

General Purpose Financial Statements



Combined Balance Sheet

All Fund Types, Account Groups, and Discretely Presented Component Units

June 30, 2001
(amounts in thousands)

	Governmental Fund Types			Proprietary Fund Types	
	General	Special Revenue	Capital Projects	Enterprise	Internal Service
ASSETS AND OTHER DEBITS					
Cash and pooled investments	\$ 3,830,104	\$ 10,997,162	\$ 179,872	\$ 7,090,413	\$ 472,042
Investments	—	—	5,694	3,971,272	96,276
Amount on deposit with U. S. Treasury	—	—	—	—	—
Receivables (net)	195,058	581,192	966	1,792,656	7,180
Due from other funds	12,854,223	3,650,940	60,062	305,928	338,150
Due from primary government	—	—	—	—	—
Due from component units	—	—	—	—	—
Due from other governments	514,414	6,885,089	—	117,127	14,684
Prepaid items	—	—	—	3,773	43,454
Food stamps	—	347,506	—	—	—
Inventories, at cost	—	—	—	17,371	95,807
Net investment in direct financing leases	—	—	—	4,793,991	—
Advances to other funds	44,649	4,201	—	19,877	—
Loans receivable	111,321	1,916,692	—	3,128,807	—
Recoverable power costs (net)	—	—	—	6,127,000	—
Deferred charges	—	—	—	1,093,668	—
Fixed assets	—	—	—	5,093,262	537,893
Investment in UCSF Stanford Health Care	—	—	—	—	—
Other assets	892	15,932	2	17,148	9,557
Amount to be provided for retirement of long-term obligations	—	—	—	—	—
Total Assets and Other Debits	\$ 17,550,661	\$ 24,398,714	\$ 246,596	\$ 33,572,293	\$ 1,615,043

Fiduciary Fund Type	Account Groups		Total Primary Government (Memorandum Only)	Component Units		Total Reporting Entity (Memorandum Only)
	Trust and Agency	General Fixed Assets		General Long-Term Obligations	University of California	
\$ 26,574,293	\$ —	\$ —	\$ 49,143,886	\$ 152,046	\$ 1,492,726	\$ 50,788,658
295,782,854	—	—	299,856,096	70,681,490	8,857,016	379,394,602
6,412,589	—	—	6,412,589	—	—	6,412,589
13,067,856	—	—	15,644,908	2,049,218	465,392	18,159,518
6,368,579	—	—	23,577,882	—	—	23,577,882
—	—	—	—	222,792	17,740	240,532
—	—	—	—	135,157	—	135,157
1,497,398	—	—	9,028,712	190,430	808	9,219,950
9,780	—	—	57,007	—	1,723	58,730
—	—	—	347,506	—	—	347,506
—	—	—	113,178	113,413	—	226,591
—	—	—	4,793,991	—	—	4,793,991
617,208	—	—	685,935	—	2,500	688,435
631,036	—	—	5,787,856	—	6,715,320	12,503,176
—	—	—	6,127,000	—	—	6,127,000
—	—	—	1,093,668	83,403	62,820	1,239,891
—	18,159,778	—	23,790,933	18,205,528	549,349	42,545,810
—	—	—	—	6,843	—	6,843
240,535	—	—	284,066	—	85,167	369,233
—	—	28,829,007	28,829,007	—	—	28,829,007
\$ 351,202,128	\$ 18,159,778	\$ 28,829,007	\$ 475,574,220	\$ 91,840,320	\$ 18,250,561	\$ 585,665,101

(continued)

Combined Balance Sheet

All Fund Types, Account Groups, and Discretely Presented Component Units (continued)

June 30, 2001
(amounts in thousands)

