

Component Units – Special Purpose Authorities

Special Purpose Authorities are legally separate entities that are discretely presented in the State's financial statements as component units in accordance with GASB Statement No. 14. The authorities' inclusion in the State's general purpose financial statements reflects the State's financial accountability for these entities. A brief description of the major authorities follows:

State Compensation Insurance Fund is a component unit created to offer insurance protection to employers at the lowest possible cost. This information is as of and for the year ended December 31, 1999.

The **California Housing Finance Agency** was created for the purpose of meeting the housing needs of persons and families of low and moderate income.

Other **Non-Major Component Units** provide certain services outside the State and provide certain private and public entities with a low-cost source of financing for activities that are deemed to be in the public interest.

The *California Alternative Energy and Advanced Transportation Financing Authority* was created to provide financing for the alternative energy and advanced transportation technologies.

The *California Infrastructure and Economic Development Bank* provides financing of an interconnected system of public improvements, business development, and public infrastructure projects.

The *California Pollution Control Financing Authority* was created to provide financing for pollution control facilities.

The *California Health Facilities Financing Authority* was created to provide financing for the construction, equipping, or acquiring of health facilities.

The *California Educational Facilities Authority* was created for the purpose of issuing revenue bonds to finance loans for students attending both public and private colleges and universities and to assist private educational institutions of higher learning in the expansion and construction of educational facilities.

The *California School Finance Authority* was created for the purpose of providing loans to school and community college districts to assist in obtaining equipment and facilities.

District Agricultural Associations were created for the purpose of exhibiting all of the industries, industrial enterprises, resources, and products of the state.

The *San Joaquin River Conservancy* was created for the purpose of acquiring and managing public lands within the San Joaquin River Parkway.

The *California Urban Waterfront Area Restoration Financing Authority* was created to provide financing for coastal and inland urban waterfront restoration projects.

Component Units – Special Purpose Authorities

Combining Balance Sheet

June 30, 2000

(Amounts in thousands)

	State Compensation Insurance Fund	California Housing Finance Agency	California Alternative Energy and Advanced Transportation Financing Authority	California Infrastructure and Economic Development Bank
ASSETS				
Cash and pooled investments	\$ 111,609	\$ 279,990	\$ 79	\$ 478,783
Investments	6,022,968	1,387,517	—	—
Receivables (net)	256,787	82,123	3	—
Due from primary government	—	—	—	2,365
Prepaid items	—	268	—	—
Advances and loans receivable	—	5,859,389	—	—
Deferred charges	15,485	47,237	—	—
Fixed assets	212,550	—	—	—
Other assets	774,964	21,338	—	—
Total Assets	\$ 7,394,363	\$ 7,677,862	\$ 82	\$ 481,148
LIABILITIES				
Accounts payable	\$ —	\$ 10,695	\$ 15	\$ 363
Due to other governments	—	8,983	—	—
Dividends payable	145,386	—	—	—
Benefits payable	5,062,442	—	—	—
Deposits	—	115,443	—	287
Contracts and notes payable	—	—	—	—
Compensated absences payable	27,481	1,293	—	—
Advance collections	106,804	65,105	—	—
Revenue bonds payable	—	6,597,403	—	—
Interest payable	—	143,358	—	—
Other liabilities	778,529	30	—	—
Total Liabilities	6,120,642	6,942,310	15	650
FUND EQUITY				
Contributed capital	—	—	—	—
Retained Earnings				
Reserved for regulatory requirements	—	657,211	—	—
Unreserved	1,273,721	78,341	67	480,498
Total Retained Earnings	1,273,721	735,552	67	480,498
Total Fund Equity	1,273,721	735,552	67	480,498
Total Liabilities and Fund Equity	\$ 7,394,363	\$ 7,677,862	\$ 82	\$ 481,148

