

STATE OF CALIFORNIA
Budget Change Proposal - Cover Sheet
 DF-46 (REV 08/15)

Fiscal Year 2016-17	Business Unit 3600	Department Fish and Wildlife	Priority No. 1
Budget Request Name 3600-001-BCP-DP-2016-GB		Program VARIOUS	Subprogram

Budget Request Description
 Fish and Game Preservation Fund Re-alignment

Budget Request Summary

The Department of Fish and Wildlife (Department) proposes to realign the Fish and Game Preservation Fund dedicated (FGPF-D) accounts, resulting in a \$6.2 million overall reduction, (see Attachment A) to better align the FGPF-D account's expenditure authority with revenues, to ensure the accounts remain structurally balanced.

Requires Legislation <input type="checkbox"/> Yes <input checked="" type="checkbox"/> No	Code Section(s) to be Added/Amended/Repealed	
Does this BCP contain information technology (IT) components? <input type="checkbox"/> Yes <input checked="" type="checkbox"/> No <i>If yes, departmental Chief Information Officer must sign.</i>	Department CIO	Date
For IT requests, specify the date a Special Project Report (SPR) or Feasibility Study Report (FSR) was approved by the Department of Technology, or previously by the Department of Finance. <input type="checkbox"/> FSR <input type="checkbox"/> SPR Project No. Date:		

If proposal affects another department, does other department concur with proposal? Yes No
Attach comments of affected department, signed and dated by the department director or designee.

Prepared By	Date	Reviewed By	Date
Department Director <i>[Signature]</i>	Date 12/18/15	Agency Secretary <i>[Signature]</i>	Date 12/18/15

Department of Finance Use Only

Additional Review: Capital Outlay ITCU FSCU OSAE CALSTARS Dept. of Technology

BCP Type: Policy Workload Budget per Government Code 13308.05

PPBA	Original Signed by Amanda Martin	Date submitted to the Legislature 1-8-16
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BCP Fiscal Detail Sheet

BCP Title: Realign Dedicated Fish and Game Preservation Fund Accounts

DP Name: 3600-001-BCP-DP-2016-GB

Budget Request Summary

	FY16					
	CY	BY	BY+1	BY+2	BY+3	BY+4
Operating Expenses and Equipment						
5301 - General Expense	0	-4,096	-4,096	-4,096	-4,096	-4,096
5302 - Printing	0	-607	-607	-607	-607	-607
5304 - Communications	0	-35	-35	-35	-35	-35
5306 - Postage	0	-19	-19	-19	-19	-19
5320 - Travel: In-State	0	-372	-372	-372	-372	-372
5322 - Training	0	-1	-1	-1	-1	-1
5324 - Facilities Operation	0	-538	-538	-538	-538	-538
5326 - Utilities	0	-100	-100	-100	-100	-100
5346 - Information Technology	0	-200	-200	-200	-200	-200
54XX - Special Items of Expense	0	-213	-213	-213	-213	-213
Total Operating Expenses and Equipment	\$0	-\$6,181	-\$6,181	-\$6,181	-\$6,181	-\$6,181
Total Budget Request	\$0	-\$6,181	-\$6,181	-\$6,181	-\$6,181	-\$6,181

Fund Summary

Fund Source - State Operations						
0200 - Fish and Game Preservation Fund	0	-6,181	-6,181	-6,181	-6,181	-6,181
Total State Operations Expenditures	\$0	-\$6,181	-\$6,181	-\$6,181	-\$6,181	-\$6,181
Total All Funds	\$0	-\$6,181	-\$6,181	-\$6,181	-\$6,181	-\$6,181

Program Summary

Program Funding						
2590 - Biodiversity Conservation Program	-3,993	-640	-640	-640	-640	-640
2605 - Enforcement	1,194	-1,879	-1,879	-1,879	-1,879	-1,879
2595010 - Sport Hunting	2,099	-1,880	-1,880	-1,880	-1,880	-1,880
2595019 - Commercial Fisheries Management (Marine and Inland)	214	-379	-379	-379	-379	-379
2595028 - Sport Fishing	182	-1,066	-1,066	-1,066	-1,066	-1,066
2600019 - Hatcheries and Fish Planting Facilities	304	-337	-337	-337	-337	-337
Total All Programs	\$0	-\$6,181	-\$6,181	-\$6,181	-\$6,181	-\$6,181

Analysis of Problem

A. Budget Request Summary

The Department of Fish and Wildlife (Department) proposes to realign the Fish and Game Preservation Fund dedicated (FGPF-D) accounts, resulting in a \$6.2 million overall reduction, (see Attachment A) to better align the FGPF-D account's expenditure authority with revenues, to ensure the accounts remain structurally balanced.

