

Budget Update

2007-2008 Budget Signed

October 3, 2007

On August 24, 2007, Governor Schwarzenegger signed the budget for fiscal year 2007-2008. The budget was nearly two months late as fiscal year 2007-2008 started on July 1, 2007. The State Assembly passed budget legislation in late July, but that version of the budget was unable to garner the required two-thirds vote in the State Senate. A variety of issues held up passage of the budget in the Senate, but compromises were reached on some of these issues and the budget was passed by the Senate on August 21, when it received 27 votes, the minimum number required for passage. This budget delay was the third longest budget delay in the past 40 years in California.

There were no significant changes in the final budget to Prop. 99 programs from the May Revise. A breakdown of the Prop. 99 revenues for the Health Education Account and the Research Account for fiscal year 2007-2008 is provided below.

Proposition 99 - Health Education Account

The Health Education Account receives 20% of Prop 99 tax revenue.

All numbers are rounded.

	2006-2007 Budget (Includes mid-year adjustments)	2007-2008 January Budget Proposal	2007-2008 May Revise	2007-2008 Budget
Department of Public Health				
<i>TCS Administration (includes funding from Unallocated Account)</i>	\$4.01 million	\$3.08 million	\$3.09 million	\$3.09 million*
<i>Media Campaign</i>	\$20 million**	\$15.7 million	\$15.7 million	\$15.7 million
<i>Competitive Grants</i>	\$16.74 million**	\$15.44 million	\$15.44 million	\$15.44 million
<i>TEROC/Evaluation</i>	\$5.71 million**	\$3.91 million	\$3.91 million	\$3.91 million
<i>Local Lead Agencies</i>	\$16.22 million	\$16.22 million	\$16.22 million	\$16.22 million
Dept. of Education	\$23 million	\$23.05 million	\$23.05 million	\$23.05 million

*TCS has historically received Unallocated Account (UA) funding to support its State Administration line item. While the amount appropriated from the UA is currently unknown for fiscal year 2007-2008, it is expected to be at a level that maintains TCS' current level of staffing.

**The 2006-2007 budget figures include a one-time augment of \$7.4 million from state licensing fees. Budget decreases in the media campaign, competitive grants, and TEROC/Evaluation accounts result from this one-time augment and should not be viewed as funding cuts.

Proposition 99 - Research Account

The Research Account receives 5% of Prop 99 tax revenue.
All numbers are rounded.

	2006-2007 Budget (Includes mid-year adjustments)	2007-2008 January Budget Proposal	2007-2008 May Revise	2007-2008 Budget
Department of Public Health (Cancer Registry)	\$5.37 million	\$5.7 million	\$5.7 million	\$5.7 million
University of California (TRDRP)	\$14.55 million	\$14.55 million	\$16.55 million	\$16.55 million

Center for Tobacco Policy & Organizing, October 3, 2007

If you have questions about this analysis, please contact Justin Garrett (jgarrett@alac.org) or Paul Knepprath (pknepprath@alac.org) at (916) 554-5864 (LUNG).

Sources: The 2007-2008 budget can be found on the Department of Finance budget website at www.ebudget.ca.gov and information about the budget process can be found at the Department of Finance (www.dof.ca.gov) website.