

Expendable Trust Funds

Expendable trust funds account for assets held by the State in a trustee capacity where the principal and income may be expended in the course of the fund's designated operations. Following are brief descriptions of major expendable trust funds.

The **Unemployment Fund** accounts for employer contributions used for payments of unemployment insurance benefits.

The **School Employees Fund** accounts for contributions from employers of school employees that are used for payments of unemployment insurance benefits.

The **Unemployment Compensation Disability Fund** accounts for taxes on wages of workers that are used to pay disability benefits.

The **California State University and Colleges Trust Fund** accounts for receipts from gifts, bequests, donations, and federal and state grants and loans that can only be expended for the purpose for which they were received.

The **Student Loan Fund** consists of two subfunds. The Federal Student Loan Reserve subfund is the property of the United States government and accounts for federal receipts, insurance premiums, and other receipts for the purpose of student loan reinsurance and related programs. The Student Loan Operating subfund is the property of the State and accounts for loan processing and other fees received from the federal government for the purpose of guaranteeing loans to college students.

The **Housing Loan Fund** accounts for various housing program loans.

The **Unclaimed Property Fund** accounts for unclaimed money and properties held in trust by the State.

The **Deferred Compensation Plan Fund** accounts for moneys withheld from the salaries of participants. The moneys are invested until the employee retires or resigns, at which time all money withdrawn, including investment income, is subject to income taxes.

Other Expendable Trust Funds account for other assets held in a trustee capacity when both principal and income may be expended in the course of a fund's designated operations.

Expendable Trust Funds Combining Balance Sheet

June 30, 2001
(amounts in thousands)

| | <u>Unemployment</u> | <u>School Employees</u> | <u>Unemployment Compensation Disability</u> | <u>California State University and Colleges Trust</u> |
|--|---------------------|-----------------------------|---|---|
| ASSETS | | | | |
| Cash and pooled investments | \$ 4,869 | \$ 33,799 | \$ 484,122 | \$ 56,753 |
| Investments | — | — | — | 287,724 |
| Amount on deposit with U.S. Treasury | 6,412,589 | — | — | — |
| Receivables (net) | 71,200 | 1,727 | 9,869 | 168,977 |
| Due from other funds | 9,638 | 933 | 23,184 | 7,960 |
| Due from other governments | 14,485 | 8,478 | — | 3,648 |
| Advances to other funds | — | — | — | — |
| Loans receivable | — | — | — | — |
| Other assets | — | — | — | 2,626 |
| Total Assets | \$ 6,512,781 | \$ 44,937 | \$ 517,175 | \$ 527,688 |
| LIABILITIES | | | | |
| Accounts payable | \$ 1,432 | \$ — | \$ — | \$ 22,099 |
| Due to other funds | 49,981 | 5,631 | 17,110 | 15,580 |
| Due to component units | — | — | — | — |
| Due to other governments | 12,478 | — | — | 92 |
| Tax overpayments | 59,933 | 85 | 18,287 | — |
| Benefits payable | 124,062 | — | 126,232 | — |
| Deposits | — | — | — | 1,455 |
| Contracts and notes payable | — | — | — | — |
| Advance collections | — | — | — | 24,466 |
| Other liabilities | 471 | — | 94 | 19,044 |
| Total Liabilities | 248,357 | 5,716 | 161,723 | 82,736 |
| FUND BALANCES | | | | |
| Reserved for | | | | |
| Encumbrances | — | — | — | — |
| Advances and loans | — | — | — | — |
| Continuing appropriations | — | — | — | — |
| Total Reserved | — | — | — | — |
| Unreserved | | | | |
| Undesignated | 6,264,424 | 39,221 | 355,452 | 444,952 |
| Total Fund Balance | 6,264,424 | 39,221 | 355,452 | 444,952 |
| Total Liabilities and Fund Balances | \$ 6,512,781 | \$ 44,937 | \$ 517,175 | \$ 527,688 |

| Student Loan | Housing Loan | Unclaimed Property | Deferred Compensation Plan | Other Expendable Trust | Total |
|-------------------|-------------------|--------------------|----------------------------|------------------------|----------------------|
| \$ 258,532 | \$ 377,350 | \$ 41,426 | \$ 1,478 | \$ 333,973 | \$ 1,592,302 |
| — | — | — | 4,938,481 | 320,996 | 5,547,201 |
| — | — | — | — | — | 6,412,589 |
| 18,810 | 3 | — | 2,244 | 17,371 | 290,201 |
| 470 | 5,376 | 23,432 | — | 28,187 | 99,180 |
| 39,569 | — | — | — | 182 | 66,362 |
| — | — | 617,208 | — | — | 617,208 |
| 20,000 | 579,123 | — | — | — | 599,123 |
| 4,664 | — | 128,040 | — | 5,039 | 140,369 |
| \$ 342,045 | \$ 961,852 | \$ 810,106 | \$ 4,942,203 | \$ 705,748 | \$ 15,364,535 |
| \$ 17,700 | \$ 742 | \$ — | \$ 818 | \$ 22,166 | \$ 64,957 |
| 7,271 | 582 | — | 241 | 3,432 | 99,828 |
| — | — | — | — | 2,600 | 2,600 |
| — | 17 | — | — | 637 | 13,224 |
| — | — | — | — | — | 78,305 |
| — | — | — | — | 6 | 250,300 |
| — | — | 128,040 | — | 5,058 | 134,553 |
| — | — | — | — | 2,977 | 2,977 |
| — | — | — | — | 263 | 24,729 |
| 4,664 | — | 682,066 | 224 | 1,627 | 708,190 |
| 29,635 | 1,341 | 810,106 | 1,283 | 38,766 | 1,379,663 |
| — | 172,981 | — | — | 24,152 | 197,133 |
| 20,000 | 579,123 | — | — | — | 599,123 |
| — | — | — | — | 35,409 | 35,409 |
| 20,000 | 752,104 | — | — | 59,561 | 831,665 |
| 292,410 | 208,407 | — | 4,940,920 | 607,421 | 13,153,207 |
| 312,410 | 960,511 | — | 4,940,920 | 666,982 | 13,984,872 |
| \$ 342,045 | \$ 961,852 | \$ 810,106 | \$ 4,942,203 | \$ 705,748 | \$ 15,364,535 |