Non-Major Component Units							
California Pollution Control Financing Authority	California Health Facilities Financing Authority	California Educational Facilities Authority	California School Finance Authority	District Agricultural Associations	San Joaquin River Conservancy	California Urban Waterfront Area Restoration Financing Authority	Total
\$ 57,391	\$ 22,401	\$ 13,512	\$ 329	\$ 46,675	\$ 259	\$ 132	\$ 1,011,160
—	—	42,747	—	16,102	—	—	7,469,334
28	346	14,767	16	2,758	—	4	356,832
1,817	628	403	—	—	—	—	5,213
22	19	91	—	—	—	—	400
—	—	—	—	—	—	—	5,859,389
—	—	1,198	—	—	—	—	63,920
27	13	—	—	312,729	—	—	525,319
—	—	—	—	1,787	—	—	798,089
\$ 59,285	\$ 23,407	\$ 72,718	\$ 345	\$ 380,051	\$ 259	\$ 136	\$ 16,089,656
\$ 163	\$ 264	\$ 1,282	\$ 10	\$ 3,592	\$ 36	\$ —	\$ 16,420
—	—	—	—	—	—	—	8,983
—	—	—	—	—	—	—	145,386
—	—	—	—	—	—	—	5,062,442
—	—	—	—	532	—	—	116,262
—	—	—	—	5,248	—	—	5,248
—	—	40	—	3,204	—	—	32,018
103	—	—	—	840	223	—	173,075
—	—	55,260	—	41,270	—	—	6,693,933
—	—	—	—	960	—	—	144,318
—	—	360	—	4,120	—	—	783,039
266	264	56,942	10	59,766	259	—	13,181,124
—	—	—	—	109	—	—	109
—	—	—	—	—	—	—	657,211
59,019	23,143	15,776	335	320,176	—	136	2,251,212
59,019	23,143	15,776	335	320,176	—	136	2,908,423
59,019	23,143	15,776	335	320,285	—	136	2,908,532
\$ 59,285	\$ 23,407	\$ 72,718	\$ 345	\$ 380,051	\$ 259	\$ 136	\$ 16,089,656

Component Units – Special Purpose Authorities

Combining Statement of Revenues, Expenses, and Changes in Retained Earnings

Year Ended June 30, 2000

(Amounts in thousands)

	State Compensation Insurance Fund	California Housing Finance Agency	California Alternative Energy and Advanced Transportation Financing Authority	California Infrastructure and Economic Development Bank
OPERATING REVENUES				
Services and sales	\$ —	\$ 13,338	\$ —	\$ —
Earned premiums (net)	1,242,319	—	—	—
Investment and interest	—	384,168	—	—
Contributions	—	—	—	—
Rent	—	—	—	—
Other	49,270	11,642	6	4,169
Total Operating Revenues	1,291,589	409,148	6	4,169
OPERATING EXPENSES				
Personal services	75,911	10,805	—	—
Services and charges	21,089	46,335	96	1,174
Depreciation	5,143	214	—	—
Benefit payments	1,486,083	—	—	—
Interest expense	—	369,272	—	—
Amortization of deferred charges	176,815	1,709	—	—
Total Operating Expenses	1,765,041	428,335	96	1,174
Operating Income (Loss)	(473,452)	(19,187)	(90)	2,995
NONOPERATING REVENUES (EXPENSES)				
Grants received	—	69,389	—	—
Grants provided	—	(69,389)	—	—
Investment and interest income (loss)	(177,211)	90,412	—	—
Interest expense and fiscal charges	—	—	—	—
Dividends paid	7,279	—	—	—
Other	—	—	—	—
Total Nonoperating	(169,932)	90,412	—	—
OPERATING TRANSFERS				
Transfers in - primary government	—	—	—	425,000
Total Operating	—	—	—	425,000
Net Income (Loss)	(643,384)	71,225	(90)	427,995
Retained Earnings, July 1, 1999	1,917,105	664,327	157	52,503
Retained Earnings, June 30, 2000	\$ 1,273,721	\$ 735,552	\$ 67	\$ 480,498