B. Background/History

The FGPF was created by Chapter 256, Statutes of 1909, and continued in existence by Section 13000 of the Fish and Game Code (FGC). All money collected under the provisions of this code and of any other law relating to the protection and preservation of birds, mammals, fish, reptiles or amphibian are credited to the FGPF. Chapter 855, Statutes of 1978 specifically provided that the cost of hunting and sport fishing programs are to be financed out of hunting and sport fishing revenues.

The FGPF-D comprises 27 accounts dedicated to specific revenue sources such as tag sales, application fees, donations, and violation fines. While the FGPF-D accounts have received re-alignments in the past this is a more thorough approach that will ensure the FGPF-D accounts remain structurally balanced.

C. State Level Considerations

In 2007, the Department established seven Strategic Initiatives that were identified as key areas of focus for planning and developing the Departments priorities. This proposal implements these initiatives as follows:

- **Initiative 6:** Enhance organizational vitality by focusing on employees and internal systems. This proposal will meet strategies therein by ensuring that the FGPF remains appropriately allocated into the future.

D. Justification

Various FGPF-D accounts require realignment due to a number of factors that have impacted revenues and expenditures. These adjustments will not be shifting authority from the non-dedicated Fish and Game Preservation Fund to increase FGPF-D; the realignment is strictly realigning authority within the dedicated accounts or reducing FGPF-D accounts expenditure authority to better align revenues and expenditures to ensure the accounts remain structurally balanced and ensure the stability of the FGPF-D in the future. The realignment allows programs whose revenue is outpacing their authority to utilize the additional authority to help achieve the Department's mission; however, it will also reduce the authority in accounts where the authority exceeds the revenue.

E. Outcomes and Accountability

Through continuing monitoring and annual realignment, this process will ensure the Department's FGPF-D accounts will be structurally balanced and maintain their stability in the future.

F. Analysis of All Feasible Alternatives

Alternative 1: Realign the FGPF-D accounts to better align the FGPF-D account's expenditure authority with revenues, to ensure the accounts remain structurally balanced.

Cost: Overall reduction of \$6.2 million to FGPF-D accounts.

Analysis of Problem

Advantage:

- A permanent re-alignment of the FGPF-D accounts will ensure that the accounts will be structurally balanced and stable in the future, while maintaining a sufficient fund balance.

Disadvantage:

- Less expenditure authority will be available to various FGPF-D accounts.

Alternative 2: Realign the FGPF-D accounts to better align the FGPF-D account's expenditure authority with revenues and shift \$6.2 million FGPF-D authority to the FGPF-Non-dedicated account.

Cost: \$0

Advantage:

- The Department would have the increased expenditure authority.

Disadvantage:

- The Department could potentially have to acquire a General Fund loan in FY 2016-17, if the Department cannot make the necessary cuts and raise fees in the timeframe required.
- The Department would have to prioritize its activities and determine what the Department would not be able to achieve in order to structurally balance the FGPF.
- The Department would have to research to determine what could possibly be done to mitigate or lessen the programmatic impacts of having to structurally balance the FGPF through cuts/fee increases.

Implementation Plan

Implementation of this proposal would begin on July 1, 2016, and/or upon approval of the FY 2016-17 Budget Act.

G. Supplemental Information

N/A

H. Recommendation

The Department recommends Alternative 1, realign the FGPF-D accounts to better align the FGPF-D account's expenditure authority with revenues, to ensure the accounts remain structurally balanced.