	Governmental Fund Types			Proprietary Fund Types	
	General	Special Revenue	Capital Projects	Enterprise	Internal Service
LIABILITIES					
Accounts payable	\$ 2,067,042	\$ 2,312,252	\$ 3,598	\$ 1,751,392	\$ 170,933
Due to other funds	2,584,372	5,912,351	10,513	582,882	260,384
Due to component units	121,371	98,786	—	—	—
Due to other governments	4,196,733	2,223,658	47	151,746	103,871
Dividends payable	—	—	—	—	—
Deferred revenue	—	348,432	—	—	—
Advances from other funds	617,208	13,585	—	6,171,500	24,078
Tax overpayments	—	9,319	—	—	—
Benefits payable	—	—	—	794,174	69,427
Deposits	5	13,688	—	3,615	2,036
Contracts and notes payable	—	—	—	4,687	32,599
Lottery prizes and annuities	—	—	—	2,844,874	—
Compensated absences payable	143,460	—	—	33,724	38,698
Certificates of participation, commercial paper, and other borrowings	—	—	—	4,371,100	—
Capital lease obligations	—	—	—	—	66,948
Advance collections	33,630	100,049	3,509	378,891	212,660
General obligation bonds payable	—	—	—	3,358,270	—
Revenue bonds payable	—	—	—	8,802,888	—
Interest payable	4,369	—	7,525	148,503	1,391
Securities lending obligation	—	—	—	—	—
Other liabilities	204,156	191,652	—	450,255	26,440
Total Liabilities	9,972,346	11,223,772	25,192	29,848,501	1,009,465
FUND EQUITY AND OTHER CREDITS					
Contributed capital	—	—	—	296,484	347,083
Investment in general fixed assets	—	—	—	—	—
Retained earnings					
Reserved for regulatory requirements	—	—	—	173,210	—
Unreserved	—	—	—	3,254,098	258,495
Total Retained Earnings	—	—	—	3,427,308	258,495
Fund balances					
Reserved for					
Encumbrances	1,740,237	4,899,734	117,775	—	—
Local agencies	—	—	—	—	—
Advances and loans	155,970	1,920,893	—	—	—
Employees' pension benefits	—	—	—	—	—
Continuing appropriations	1,436,716	3,638,873	63,368	—	—
Other specific purposes	—	—	—	—	—
Total Reserved	3,332,923	10,459,500	181,143	—	—
Unreserved					
Undesignated	4,245,392	2,715,442	40,261	—	—
Total Fund Equity and Other Credits	7,578,315	13,174,942	221,404	3,723,792	605,578
Total Liabilities, Fund Equity, and Other Credits	\$ 17,550,661	\$ 24,398,714	\$ 246,596	\$ 33,572,293	\$ 1,615,043

Fiduciary Fund Type	Account Groups		Total Primary	Component Units		Total Reporting
	Trust and Agency	General Fixed Assets	Government (Memorandum Only)	University of California	Special Purpose Authorities	Entity (Memorandum Only)
\$ 6,211,446	\$ —	\$ —	\$ 12,516,663	\$ 2,397,675	\$ 39,439	\$ 14,953,777
8,058,380	—	—	17,408,882	—	—	17,408,882
20,375	—	—	240,532	135,157	—	375,689
4,097,264	—	—	10,773,319	—	20,114	10,793,433
—	—	—	—	—	153,594	153,594
—	—	—	348,432	—	—	348,432
31,064	—	—	6,857,435	—	—	6,857,435
2,048,351	—	—	2,057,670	—	—	2,057,670
502,313	—	—	1,365,914	—	5,563,175	6,929,089
841,456	—	—	860,800	1,085,684	126,013	2,072,497
2,977	—	—	40,263	—	9,734	49,997
—	—	—	2,844,874	—	—	2,844,874
—	—	1,305,581	1,521,463	403,382	39,603	1,964,448
—	—	452,045	4,823,145	894,751	—	5,717,896
—	—	3,341,452	3,408,400	1,164,555	—	4,572,955
199,858	—	—	928,597	—	233,959	1,162,556
—	—	20,442,250	23,800,520	—	—	23,800,520
—	—	814,605	9,617,493	3,111,890	7,827,167	20,556,550
—	—	—	161,788	—	144,180	305,968
32,034,826	—	—	32,034,826	12,459,564	—	44,494,390
5,692,800	—	2,473,074	9,038,377	—	774,258	9,812,635
59,741,110	—	28,829,007	140,649,393	21,652,658	14,931,236	177,233,287
—	—	—	643,567	—	21,213	664,780
—	18,159,778	—	18,159,778	13,368,849	—	31,528,627
—	—	—	173,210	—	737,503	910,713
—	—	—	3,512,593	—	2,560,609	6,073,202
—	—	—	3,685,803	—	3,298,112	6,983,915
197,133	—	—	6,954,879	—	—	6,954,879
17,701,985	—	—	17,701,985	—	—	17,701,985
599,123	—	—	2,675,986	—	—	2,675,986
259,774,161	—	—	259,774,161	47,098,226	—	306,872,387
35,409	—	—	5,174,366	—	—	5,174,366
—	—	—	—	5,725,450	—	5,725,450
278,307,811	—	—	292,281,377	52,823,676	—	345,105,053
13,153,207	—	—	20,154,302	3,995,137	—	24,149,439
291,461,018	18,159,778	—	334,924,827	70,187,662	3,319,325	408,431,814
\$ 351,202,128	\$ 18,159,778	\$ 28,829,007	\$ 475,574,220	\$ 91,840,320	\$ 18,250,561	\$ 585,665,101

(concluded)

The notes to the financial statements are an integral part of this statement.