* Restated

Non-Major Component Units							
California Pollution Control Financing Authority	California Health Facilities Financing Authority	California Educational Facilities Authority	California School Finance Authority	District Agricultural Associations	San Joaquin River Conservancy	California Urban Waterfront Area Restoration Financing Authority	Total
\$ 4,924	\$ 10,078	\$ 758	\$ —	\$ 96,192	\$ —	\$ —	\$ 125,290
—	—	—	—	—	—	—	1,242,319
—	—	960	—	2,129	—	—	387,257
—	—	—	—	3,194	—	—	3,194
—	—	—	—	25,172	—	—	25,172
—	—	—	43	—	—	7	65,137
4,924	10,078	1,718	43	126,687	—	7	1,848,369
—	—	343	—	33,931	—	—	120,990
7,156	1,193	829	266	78,107	—	—	156,245
—	—	—	—	6,037	—	—	11,394
—	—	—	—	3,986	—	—	1,490,069
—	—	3,215	—	—	—	—	372,487
—	—	—	—	—	—	—	178,524
7,156	1,193	4,387	266	122,061	—	—	2,329,709
(2,232)	8,885	(2,669)	(223)	4,626	—	7	(481,340)
—	—	—	—	—	—	—	69,389
—	—	—	—	—	—	—	(69,389)
—	—	3,338	—	755	—	—	(82,706)
—	—	(26)	—	(2,719)	—	—	(2,745)
—	—	—	—	—	—	—	7,279
—	(2,078)	—	—	9,704	—	—	7,626
—	(2,078)	3,312	—	7,740	—	—	(70,546)
—	—	—	—	—	—	—	425,000
—	—	—	—	—	—	—	425,000
(2,232)	6,807	643	(223)	12,366	—	7	(126,886)
61,251	16,336	15,133 *	558	307,810	—	129	3,035,309
\$ 59,019	\$ 23,143	\$ 15,776	\$ 335	\$ 320,176	\$ —	\$ 136	\$ 2,908,423

Component Units – Special Purpose Authorities

Combining Statement of Cash Flows

Year Ended June 30, 2000

(Amounts in thousands)

	State Compensation Insurance Fund	California Housing Finance Agency	California Alternative Energy and Advanced Transportation Financing Authority	California Infrastructure and Economic Development Bank
CASH FLOWS FROM				
OPERATING ACTIVITIES				
Operating income (loss)	\$ (473,452)	\$ (19,187)	\$ (90)	\$ 2,995
ADJUSTMENTS TO RECONCILE				
OPERATING INCOME (LOSS)				
TO NET CASH PROVIDED				
BY OPERATIONS				
Interest expense on operating debt	—	369,272	—	—
Depreciation	5,143	214	—	—
Accretion of capital appreciation bonds	—	19,665	—	—
Provisions and allowances	12,438	6,265	—	—
Accrual of deferred charges	(173,186)	(7,860)	—	—
Amortization of deferred credits	—	(3,212)	—	—
Amortization of discounts	—	8,009	—	—
Amortization of deferred charges	176,815	—	—	—
Purchase of program loans	—	(1,045,262)	—	—
Collection of principal from program loans	—	334,094	—	—
Other	4,169	—	—	—
Change in assets and liabilities				
Receivables	(8,084)	(9,684)	2	—
Due from primary government	—	—	—	(1,008)
Prepaid items	—	(33)	—	—
Other assets	47,482	1,064	—	—
Accounts payable	—	6,147	11	28
Due to other funds	—	(1,180)	—	—
Due to other governments	—	4	—	—
Benefits payable	156,481	—	—	—
Deposits	—	2,415	—	(140)
Contracts and notes payable	—	—	—	—
Compensated absences payable	1,724	152	—	—
Advance collections	(5,279)	697	—	—
Other liabilities	(101,107)	(425)	—	—
Total Adjustments	116,596	(319,658)	13	(1,120)
Net Cash Provided by (Used In)				
Operating Activities	(356,856)	(338,845)	(77)	1,875

Non-Major Component Units							
California Pollution Control Financing Authority	California Health Facilities Financing Authority	California Educational Facilities Authority	California School Finance Authority	District Agricultural Associations	San Joaquin River Conservancy	California Urban Waterfront Area Restoration Financing Authority	Total
\$ (2,232)	\$ 8,885	\$ (2,669)	\$ (223)	\$ 4,626	\$ —	\$ 7	\$ (481,340)
—	—	—	—	—	—	—	369,272
—	—	—	—	6,037	—	—	11,394
—	—	—	—	—	—	—	19,665
—	—	—	—	—	—	—	18,703
—	—	(141)	—	—	—	—	(181,187)
—	—	—	—	—	—	—	(3,212)
—	—	—	—	—	—	—	8,009
—	—	227	—	20	—	—	177,062
—	—	—	—	—	—	—	(1,045,262)
—	—	—	—	—	—	—	334,094
—	(2,078)	401	—	9,704	—	—	12,196
(25)	(6)	(5,845)	1	(70)	—	(1)	(23,712)
(222)	(188)	(62)	—	—	—	—	(1,480)
—	—	(32)	—	—	—	—	(65)
—	—	—	—	618	—	—	49,164
48	208	61	3	(668)	34	—	5,872
—	—	—	—	—	—	—	(1,180)
—	—	—	—	—	—	—	4
—	—	—	—	—	—	—	156,481
—	—	—	—	32	—	—	2,307
—	—	—	—	1,192	—	—	1,192
—	—	7	—	477	—	—	2,360
103	—	—	—	(80)	(20)	—	(4,579)
—	—	(249)	—	1,460	—	—	(100,321)
(96)	(2,064)	(5,633)	4	18,722	14	(1)	(193,223)
(2,328)	6,821	(8,302)	(219)	23,348	14	6	(674,563)

