

SAM—ORGANIZATION FOR FISCAL MANAGEMENT

CHAPTER 7300 INDEX

| | |
|--|-------------|
| GENERAL | 7300 |
| DEPARTMENT OF FINANCE | 7310 |
| STATE CONTROLLER'S OFFICE | 7320 |
| STATE TREASURER'S OFFICE | 7330 |
| DEPARTMENT OF GENERAL SERVICES | 7340 |
| POOLED MONEY INVESTMENT BOARD | 7350 |
| LEGISLATIVE ANALYST | 7360 |
| DEPARTMENT OF HUMAN RESOURCES (CaIHR) | 7370 |
| CALIFORNIA STATE AUDITOR'S OFFICE | 7380 |

SAM—ORGANIZATION FOR FISCAL MANAGEMENT

GENERAL

7300

(Revised 4/01)

The State's organization for fiscal management provides control over the State's expenditures, protection of the State's assets, and management of the State's funds. The following sections briefly describe the functions of the various organizational units specifically charged with the management of fiscal affairs.

DEPARTMENT OF FINANCE

7310

(Revised 12/01)

The Department of Finance ([DOF](#)) has general powers of supervision over all matters concerning the financial policies of the State. (See Government Code Section [13070](#) et seq.) The Director of DOF is appointed by the Governor and sits on several fiscally oriented boards and commissions.

By statute, the Director of Finance serves as the Governor's chief fiscal policy advisor with emphasis on the financial integrity of the State and the maintenance of a fiscally sound and responsible Administration. The DOF responsibilities include the following:

- a. Prepares, presents, and supports the State's annual financial plan.
- b. Assures responsible and responsive State resource allocation within resources available.
- c. Fosters efficient and effective State structure, processes, programs, and performance.
- d. Establishes integrity in State fiscal databases and systems through the [CALSTARS](#) accounting system.
- e. Maintains the State Administrative Manual ([SAM](#)) Sections 6000 to 6965, 7110 to 8535, 8538 to 8778, and 8785 to 20090. Input from State agencies fiscal staff helps make SAM a meaningful guide. Please send suggestions or proposed changes for any of the listed sections to the Department of Finance (DOF), [Fiscal Systems and Consulting Unit](#), at 915 L Street, Sacramento, CA 95814 or by e-mail to fscuhotline@dof.ca.gov. Your input will be forwarded to the applicable DOF unit and be considered for incorporation into subsequent revisions to SAM.

Website: <http://www.dof.ca.gov>

SAM—ORGANIZATION FOR FISCAL MANAGEMENT

STATE CONTROLLER'S OFFICE

7320

(Revised 4/01)

The [State Controller](#) is the State's chief financial officer who is elected by a vote of the people every four years and serves as a member of fiscally oriented State boards and commissions. The State Controller's Office responsibilities include the following:

- a. Maintains central control accounts for all funds in the State Treasury including appropriation accounts that show the undisbursed balance of each appropriation.
- b. Audits claims against the State for legality, authorized purpose, and sufficient appropriation.
- c. Issues warrants for State obligations.
- d. Administers the Uniform State Payroll System.
- e. Prepares reports on the financial condition of the State including the Budgetary/Legal Basis Annual Report and the Comprehensive Annual Financial Report (generally accepted accounting principles basis).
- f. Provides fiscal assistance and guidance to local governments.
- g. Administers the State's unclaimed property laws.

Website: <http://www.sco.ca.gov>

STATE TREASURER'S OFFICE

7330

(Revised 4/01)

The State Treasurer is an elected State fiscal officer and sits on approximately forty boards and commissions. The State Treasurer's Office ([STO](#)) provides banking services for State government with a minimum interest and service cost and a maximum yield on investments. The STO responsibilities include the following:

- a. Custody of all money and securities belonging to or held in trust by the State.
- b. Investment of temporarily idle State money.
- c. Sale of bonds and notes for the State and its various agencies.
- d. Trustee, registrar, and paying agent for all general obligation bonds and certain revenue bonds.
- e. Payment of warrants drawn by the [State Controller's Office](#) and State agency checks.

Website: <http://www.treasurer.ca.gov>

SAM—ORGANIZATION FOR FISCAL MANAGEMENT

DEPARTMENT OF GENERAL SERVICES

7340

(Renamed and Revised 06/2016)

Pursuant to Government Code section 14659 et al., as of July 1, 2016, the responsibilities listed below will be transferred from the California Victim Compensation and Government Claims Board to the Department of General Services (DGS).

Presentation and audit of claims against the state for which (1) an appropriation has been made or a state fund is available and which the claims have been rejected by the Controller; (2) the appropriation made or fund designated is exhausted; (3) no appropriation has been made or no fund is available but the settlement of which has been provided for by statute or constitutional provision; and (4) settlement is not otherwise provided in statute or constitutional provision. Also, claims against the state will be presented to DGS for any other injury for which the state is liable.

Website: <http://www.dgs.ca.gov/orim>

POOLED MONEY INVESTMENT BOARD

7350

(Revised 4/01)

The Pooled Money Investment Board ([PMIB](#)) is comprised of the State Treasurer as chairperson, the State Controller, and the Director of Finance. The PMIB responsibilities include the following:

- a. Designs an effective cash management and investment program to realize maximum return through safe and prudent investments of the State's idle money.
- b. Designates the amount of money temporarily available for investment.

SAM—ORGANIZATION FOR FISCAL MANAGEMENT

LEGISLATIVE ANALYST

7360

(Revised 4/01)

The Legislative Analyst is appointed by the Joint Legislative Budget Committee. The Legislative Analyst's Office ([LAO](#)) acts as the Legislature's nonpartisan fiscal and policy advisor. The LAO responsibilities include the following:

- a. Advises the Legislature on fiscal matters which includes providing an extensive analysis of the Governor's annual budget proposals and updates on the State's fiscal situation throughout the fiscal year.
- b. Publishes several reports and documents regarding State and local fiscal and policy issues.
- c. Prepares analyses of statewide initiatives and ballot propositions.

Website: <http://www.lao.ca.gov>

DEPARTMENT OF HUMAN RESOURCES

7370

(Revised 09/13)

The Department of Human Resources ([CalHR](#)), in conjunction with other state departments, develops management's negotiating positions, represents management in negotiations with exclusive representatives of bargaining units, and administers negotiated memorandums of understanding. In conjunction with the Department of Finance, CalHR administers financial activities stemming from collective bargaining and it oversees employee compensation for both represented and non-represented employees. It also administers rules and policies governing employee entitlements such as travel reimbursement and relocation expenses.

CalHR also contracts and administers benefit and deferred compensation programs for state employees.

SAM—ORGANIZATION FOR FISCAL MANAGEMENT

CALIFORNIA STATE AUDITOR'S OFFICE

7380

(Revised 06/13)

The California State Auditor's Office ([State Auditor](#)) was created in 1993 and serves as the state's independent external auditor. To assure its independence, the law frees the State Auditor from the control of the executive and legislative branches. The State Auditor promotes the effective and efficient administration and management of public funds and programs by providing independent, nonpartisan, accurate, and objective assessments of California government's financial and operational activities.

The State Auditor responsibilities are to provide the following:

1. Independent audits of the programs and fiscal operations of state government (see SAM section [7240](#) for further information).
2. Objective information to the Legislature, Governor, and other interested parties about the state's financial condition.
3. Identifies statewide issues or specific government entities as a high risk for waste, fraud, abuse, and mismanagement.
4. Administers the [California Whistleblower Protection Act](#) which has broad authority to perform investigations into allegations of improper governmental activities by governmental employees.