Combined Statement of Revenues, Expenditures, and Changes in Fund Balances

All Governmental Fund Types and Expendable Trust Funds

Year Ended June 30, 2001
(amounts in thousands)

	Governmental Fund Types			Fiduciary Fund Type	Total Primary Government (Memorandum Only)
	General	Special Revenue	Capital Projects	Expendable Trust	
REVENUES					
Taxes	\$ 75,604,723	\$ 6,418,364	\$ —	\$ 5,861,140	\$ 87,884,227
Intergovernmental	4,516	34,132,387	—	657,764	34,794,667
Licenses and permits	44,230	3,232,382	—	—	3,276,612
Natural resources	13,712	126,582	—	—	140,294
Charges for services	132,521	699,467	—	1,845	833,833
Fees and penalties	52,979	2,186,838	—	96,343	2,336,160
Investment and interest	833,320	512,623	20,161	176,770	1,542,874
Escheat	—	—	—	25,001	25,001
Receipts from depositors	—	—	—	682,081	682,081
Other	813,249	369,672	20,829	754,601	1,958,351
Total Revenues	77,499,250	47,678,315	40,990	8,255,545	133,474,100
EXPENDITURES					
Current					
General government	2,383,331	3,678,019	310	75,234	6,136,894
Education	34,140,713	6,713,351	6	1,550,666	42,404,736
Health and human services	19,829,984	29,531,069	—	5,311,955	54,673,008
Resources	1,810,957	1,703,206	1,976	28,788	3,544,927
State and consumer services	479,269	458,109	4,506	1,008	942,892
Business and transportation	158,904	8,129,114	105	23,883	8,312,006
Correctional programs	4,870,839	254,193	—	—	5,125,032
Property tax relief	2,799,373	887,000	—	—	3,686,373
Payments to depositors	—	—	—	263,121	263,121
Capital outlay	46,575	682,688	175,853	—	905,116
Debt service					
Principal retirement	1,184,441	10,989	35,917	—	1,231,347
Interest and fiscal charges	1,060,080	74,926	50,357	—	1,185,363
Total Expenditures	68,764,466	52,122,664	269,030	7,254,655	128,410,815
Excess (Deficiency) of Revenues Over (Under) Expenditures					
	8,734,784	(4,444,349)	(228,040)	1,000,890	5,063,285
OTHER FINANCING SOURCES (USES)					
Proceeds from general obligation bonds, commercial paper, and capital leases					
	46,575	3,494,172	143,368	—	3,684,115
Proceeds from refunding long-term debt	—	4,169,265	250,400	—	4,419,665
Operating transfers in	249,360	8,776,038	119,454	663,254	9,808,106
Operating transfers out	(6,201,015)	(3,490,758)	(202)	(123,396)	(9,815,371)
Transfers out – component units	(3,618,709)	(40,789)	(18)	—	(3,659,516)
Payment to refunding escrow agent	—	(525,905)	(93,760)	—	(619,665)
Payment to refund commercial paper	—	(3,643,360)	(156,640)	—	(3,800,000)
Net Other Financing Sources (Uses)	(9,523,789)	8,738,663	262,602	539,858	17,334
Excess (Deficiency) of Revenues and Other Financing Sources Over (Under) Expenditures and Other Financing Uses					
	(789,005)	4,294,314	34,562	1,540,748	5,080,619
Fund Balances, July 1, 2000	8,367,320	8,880,628 *	186,842	12,444,124	29,878,914
Fund Balances, June 30, 2001	\$ 7,578,315	\$ 13,174,942	\$ 221,404	\$ 13,984,872	\$ 34,959,533

* Restated

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

All Proprietary Fund Types and Discretely Presented Component Units –
Special Purpose Authorities

Year Ended June 30, 2001
(amounts in thousands)