(Continued)

Component Units – Special Purpose Authorities

Combining Statement of Cash Flows

Year Ended June 30, 2000

(Amounts in thousands)

	State Compensation Insurance Fund	California Housing Finance Agency	California Alternative Energy and Advanced Transportation Financing Authority	California Infrastructure and Economic Development Bank
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES				
Dividends paid	(93,098)	—	—	—
Proceeds from revenue bonds	—	1,570,831	—	—
Retirement of revenue bonds	—	(896,416)	—	—
Interest paid on operating debt	—	(364,436)	—	—
Grants provided	—	(69,389)	—	—
Net Cash Provided by (Used In)				
Noncapital Financing Activities	(93,098)	240,590	—	—
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES				
Acquisition of fixed assets	(7,172)	—	—	—
Proceeds from sale of fixed assets	—	—	—	—
Retirement of revenue bonds	—	—	—	—
Interest paid	—	—	—	—
Grants received	—	69,389	—	—
Transfers in - primary government	—	—	—	425,000
Net Cash Provided by (Used In) Capital and Related Financing Activities	(7,172)	69,389	—	425,000
CASH FLOWS FROM INVESTING ACTIVITIES				
Purchase of investments	(2,874,877)	(220,511)	—	—
Proceeds from maturity and sale of investments	2,605,902	45,668	—	—
Earnings / (Loss) on investments	421,088	90,412	—	—
Net Cash Provided by (Used In)				
Investing Activities	152,113	(84,431)	—	—
Net Increase (Decrease) in				
Cash and Pooled Investments	(305,013)	(113,297)	(77)	426,875
Cash and Pooled Investments at July 1, 1999	416,622	393,287	156	51,908
Cash and Pooled Investments at June 30, 2000	\$ 111,609	\$ 279,990	\$ 79	\$ 478,783

Non-Major Component Units							
California Pollution Control Financing Authority	California Health Facilities Financing Authority	California Educational Facilities Authority	California School Finance Authority	District Agricultural Associations	San Joaquin River Conservancy	California Urban Waterfront Area Restoration Financing Authority	Total
—	—	—	—	—	—	—	(93,098)
—	—	—	—	—	—	—	1,570,831
—	—	—	—	—	—	—	(896,416)
—	—	—	—	—	—	—	(364,436)
—	—	—	—	—	—	—	(69,389)
—	—	—	—	—	—	—	147,492
(21)	—	—	—	(9,031)	—	—	(16,224)
—	4	—	—	—	—	—	4
—	—	—	—	(2,521)	—	—	(2,521)
—	—	—	—	(2,777)	—	—	(2,777)
—	—	—	—	—	—	—	69,389
—	—	—	—	—	—	—	425,000
(21)	4	—	—	(14,329)	—	—	472,871
—	—	—	—	(1,957)	—	—	(3,097,345)
—	—	5,461	—	—	—	—	2,657,031
—	—	3,312	—	755	—	—	515,567
—	—	8,773	—	(1,202)	—	—	75,253
(2,349)	6,825	471	(219)	7,817	14	6	21,053
59,740	15,576	13,041	548	38,858	245	126	990,107
<u>\$ 57,391</u>	<u>\$ 22,401</u>	<u>\$ 13,512</u>	<u>\$ 329</u>	<u>\$ 46,675</u>	<u>\$ 259</u>	<u>\$ 132</u>	<u>\$ 1,011,160</u>

(Concluded)