Expendable Trust Funds Combining Statement of Revenues, Expenditures, and Changes in Fund Balances

Year Ended June 30, 2001

(amounts in thousands)

| | <u>Unemployment</u> | <u>School Employees</u> | <u>Unemployment Compensation Disability</u> | <u>California State University and Colleges Trust</u> |
|--|---------------------|-----------------------------|---|---|
| REVENUES | | | | |
| Taxes | \$ 2,999,983 | \$ 35,503 | \$ 2,799,286 | \$ — |
| Intergovernmental | — | — | — | 657,764 |
| Charges for services | — | — | — | — |
| Fees and penalties | — | — | — | — |
| Investment and interest | 385,381 | 2,106 | 15,197 | 25,033 |
| Escheat | — | — | — | — |
| Receipts from depositors | — | — | — | — |
| Other | — | — | — | 558,278 |
| Total Revenues | 3,385,364 | 37,609 | 2,814,483 | 1,241,075 |
| EXPENDITURES | | | | |
| Current | | | | |
| General government | — | — | — | — |
| Education | — | — | — | 1,327,248 |
| Health and human services | 2,773,622 | 31,814 | 2,505,592 | — |
| Resources | — | — | — | — |
| State and consumer services | — | — | — | — |
| Business and transportation | — | — | — | — |
| Payments to depositors | — | — | — | — |
| Total Expenditures | 2,773,622 | 31,814 | 2,505,592 | 1,327,248 |
| Excess (Deficiency) of Revenues Over (Under) | | | | |
| Expenditures | 611,742 | 5,795 | 308,891 | (86,173) |
| OTHER FINANCING SOURCES (USES) | | | | |
| Operating transfers in | 61,614 | — | — | 207,085 |
| Operating transfers out | — | — | — | (64,841) |
| Net Other Financing Sources (Uses) | 61,614 | — | — | 142,244 |
| Excess (Deficiency) of Revenues and Other Financing Sources Over (Under) Expenditures and Other | | | | |
| Financing Uses | 673,356 | 5,795 | 308,891 | 56,071 |
| Fund Balances, July 1, 2000 | 5,591,068 | 33,426 | 46,561 | 388,881 |
| Fund Balances, June 30, 2001 | \$ 6,264,424 | \$ 39,221 | \$ 355,452 | \$ 444,952 |

| <u>Student Loan</u> | <u>Housing Loan</u> | <u>Unclaimed Property</u> | <u>Deferred Compensation Plan</u> | <u>Other Expendable Trust</u> | <u>Total</u> |
|-------------------------|-------------------------|-------------------------------|---|---------------------------------------|----------------------|
| \$ — | \$ — | \$ — | \$ — | \$ 26,368 | \$ 5,861,140 |
| — | — | — | — | — | 657,764 |
| — | — | — | — | 1,845 | 1,845 |
| 85,688 | — | — | — | 10,655 | 96,343 |
| 17,545 | — | — | (264,485) | (4,007) | 176,770 |
| — | — | 25,001 | — | — | 25,001 |
| — | — | — | 438,120 | 243,961 | 682,081 |
| 2,090 | 19,249 | — | 6,271 | 168,713 | 754,601 |
| <u>105,323</u> | <u>19,249</u> | <u>25,001</u> | <u>179,906</u> | <u>447,535</u> | <u>8,255,545</u> |
| — | — | — | 7,127 | 68,107 | 75,234 |
| 94,241 | — | — | — | 129,177 | 1,550,666 |
| — | — | — | — | 927 | 5,311,955 |
| — | — | — | — | 28,788 | 28,788 |
| — | — | — | — | 1,008 | 1,008 |
| — | 9,698 | — | — | 14,185 | 23,883 |
| — | — | — | 258,759 | 4,362 | 263,121 |
| <u>94,241</u> | <u>9,698</u> | <u>—</u> | <u>265,886</u> | <u>246,554</u> | <u>7,254,655</u> |
| <u>11,082</u> | <u>9,551</u> | <u>25,001</u> | <u>(85,980)</u> | <u>200,981</u> | <u>1,000,890</u> |
| — | 274,115 | 23,432 | — | 97,008 | 663,254 |
| — | (3,109) | (48,433) | — | (7,013) | (123,396) |
| — | <u>271,006</u> | <u>(25,001)</u> | — | <u>89,995</u> | <u>539,858</u> |
| 11,082 | 280,557 | — | (85,980) | 290,976 | 1,540,748 |
| <u>301,328</u> | <u>679,954</u> | — | <u>5,026,900</u> | <u>376,006</u> | <u>12,444,124</u> |
| <u>\$ 312,410</u> | <u>\$ 960,511</u> | <u>\$ —</u> | <u>\$ 4,940,920</u> | <u>\$ 666,982</u> | <u>\$ 13,984,872</u> |