	Proprietary Fund Types		Total Primary Government (Memorandum Only)	Component Units Special Purpose Authorities	Total Reporting Entity (Memorandum Only)
	Enterprise	Internal Service			
OPERATING REVENUES					
Lottery ticket sales	\$ 2,894,842	\$ —	\$ 2,894,842	\$ —	\$ 2,894,842
Power sales	2,733,000	—	2,733,000	—	2,733,000
Services and sales	1,617,238	3,099,430	4,716,668	205,654	4,922,322
Earned premiums (net)	—	—	—	1,759,462	1,759,462
Investment and interest	273,359	201	273,560	489,499	763,059
Contributions	—	—	—	3,411	3,411
Rent	375,995	—	375,995	24,220	400,215
Other	16,027	11,304	27,331	60,061	87,392
Total Operating Revenues	7,910,461	3,110,935	11,021,396	2,542,307	13,563,703
OPERATING EXPENSES					
Lottery prizes	1,503,768	—	1,503,768	—	1,503,768
Power purchases (net of recoverable power costs)	2,637,000	—	2,637,000	—	2,637,000
Personal services	345,704	440,707	786,411	164,031	950,442
Supplies	11,174	39,876	51,050	—	51,050
Services and charges	1,654,102	2,540,538	4,194,640	176,648	4,371,288
Depreciation	117,305	97,494	214,799	17,139	231,938
Benefit payments	—	—	—	1,915,809	1,915,809
Interest expense	498,917	3,153	502,070	432,051	934,121
Amortization (recovery) of deferred charges	(90,501)	—	(90,501)	219,514	129,013
Total Operating Expenses	6,677,469	3,121,768	9,799,237	2,925,192	12,724,429
Operating Income (Loss)	1,232,992	(10,833)	1,222,159	(382,885)	839,274
NONOPERATING REVENUES (EXPENSES)					
Grants received	46,728	—	46,728	68,916	115,644
Grants provided	(15,786)	—	(15,786)	(68,916)	(84,702)
Investment and interest income	161,161	15,408	176,569	834,555	1,011,124
Interest expense and fiscal charges	(315,466)	(34)	(315,500)	(2,844)	(318,344)
Dividends paid	—	—	—	(104,146)	(104,146)
Lottery payments for education	(1,031,986)	—	(1,031,986)	—	(1,031,986)
Other	(85,697)	(4,642)	(90,339)	22,164	(68,175)
Total Nonoperating Revenues (Expenses)	(1,241,046)	10,732	(1,230,314)	749,729	(480,585)
Income (Loss) Before Contributions/Transfers ..	(8,054)	(101)	(8,155)	366,844	358,689
Capital contributions	63,947	27,372	91,319	488	91,807
Operating transfers in	41,961	23,566	65,527	—	65,527
Operating transfers in – primary government	—	—	—	20,141	20,141
Operating transfers out	(58,262)	—	(58,262)	—	(58,262)
Net Contributions/Transfers	47,646	50,938	98,584	20,629	119,213
Net Income	39,592	50,837	90,429	387,473	477,902
Retained Earnings, July 1, 2000	3,387,716	207,658	3,595,374	2,910,639	6,506,013
Retained Earnings, June 30, 2001	\$ 3,427,308	\$ 258,495	\$ 3,685,803	\$ 3,298,112	\$ 6,983,915

* Restated

Combined Statement of Revenues, Expenditures, and Changes in Fund Balances, Non-GAAP Budgetary Basis – Budget and Actual All Governmental Cost Funds

Year Ended June 30, 2001
(amounts in thousands)

	General Fund		
	Budget	Actual	Variance
REVENUES			
Major taxes and licenses			
Bank and corporation taxes	—	\$ 6,899,302	—
Cigarette and tobacco tax	—	126,664	—
Inheritance, estate and gift taxes	—	934,709	—
Insurance gross premiums tax	—	1,496,556	—
Vehicle license fees	—	26,337	—
Motor vehicle fuel tax	—	—	—
Personal income tax	—	44,614,298	—
Retail sales and use taxes	—	21,276,843	—
Other major taxes and licenses	—	292,832	—
Total Major Taxes and Licenses	—	75,667,541	—
Minor revenues	—	1,942,359	—
Total Revenues	—	77,609,900	—
EXPENDITURES			
Legislative, judicial, executive	\$ 2,682,406	2,611,426	\$ 70,980
State and consumer services	527,434	519,981	7,453
Business, transportation and housing	2,220,360	2,217,670	2,690
Trade and commerce	148,706	144,312	4,394
Resources	2,266,823	2,214,037	52,786
Environmental protection	396,966	384,450	12,516
Health and human services	20,641,969	19,869,373	772,596
Correctional programs	4,944,352	4,934,993	9,359
Education.....	37,724,338	37,608,492	115,846
General government			
Tax relief and shared revenues	5,324,829	5,258,766	66,063
Debt service	2,294,898	2,270,181	24,717
Other general government	148,913	93,692	55,221
Total Expenditures	\$ 79,321,994	78,127,373	\$ 1,194,621
OTHER FINANCING SOURCES (USES)			
Transfers from other funds	—	6,561,817	—
Transfers to other funds	—	(6,324,088)	—
Other additions and deductions	—	46,309	—
Total Other Financing Sources (Uses)	—	284,038	—
Excess (Deficiency) of Revenues and Other Sources Over (Under)			
Expenditures and Other Uses	—	(233,435)	—
FUND BALANCES			
Fund Balances, July 1, 2000, Restated	—	9,250,955	—
Fund Balances, June 30, 2001	—	\$ 9,017,520	—

