,000
<b>3005 Film California First Fund</b>			
APPROPRIATIONS			
115 Budget Act appropriation (transfer to General Fund)	(\$1,089)	-	-
<b>TOTALS, EXPENDITURES</b>	<u>\$-</u>	<u>\$-</u>	<u>\$-</u>
<b>9329 Chrome Plating Pollution Prevention Fund</b>			
APPROPRIATIONS			
101 Budget Act appropriation	-	-	\$250
<b>TOTALS, EXPENDITURES</b>	<u>\$-</u>	<u>\$-</u>	<u>\$250</u>
<b>TOTALS, EXPENDITURES, ALL FUNDS (Local Assistance)</b>	<u>\$-</u>	<u>\$4,177</u>	<u>\$4,427</u>
<b>TOTALS, EXPENDITURES, ALL FUNDS (State Operations and Local Assistance)</b>	<b>\$14,653</b>	<b>\$25,677</b>	<b>\$29,030</b>

### FUND CONDITION STATEMENTS

	2004-05*	2005-06*	2006-07*
<b>3005 Film California First Fund <sup>s</sup></b>			
BEGINNING BALANCE	\$1,089	-	-
Prior year adjustments	-8	-	-
Adjusted Beginning Balance	\$1,081	-	-
REVENUES, TRANSFERS, AND OTHER ADJUSTMENTS			
Transfers and Other Adjustments:			
TO0001 To General Fund per Item 0520-115-3005, Budget Act of 2004	-1,081	-	-
Total Revenues, Transfers, and Other Adjustments	-1,081	-	-
Total Resources	-	-	-
FUND BALANCE	-	-	-
<b>3083 Welcome Center Fund <sup>s</sup></b>			
BEGINNING BALANCE	-	\$31	\$31
REVENUES, TRANSFERS, AND OTHER ADJUSTMENTS			
Revenues:			
161400 Miscellaneous Revenue	\$55	56	56
Total Revenues, Transfers, and Other Adjustments	\$55	\$56	\$56
Total Resources	\$55	\$87	\$87

\* Dollars in thousands, except in Salary Range.

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	2004-05*	2005-06*	2006-07*
EXPENDITURES AND EXPENDITURE ADJUSTMENTS			
Expenditures:			
0520 Secretary for Business, Transportation and Housing (State Operations)	24	56	56
Total Expenditures and Expenditure Adjustments	<u>\$24</u>	<u>\$56</u>	<u>\$56</u>
FUND BALANCE	\$31	\$31	\$31
Reserve for economic uncertainties	31	31	31
<b>3095 Film Promotion and Marketing Fund <sup>s</sup></b>			
BEGINNING BALANCE	-	-	-
REVENUES, TRANSFERS, AND OTHER ADJUSTMENTS			
Revenues:			
161400 Miscellaneous Revenue	-	-	\$11
Total Revenues, Transfers, and Other Adjustments	<u>-</u>	<u>-</u>	<u>\$11</u>
Total Resources	-	-	\$11
EXPENDITURES AND EXPENDITURE ADJUSTMENTS			
Expenditures:			
0520 Secretary for Business, Transportation and Housing (State Operations)	-	-	10
Total Expenditures and Expenditure Adjustments	<u>-</u>	<u>-</u>	<u>\$10</u>
FUND BALANCE	-	-	\$1
Reserve for economic uncertainties	-	-	1

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