

Board of Control—Continued

Table 1
Expenditures for Aid to Victims of Crimes of Violence

	<i>Actual</i>			<i>Estimated</i>	<i>Proposed</i>
	<i>1965-66</i>	<i>1966-67</i>	<i>1967-68</i>	<i>1968-69</i>	<i>1969-70</i>
General Fund	\$2,888	\$38,273	\$15,414	\$25,000	\$125,000
Indemnity Fund	1,733	18,428	6,997	5,374	2,000
Emergency Fund	--	--	--	75,000	--
Total Expenditures ----	\$4,621	\$56,701	\$22,411	\$105,374	\$127,000

Twenty percent (\$25,000) of the total requested for 1969-70 is for the support of investigations conducted by the Attorney General. The remaining funds will be available for distribution to 20 or more claimants. During the current year, the budget appropriation was not sufficient to finance the program and \$75,000 was allocated from the Emergency Fund.

MILITARY DEPARTMENT

Items 182 and 183 from the General Fund

Requested 1969-70	\$4,298,728
Estimated 1968-69	4,036,621
Actual 1967-68	3,555,055
Requested increase \$262,107 (6.5 percent)	
Total recommended reduction	\$81,986

SUMMARY OF RECOMMENDED REDUCTIONS

	<i>Amount</i>	<i>Analysis page</i>
Departmental administration rent reduction	\$81,986	672

GENERAL PROGRAM STATEMENT

The purpose of the Military Department is to provide an effective military organization for employment within the State of California to protect life and property during periods of civil disturbance, emergency or disaster; to provide military units ready for federal mobilization; and to perform other missions required by law or as directed by the Governor.

The California National Guard has three major units: (1) Army National Guard, (2) Air National Guard, and (3) Administration (Office of the Commanding General, State Military Forces).

ANALYSIS AND RECOMMENDATIONS

Army National Guard Program

The federal government fixes the troop and officer strength of the National Guard and pays most of the costs. Presently the Army National Guard has approximately 20,000 enlisted and officer personnel. The force is trained to handle state crises and to serve as first line

Military Department—Continued

reserve of the U.S. Army. The department requests \$2,379,785 support funds for 1969-70 fiscal year. This is \$21,363 more than the estimated expenditures for 1968-69. The increase is primarily for wages and staff benefits.

Air National Guard

The federal government determines the troop and officer strength of the Air National Guard. Currently, the program has approximately 4,800 officers and men. The Air Guard consist of 45 units located at four flying bases and three nonflying installations.

The department requests \$188,311 state support funds for the coming year. This is compared to \$185,999 for 1968-69 and \$144,922 in 1967-68. The increase is primarily for wages and staff benefits.

Office of the Commanding General State Military Forces

The Office of the Commanding General State Military Forces comprises the personnel, facilities, resources and services necessary to direct, supervise and control the National Guard and all other activities and functions of the Military Department.

The head of the Military Department is the Adjutant General who is the Governor's Chief of Staff and commander of the military force of the state. To help him carry on his assigned functions, both state and federal, the Commanding General requires a full-time staff headquarters.

The department has requested a total of 390.8 positions for 1969-70. This is an increase of 2.1 positions over 1968-69. The increase is attributed to the special riot control augmentation which requires 3.5 positions and is requested in Item 182. Without the special augmentation request, the department would have a reduction of 1.1 positions. Table 1 indicates the requested allocation of personnel by program within the department.

Table 1
Allocation of Personnel

	1967-68 Actual	1968-69 (est.)	1969-70 (est.)
Army National Guard -----	204.7	212.6	210.5
Air National Guard -----	47.3	50.3	50.5
California Cadet Corps -----	3.7	3.7	3.7
Administration -----	120.1	122.1	122.9
Riot control -----	--	--	3.2
Total -----	375.8	388.7	390.8

The department requests \$1,885,977 in state support funds for its administration program. This represents an increase of \$239,639 over the estimated expenditures for 1968-69. The primary reason for the increase is the anticipated increase in rent. The department proposes to vacate its present quarters and to move to the Department of Motor Vehicles headquarters building. The department requests \$235,202 for rent, \$136,214 more than required in the current year.

Because of the inadequacy of the present office space, we accept the need for the Military Department to move, although there is no apparent urgency.

Military Department—Continued

The best way to meet the needs of the department would be to move to permanent quarters. However, the Department of Motor Vehicles will have extra space available in its building which it will not require for five to six years. The Department of Motor Vehicles would therefore derive a definite monetary benefit if for the interim the Military Department locates in that building because the space would otherwise be unoccupied.

There are two funds involved in the proposed arrangement, the General Fund and the Motor Vehicle Fund. We believe the Military Department, which is supported by the General Fund, should be given some advantage for using space otherwise vacant and for incurring the additional cost of an extra move in order to help the Motor Vehicle Fund.