Other Governmental Funds			Total		
Budget	Actual	Variance	Budget	Actual	Variance
—	\$ 20	—	—	\$ 6,899,322	—
—	1,024,205	—	—	1,150,869	—
—	—	—	—	934,709	—
—	—	—	—	1,496,556	—
—	5,260,205	—	—	5,286,542	—
—	3,142,142	—	—	3,142,142	—
—	4,234	—	—	44,618,532	—
—	5,339,230	—	—	26,616,073	—
—	37,978	—	—	330,810	—
—	14,808,014	—	—	90,475,555	—
—	4,619,861	—	—	6,562,220	—
—	19,427,875	—	—	97,037,775	—
\$ 618,040	481,782	\$ 136,258	\$ 3,300,446	3,093,208	\$ 207,238
500,142	430,212	69,930	1,027,576	950,193	77,383
5,785,384	2,800,522	2,984,862	8,005,744	5,018,192	2,987,552
2,206	(3,479)	5,685	150,912	140,833	10,079
1,375,530	1,134,967	240,563	3,642,353	3,349,004	293,349
603,642	485,088	118,554	1,000,608	869,538	131,070
4,387,147	4,335,158	51,989	25,029,116	24,204,531	824,585
18,411	17,934	477	4,962,763	4,952,927	9,836
829,417	768,058	61,359	38,553,755	38,376,550	177,205
3,782,488	3,782,488	—	9,107,317	9,041,254	66,063
501	468	33	2,295,399	2,270,649	24,750
(263,697)	(340,782)	77,085	(114,784)	(247,090)	132,306
\$ 17,639,211	13,892,416	\$ 3,746,795	\$ 96,961,205	92,019,789	\$ 4,941,416
—	16,287,271	—	—	22,849,088	—
—	(18,375,806)	—	—	(24,699,894)	—
—	263,195	—	—	309,504	—
—	(1,825,340)	—	—	(1,541,302)	—
—	3,710,119	—	—	3,476,684	—
—	6,652,860	—	—	15,903,815	—
—	\$ 10,362,979	—	—	\$ 19,380,499	—

The notes to the financial statements are an integral part of this statement.

Combined Statement of Cash Flows

All Proprietary Fund Types and Discretely Presented Component Units – Special Purpose Authorities

Year Ended June 30, 2001
(amounts in thousands)

	Proprietary Fund Types		Component
	Enterprise ¹	Internal	Special Purpose
		Service ²	Authorities ³
CASH FLOWS FROM OPERATING ACTIVITIES			
Operating income (loss)	\$ 1,232,992	\$ (10,833)	\$ (382,885)
ADJUSTMENTS TO RECONCILE OPERATING INCOME (LOSS) TO NET CASH PROVIDED BY OPERATIONS			
Interest expense on operating debt	—	3,153	428,848
Depreciation	117,305	97,494	17,139
Accretion of capital appreciation bonds	9,753	—	28,123
Provisions and allowances	5,579	—	25,458
Accrual of deferred charges	(1,889)	—	(221,753)
Amortization of deferred credits	—	—	(3,586)
Amortization of discounts	1,391	—	6,553
Amortization (recovery) of deferred charges	(88,127)	—	218,044
Purchase of program loans	—	—	(1,540,632)
Collection of principal from program loans	115	—	693,640
Other	45,642	(1,327)	24,847
Change in assets and liabilities			
Receivables	(1,634,744)	4,039	(111,346)
Due from other funds	(17,144)	(55,166)	—
Due from primary government	—	—	(12,527)
Due from other governments	4,837	(847)	(808)
Prepaid items	(2,338)	(12,765)	(1,320)
Inventories	(2,920)	(2,344)	—
Net investment in direct financing leases	169,675	—	—
Advances and loans receivable	(146,973)	—	—
Recoverable power costs (net)	(6,127,000)	—	—
Other assets	(1,823)	835	25,338
Accounts payable	1,631,042	54,290	29,464
Interest payable	(13,297)	1,391	—
Due to other funds	177,514	99,515	—
Due to other governments	93,489	9,792	(1,274)
Benefits payable	226,874	9,524	500,733
Deposits	581	(168)	8,384
Lottery prizes and annuities	(131,599)	—	—
Contracts and notes payable	4,687	2,657	(1,132)
Compensated absences payable	1,265	2,729	6,572
Capital lease obligations	—	221	232
Advance collections	(7,688)	59,455	64,394
Other liabilities	(24,907)	(1,065)	(9,689)
Total Adjustments	(5,710,700)	271,413	173,702
Net Cash Provided by (Used in) Operating Activities	(4,477,708)	260,580	(209,183)

Non-cash transactions are those portions of investing, financing, or capital activities that affected assets and liabilities but did not result in cash receipts or payments during the period.

¹Enterprise funds had the following non-cash transactions: a. \$192 million in interest accreted on annuitized lottery prizes; b. \$80 million in unclaimed lottery prizes directly transferred for educational purposes; c. \$87 million unrealized gain and a \$39 million unrealized loss on investments.