**California Department of Fish and Wildlife
Fish and Game Preservation Fund Realignment**

Name	Fund	Current Authority FY 2015-16	Proposed Adjustment FY 2015-16	Adjusted Authority FY 2015-16	Adjusted Authority FY 2015-16	Proposed Adjustment FY 2016-17	Proposed Authority FY 2016-17
Striped Bass Stamp	200.02	\$ 979,000	\$ (913,705)	\$ 65,295	\$ 65,295	\$ (25,560)	\$ 39,735
California Ocean Resources Enhancement and Hatchery Program	200.04	\$ 1,247,000	\$ 500,000	\$ 1,747,000	\$ 1,747,000	\$ (447,000)	\$ 1,300,000
Commercial Salmon Stamp Account	200.05	\$ 34,000	\$ 100,000	\$ 134,000	\$ 134,000	\$ (74,000)	\$ 60,000
Commercial Augmented Salmon Stamp	200.06	\$ 181,000	\$ 200,000	\$ 381,000	\$ 381,000	\$ (263,000)	\$ 118,000
Commercial Salmon Vessel Permit	200.07	\$ 59,000	\$ 134,722	\$ 193,722	\$ 193,722	\$ (133,722)	\$ 60,000
State Duck Stamp	200.09	\$ 1,507,000	\$ 1,000,000	\$ 2,507,000	\$ 2,507,000	\$ (1,007,000)	\$ 1,500,000
Wildlife Habitat Enhancement and Management Program	200.10	\$ 328,000	\$ 500,000	\$ 828,000	\$ 828,000	\$ (508,000)	\$ 320,000
Aquaculture Program	200.13	\$ 138,000	\$ 32,000	\$ 170,000	\$ 170,000	\$ -	\$ 170,000
Lake and Streambed Alteration	200.14	\$ 4,714,000	\$ (224,000)	\$ 4,490,000	\$ 4,490,000	\$ (590,000)	\$ 3,900,000
Herring Research and Management	200.17	\$ 219,000	\$ (100,000)	\$ 119,000	\$ 119,000	\$ (92,000)	\$ 27,000
Endangered and Rare Fish, Wildlife and Plant Species Conservation Enhancement (Tax Checkoff)	200.18	\$ 1,095,000	\$ (700,000)	\$ 395,000	\$ 395,000	\$ 75,000	\$ 470,000
Penalty Assessment Training	200.20	\$ 1,025,000	\$ 1,698,248	\$ 2,723,248	\$ 2,723,248	\$ (1,473,248)	\$ 1,250,000
Abalone Resources Restoration and Enhancement Program	200.21	\$ 108,000	\$ (62,924)	\$ 45,076	\$ 45,076	\$ (45,076)	\$ -
Steelhead Trout	200.23	\$ 391,000	\$ 309,000	\$ 700,000	\$ 700,000	\$ (350,000)	\$ 350,000
Marine Resources Protection	200.24	\$ -	\$ 199,000	\$ 199,000	\$ 199,000	\$ (199,000)	\$ -
Upland Game Bird Account	200.26	\$ 1,401,000	\$ 599,000	\$ 2,000,000	\$ 2,000,000	\$ (350,000)	\$ 1,650,000
Secret Witness Program	200.28	\$ 228,000	\$ -	\$ 228,000	\$ 228,000	\$ (88,000)	\$ 140,000
Abalone Restoration and Preservation Account	200.29	\$ 746,000	\$ -	\$ 746,000	\$ 746,000	\$ (211,000)	\$ 535,000
Nearshore Fisheries Management Account	200.30	\$ 283,000	\$ (140,000)	\$ 143,000	\$ 143,000	\$ (8,000)	\$ 135,000
Bay Delta Sport Fish Enhancement Stamp	200.31	\$ 2,530,000	\$ (1,651,841)	\$ 878,159	\$ 878,159	\$ (278,159)	\$ 600,000
Fish and Game Warden Stamp	200.32	\$ 50,000	\$ (28,000)	\$ 22,000	\$ 22,000	\$ 1,000	\$ 23,000
Big Game Management Account	200.33	\$ 10,767,000		\$ 10,767,000	\$ 10,767,000	\$ -	\$ 10,767,000
Renewable Resources Permitting Account	200.34		\$ 375,000	\$ 375,000	\$ 375,000	\$ -	\$ 375,000
Dungeness Crab Account	200.35	\$ 704,000	\$ 700,000	\$ 1,404,000	\$ 1,404,000	\$ -	\$ 1,404,000
Share Habitat Alliance for Recreational Enhancement (SHARE) Account	200.36	\$ 55,000	\$ -	\$ 55,000	\$ 55,000	\$ (15,000)	\$ 40,000
Coho Salmon Recovery Account	200.37	\$ -	\$ 3,500	\$ 3,500	\$ 3,500	\$ (500)	\$ 3,000
Conservation and Mitigation Banking	200.38	\$ 3,077,735	\$ (2,530,000)	\$ 547,735	\$ 547,735	\$ (107,735)	\$ 440,000
Habitat Restoration and Enhancement Account	200.39	\$ -	\$ -	\$ -	\$ -	\$ 9,000	\$ 9,000
TOTAL DEDICATED AUTHORITY		\$ 31,866,735	\$ -	\$ 31,866,735	\$ 31,866,735	\$ (6,181,000)	\$ 25,685,735
CHECK			\$ -			\$ (6,181,000)	