There is no objective basis for measuring the proper rate one state agency should charge another for office space other than prevailing rates for comparable space. Under the circumstances, however, we believe that the Military Department should not be charged more per square foot than they are presently paying. The department now pays 22.8 cents per square foot per month for 35,000 square feet, a total of \$95,988 per year. The Department of Motor Vehicles, however, proposes a charge of 35 cents per square foot per month for 56,000 square feet, a total of \$235,202 per year.

We recommend that the price be established at 22.8 cents per square foot per month for 56,000 square feet, for a total annual cost of \$153-216. We further recommend the budget be reduced by \$81,986 to reflect the lower rate.

Military Department

MILITARY RETIREMENT

Item 184 from the General Fund

Requested 1969-70	\$230,588
Estimated 1968-69	154,138
Actual 1967-68	108,837
Requested increase \$76,450 (49.6 percent)	
Total recommended reduction	None

GENERAL SUMMARY STATEMENT

In 1961, Chapter 2174 provided that commencing October 1, 1961, all full-time military employees entering upon their duties for the first time from that date forward would become members of the regular State Employees' Retirement System and could not become eligible under the Military Retirement System. However, those positions already in service would continue under the Military Retirement System but were given the option of joining the State Employees' Retirement System under specified conditions.

Item 185**Military Department****Military Retirement—Continued****ANALYSIS AND RECOMMENDATIONS**

We recommend approval of the item as budgeted.

The amount proposed in the budget is an actuarial determination based on information obtained from military employees eligible under the Military Retirement System.

Military Department**CALIFORNIA CADET CORPS****Item 185 from the General Fund**

Requested	\$90,376
Estimated 1968-69	85,839
Actual 1967-68	81,535
Requested increase \$4,537 (5.3 percent)	
Total recommended reduction	None

GENERAL SUMMARY STATEMENT

Any college, junior college or high school having an enrollment of 100 or more male students over 14 years of age may establish a cadet company.

The number of cadets and the number of schools participating are as follows:

	1967-68	1968-69	1969-70
Cadets enrolled	4,200	5,000	5,000
Schools participating	84	100	100

The cadet companies are under the control of the principal, president, director or chief administrative officer of the school. The Military Department dedicates 3.7 man-years effort from its staff in giving general direction and training guidance to the participant schools. In addition, the department provides some instructional materials and supplies.

ANALYSIS AND RECOMMENDATIONS

We recommend approval of the item as budgeted.

The amount requested for the 1969-70 fiscal year is \$90,376 which is \$4,537 more than the amount estimated to be expended in the current year. This is due to merit salary adjustments and price increases.

DEPARTMENT OF ALCOHOLIC BEVERAGE CONTROL**Item 186 from the General Fund**

Requested 1969-70 -----	\$5,850,159
Estimated 1968-69 -----	5,632,206
Actual 1967-68 -----	5,311,536
Requested increase \$217,953 (3.9 percent)	
Increase to improve level of service \$65,711	
Total recommended reduction -----	None

GENERAL PROGRAM STATEMENT

Following adoption of Section 22, Article XX, of the State Constitution in 1954, the Department of Alcoholic Beverage Control was established in 1955 and succeeded to the subject matter jurisdiction formerly assigned to the Board of Equalization in governing the importation and sale of alcoholic beverages in the state.

The department consists of its Sacramento headquarters with 76.4 authorized positions plus a Northern Division office in San Francisco and a Southern Division office in Los Angeles, each of which supervises 10 district offices located in principal cities. The field staff, consisting of 369 authorized positions, represents more than 80 percent of the department's employees.

Licensing Function

The department's single program of law administration is composed of (1) licensing and (2) compliance. Department statistics show that there are currently approximately 47,700 active licenses, including licenses for the manufacture, importation, sale, purchase, possession and transportation of alcoholic beverages. Forty-seven kinds of licenses are currently issued. A partial listing of departmental licensing output is presented in Table 1.

Table 1
Calendar Year Licensing Output

Item	<i>Actual</i>		<i>Estimated</i>		
	1966	1967	1968	1969	1970
Total applications -----	14,336	14,552	14,570	14,570	14,570
Licenses issued -----	12,390	12,538	12,550	12,550	12,550
Total active licenses -----	47,735	47,713	47,725	47,750	47,775

The data for "licenses issued" do not include certain temporary and daily licenses.

Activities relating to the licensing function represent approximately one-half of the department's annual expenditures and involve about one-half of its personnel.

Compliance Function

The enforcement element of the department's program represents the other half of the department's expenditures and personnel. Its objective is to assure substantial compliance with the statutes and rules regulating the alcoholic beverage industry. The department shares the law enforcement responsibility with local police and other law enforcement