²Internal service funds had the following non-cash transactions: a. installment purchases totaling approximately \$17 million to acquire equipment; b. \$2 million unrealized gain on investments.

	Proprietary Fund Types		Component Units
	Enterprise ¹	Internal Service ²	Special Purpose Authorities ³
	Enterprise ¹	Internal Service ²	Special Purpose Authorities ³
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES			
Dividends paid	—	—	(95,939)
Advances from other funds	6,169,000	—	—
Collection of advances and loans	2,887	—	—
Return of advances from other funds	(32,258)	(74,719)	—
Proceeds from general obligation bonds	78,725	—	—
Proceeds from notes payable and commercial paper	4,300,000	—	—
Proceeds from revenue bonds	179,570	—	2,113,083
Retirement of general obligation bonds	(195,045)	—	—
Retirement of revenue bonds	(114,445)	—	(1,005,812)
Interest paid on operating debt	(93,000)	—	(428,925)
Operating transfers in	41,961	23,566	20,141
Operating transfers out	(58,263)	—	—
Grants provided	(15,786)	—	(68,916)
Lottery payments for education	(1,051,136)	—	—
Net Cash Provided by (Used in) Noncapital Financing Activities	9,212,210	(51,153)	533,632
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES			
FINANCING ACTIVITIES			
Acquisition of intangible assets	—	(2,912)	—
Acquisition of fixed assets	(416,403)	(126,517)	(22,871)
Proceeds from sale of fixed assets	26	3,389	3
Advances from other funds	96,570	—	—
Advances and loans provided	(4,455)	—	—
Collection of advances and loans	19,332	—	—
Return of advances from other funds	(23,779)	—	—
Proceeds from notes payable and commercial paper	67,743	7,113	—
Principal paid on notes payable and commercial paper	(28,117)	(4,432)	(534)
Payment of capital lease obligations	—	(2,598)	—
Retirement of general obligation bonds	(38,810)	—	—
Proceeds from revenue bonds	529,864	—	—
Retirement of revenue bonds	(679,822)	—	(2,676)
Interest paid	(221,480)	(3,153)	(2,937)
Contributed capital	63,947	27,372	488
Grants received	46,728	—	68,916
Payment to refunding escrow agent	(174,967)	—	—
Net Cash Provided by (Used in) Capital and Related Financing Activities	(763,623)	(101,738)	40,389
CASH FLOWS FROM INVESTING ACTIVITIES			
Purchase of investments	(260,904)	—	(2,929,506)
Proceeds from maturity and sale of investments	879,915	47,415	2,511,492
Advances and loans provided	(55,682)	—	(22,636)
Collection of advances and loans	—	—	424
Earnings on investments	120,390	15,401	552,264
Net Cash Provided by Investing Activities	683,719	62,816	112,038
Net Increase (Decrease) in Cash and Pooled Investments	4,654,598	170,505	476,876
Cash and Pooled Investments at July 1, 2000	2,435,815	301,537	1,015,850
Cash and Pooled Investments at June 30, 2001	\$ 7,090,413	\$ 472,042	\$ 1,492,726

³Component units had the following non-cash transactions: a. \$247 million unrealized gain on investments; b. \$495 thousand in construction costs through the issuance of a note payable; c. \$1 million litigation liability.

Combined Statement of Changes in Plan Net Assets

Pension Trust Funds and Discretely Presented Component Unit – University of California

Year Ended June 30, 2001
(amounts in thousands)

	Primary Government Pension Trust Funds	Component Unit University of California Retirement System Funds
ADDITIONS		
Contributions		
Employer	\$ 3,290,732	\$ 517
Plan member	3,640,052	619,735
Total Contributions	6,930,784	620,252
Investment income		
Net depreciation in fair value of investments	(31,189,682)	(4,603,596)
Interest, dividends, and other investment income	11,536,483	2,194,753
Less: Investment expense	(2,842,710)	(507,511)
Net Investment Loss	(22,495,909)	(2,916,354)
Other	12,404	—
Total Additions	(15,552,721)	(2,296,102)
DEDUCTIONS		
Benefits	9,855,502	712,427
Refunds of contributions	208,834	439,054
Administrative expense	240,561	33,334
Transfers among funds	—	934
Total Deductions	10,304,897	1,185,749
Net Decrease in Fund Balance Reserved for Employees' Pension Benefits	(25,857,618)	(3,481,851)
Fund Balance Reserved for Employees' Pension Benefits, July 1, 2000	285,631,779	50,580,077
Fund Balance Reserved for Employees' Pension Benefits, June 30, 2001	\$ 259,774,161	\$ 47,098,226

Statement of Changes in Net Assets

Investment Trust Fund – Local Agency Investment

Year Ended June 30, 2001
(amounts in thousands)

