

Fiscal Year (FY) 2007/2008 Budget Highlights Summary

This document summarizes the adjustments to the Board's FY 2006/07 budget that build the budget for FY 2007/08. This assumes no further adjustments will be made to the Board's budget prior to the approval of the Budget Act.

The FY 2007-08 total operating budget for the Board is \$391.2 million and includes authority for 3,800.5 personnel years (PYs).

This is an increase of \$21.9 million and 22.6 PYs over BOE's budget in the 2006-07 Budget

The budget adjustments include:

- Baseline Budget adjustments listed on the attached detail sheet. Included is the expiration of 54.5 positions from past year BCPs including 20.2 from the E-Waste Program
- 14 approved BCPs - An increase of \$8.8 million and 77.1 PYs. Of this, \$6.8 million and 51.5 PYs are for new resources and \$2 million and 25.6 PYs are for continued resources.
- Finance Letter and Legislative adjustments listed on the attached detail sheet

	<u>Total Dollars</u>	<u>General Fund</u>	<u>PYs</u>
2006-07 APPROVED BUDGET ACT	369,262	206,531	3,777.9
2007-08 Baseline Budget Adjustments	12,126	9,262	-54.5
2007-08 BCPs	8,847	2,342	77.1
2007-08 Budget Year - Printed Budget	390,235	218,135	3,800.5
2007-08 Finance Letters (FL) and Legislative Adjustments	924	700	
Final 2007-08 Budget Act	391,159	218,835	3,800.5
2007-08 Increase over 2006-07	21,897	12,304	22.6

STATE BOARD OF EQUALIZATION
Budget Act Highlights
Fiscal Year 2007-08
(Dollars in thousands)

The 2007-08 total operating budget for BOE is \$391.2 million and includes authority for 3,800.5 PY (personnel years). This is an increase of \$21.9 million and 22.6 PYs over BOE's budget in the 2006-07 Budget Act. Included in the budget increase is \$8.8 million and 77.1 PYs for 14 approved BCPs. Of this, \$6.8 million and 51.5 PYs are for new resources and \$2 million and 25.6 PYs are for continued resources.

The chart below identifies the major changes outlined above. The changes include the resources associated with approved budget change proposals, baseline adjustments, and policy adjustments:

	<u>Estimated Revenue</u>	<u>Total Dollars</u>	<u>General Fund</u>	<u>PYs</u>
2006-07 APPROVED BUDGET ACT		369,262	206,531	3,777.9
2007-08 Baseline Budget Adjustments				
BL 06-28 Sect. 3.60a Retirement Rate Adjustment		1,911	1,096	
Employee Compensation		14,312	8,372	
Pro-Rata, LT Pos, One Time OE&E Costs, Full Year Annual, & CS 4.75 (General Service Cost Adj.)		-3,720	17	-54.5
BL 06-21 2007-08 Price Letter O, E & E		2,323	1,327	
Savings per Prov. 2 HQ Lease Savings		-2,700	-1,550	
Subtotal		12,126	9,262	-54.5
2007-08 BCPs				
BCP #1 CUTS Revenue Enhancement	4,300	313	203	5.7
BCP #2 U. S. Customs Prog Augmentation	15,200	1,071	696	11.9
BCP #4 Alcoholic Beverage Tax Program Wkld	1,265	244	244	1.9
BCP #5 Ongoing Tire Fee Incr Wkld	60,000	485		5.5
BCP #6 E-Waste Recycling Fee Wkld Adj Continuation	70,000	230		4.2
BCP #7 IFTA Wkld Growth	82,700	0		10.4
BCP #8 Underground Storage Main. Fee Wkld Incr	5,400	771		7.1
BCP #9 Continuation of IFTA/NAFTA		842		8.4
BCP #10 Fuel Tax Compliance Projects	3,000	974		2.0
BCP #11 MVF Audit Staff Augmentation	14,000	715		4.7
BCP #12 AB 1803 Expand Wkld Envirmntl Fee	5,300	483		4.8
BCP #13 E-Filing Infrastructure Project		1,460	949	1.9
BCP #14 AB 1749 Tob Prdct Mfg & Import Lic	4,200	1,153	181	7.7
BCP #15 AB 1418 Public Disclosure of Tax Delinq.		106	69	0.9
Subtotal		8,847	2,342	77.1
2007-08 Budget Year - Printed Budget		390,235	218,135	3,800.5
2007-08 Finance Letters (FL) and Legislative Adjustments:				
FL #1 BOE - Individual Rate Building		524	300	
Conference Committee Local Assessor Issue		400	400	
Subtotal		924	700	
Final 2007-08 Budget Act		391,159	218,835	3,800.5