CHANGE IN NET ASSETS RESULTING FROM OPERATIONS	
Investment and interest income	\$ 873,411
Less: Operating expenditures and expenses	(1,720)
Net Increase in Net Assets Resulting From Operations	871,691
DISTRIBUTIONS TO PARTICIPANTS	
Distributions paid and payable	(871,691)
CHANGE IN NET ASSETS RESULTING FROM DEPOSITOR TRANSACTIONS	
Receipts from depositors	23,089,583
Less: Withdrawals by depositors	(17,915,986)
Net Increase in Net Assets Resulting From Depositor Transactions	5,173,597
Total Change in Net Assets	5,173,597
Net Assets Held in Trust for Pool Participants, July 1, 2000	12,528,388
Net Assets Held in Trust for Pool Participants, June 30, 2001	\$ 17,701,985

Combined Balance Sheet

Discretely Presented Component Unit – University of California

June 30, 2001

(amounts in thousands)

	Current Funds	Loan Funds	Endowment and Similar Funds	Plant Funds	Agency Funds	Retirement System Funds	Total (Memorandum Only)
ASSETS							
Cash	\$ 147,501	\$ —	\$ —	\$ 4,545	\$ —	\$ —	\$ 152,046
Investments	6,098,836	64,298	5,520,003	1,786,446	708,476	56,503,431	70,681,490
Receivables (net)	1,230,653	291,113	43,612	69,374	—	414,466	2,049,218
Due from primary government	204,796	—	—	17,996	—	—	222,792
Due from component units	212	—	35,372	1,379	—	98,194	135,157
Due from other governments	158,207	795	—	31,428	—	—	190,430
Inventories, at cost	111,922	—	—	1,491	—	—	113,413
Deferred charges	83,403	—	—	—	—	—	83,403
Fixed assets	—	—	—	18,205,528	—	—	18,205,528
Investment in UCSF Stanford Health Care	—	—	—	6,843	—	—	6,843
Total Assets.....	\$ 8,035,530	\$ 356,206	\$ 5,598,987	\$ 20,125,030	\$ 708,476	\$ 57,016,091	\$ 91,840,320
LIABILITIES AND FUND EQUITY							
Liabilities							
Accounts payable	\$ 1,630,137	\$ 240	\$ 107,783	\$ 89,265	\$ —	\$ 570,250	\$ 2,397,675
Due to component units	104,058	2,000	—	29,099	—	—	135,157
Deposits	377,208	—	—	—	708,476	—	1,085,684
Compensated absences	403,382	—	—	—	—	—	403,382
Commercial paper and other borrowings	1,034	—	—	893,717	—	—	894,751
Capital lease obligations	—	—	—	1,164,555	—	—	1,164,555
Revenue bonds payable	—	1,605	—	3,110,285	—	—	3,111,890
Securities lending obligation	2,277,820	—	834,129	—	—	9,347,615	12,459,564
Total Liabilities	4,793,639	3,845	941,912	5,286,921	708,476	9,917,865	21,652,658
Fund Equity							
Investment in general fixed assets	—	—	—	13,368,849	—	—	13,368,849
Fund balances							
Employees' pension benefits ... Reserved for other	—	—	—	—	—	47,098,226	47,098,226
specific purposes	1,141,573	323,241	3,681,542	579,094	—	—	5,725,450
Undesignated	2,100,318	29,120	975,533	890,166	—	—	3,995,137
Total Fund Equity	3,241,891	352,361	4,657,075	14,838,109	—	47,098,226	70,187,662
Total Liabilities and Fund Equity	\$ 8,035,530	\$ 356,206	\$ 5,598,987	\$ 20,125,030	\$ 708,476	\$ 57,016,091	\$ 91,840,320

Combined Statement of Changes in Fund Balances

Discretely Presented Component Unit – University of California

Year Ended June 30, 2001
(amounts in thousands)

	Current Funds	Loan Funds	Endowment and Similar Funds	Plant Funds
REVENUES AND OTHER ADDITIONS				
Student tuition and fees	\$ 1,189,515	\$ —	\$ —	\$ 17,731
U.S. government	4,947,104	2,515	—	62,613
Local government	113,513	—	—	—
Sales and services				
Educational activities	779,711	—	—	—
Medical centers	2,856,719	—	—	—
Auxiliary enterprises	676,412	—	—	—
Private gifts, grants, and contracts	1,045,326	682	48,036	138,799
Investment income				
Endowment activities	158,621	—	8,778	—
Securities lending	144,776	—	—	—
Other	220,786	11,187	—	73,526
Net appreciation (depreciation) in fair value of investments	104,208	772	(501,074)	16,442
Expended for plant facilities (including \$504,584 of current funds) ..	—	—	—	1,531,770
UCSF Stanford Health Care distributions (net)	—	—	—	(8,557)
Retirement of indebtedness	—	5,800	—	257,766
Other revenues	281,467	—	—	—
Transfers in – primary government	3,440,085	—	—	199,290
Other additions	56,627	4,770	48,959	10,153
Total Revenues and Other Additions	16,014,870	25,726	(395,301)	2,299,533
EXPENDITURES AND OTHER DEDUCTIONS				
Current fund expenditures				
Educational and general	8,310,815	—	—	—
Medical centers	2,729,610	—	—	—
Auxiliary enterprises	532,013	—	—	—
Department of Energy laboratories	3,070,379	—	—	—
Securities lending fees and rebates	138,085	—	—	—
Plant fund expenditures (including noncapitalized expenditures of \$16,489)	—	—	—	425,988
Issuance of debt obligations	—	—	—	464,116
Debt service				
Principal retirement	—	5,800	—	253,509
Interest	—	—	—	257,144
Disposal of plant assets	—	—	—	228,515
Other	71,540	7,119	5,596	109,196
Total Expenditures and Other Deductions	14,852,442	12,919	5,596	1,738,468
TRANSFERS AMONG FUNDS				
Mandatory contractual arrangements				
Loan funds matching grants	(51)	51	—	—
Principal and interest	(338,211)	—	—	338,211
Nonmandatory (discretionary allocations)	(582,979)	215	62,809	520,889
Total Transfers Among Funds	(921,241)	266	62,809	859,100
Net Increase (Decrease) in Fund Balances	241,187	13,073	(338,088)	1,420,165
Fund Balances, July 1, 2000	3,000,704 *	339,288	4,995,163	13,417,944 *
Fund Balances, June 30, 2001	\$ 3,241,891	\$ 352,361	\$ 4,657,075	\$ 14,838,109

*Restated

Combined Statement of Current Funds Revenues, Expenditures, and Other Changes

Discretely Presented Component Unit – University of California

Year Ended June 30, 2001

(amounts in thousands)

	Current Funds		Total
	Unrestricted	Restricted	(Memorandum Only)
REVENUES			
Student tuition and fees	\$ 1,189,515	\$ —	\$ 1,189,515
U.S. government appropriations, grants and contracts	363,585	1,487,872	1,851,457
Local government grants and contracts	2,438	118,501	120,939
Sales and services			
Education activities	779,711	—	779,711
Medical centers	2,856,719	—	2,856,719
Auxiliary enterprises	676,412	—	676,412
Private gifts, grants and contracts	91,264	942,311	1,033,575
Investment income			
Endowment and similar funds	36,371	122,250	158,621
Securities lending	97,232	47,544	144,776
Other	199,561	21,225	220,786
Net appreciation in fair value of investments	71,133	33,075	104,208
Department of Energy laboratories	31,118	3,070,379	3,101,497
Other revenues	281,467	—	281,467
Transfers in – primary government	2,968,857	398,670	3,367,527
Total Revenues	9,645,383	6,241,827	15,887,210
EXPENDITURES AND MANDATORY TRANSFERS			
Educational and general			
Instructional	2,397,811	183,919	2,581,730
Research	391,534	1,927,468	2,319,002
Public service	237,746	156,973	394,719
Academic support	919,080	141,053	1,060,133
Student services	324,390	18,550	342,940
Institutional support	593,035	45,167	638,202
Operation and maintenance of plant	430,727	1,104	431,831
Student financial aid	200,211	342,047	542,258
Mandatory transfers			
Loan fund matching grant	(181)	232	51
Debt service	118,205	108,720	226,925
Total Educational and General Expenditures, and Mandatory Transfers.	5,612,558	2,925,233	8,537,791
Medical centers			
Expenditures	2,723,723	5,887	2,729,610
Mandatory transfers	59,194	—	59,194
Total Medical Centers	2,782,917	5,887	2,788,804
Auxiliary enterprises			
Expenditures	524,735	7,278	532,013
Mandatory transfers	52,092	—	52,092
Total Auxiliary Enterprises	576,827	7,278	584,105
Department of Energy laboratories	—	3,070,379	3,070,379
Securities lending fees and rebates	92,824	45,261	138,085
Total Expenditures and Mandatory Transfers	9,065,126	6,054,038	15,119,164
OTHER TRANSFERS AND ADDITIONS (DEDUCTIONS)			
Restricted receipts in excess of restricted expenditures	—	71,033	71,033
Nonmandatory transfers	(493,998)	(88,981)	(582,979)
Other	(9,967)	(4,946)	(14,913)
Total Other Transfers and Additions (Deductions)	(503,965)	(22,894)	(526,859)
Net Increase in Fund Balances	\$ 76,292	\$ 164,895	\$ 241,187