

Department of Finance		Fund: 0644
STATE OF CALIFORNIA MANUAL OF STATE FUNDS		PAGE 1 Renumbered From:
<u>Legal Title</u> General Cash Revolving Fund		
<u>Legal Citation/Authority</u> Chapter 774, Statutes of 1937 Government Code section 16381		
<u>Fund Classification</u> <u>GAAP Basis</u> Governmental/General Fund	<u>Fund Classification</u> <u>Legal Basis</u> Nongovernmental/Working Capital and Revolving Funds	
<u>Purpose</u> When the State Controller notifies the Governor, in writing, that the General Fund has insufficient cash to meet its obligations, the Governor establishes the General Cash Revolving Fund (GCRF). Initially, the GCRF is funded by borrowing from funds other than the General Fund. The GCRF issues warrants for agency expenditures backed by cash and paid upon presentation. When the GCRF is out of funds, it must be reimbursed by the agency for which original warrants were processed. If a claim for reimbursement is made against the General Fund and money is insufficient to meet the obligation of the GCRF claim, then the General Fund must register reimbursement warrants. Legislative approval to issue reimbursement warrants is not required. The State Controller publishes a notice of the sale of registered reimbursement warrants and uses a bid process to sell the warrants to the best bidder, as determined by the Controller, who also determines the call date. Proceeds from sale are used by the General Fund to reimburse the GCRF.		
<u>Administering Agency/Organization Code</u> Office of the State Controller/Org 0840		
<u>Major Revenue Source</u> Loans from funds other than General Fund.		
<u>Disposition of Fund (upon abolishment)</u> Agency expenditures that would otherwise be paid out of the General Fund.		
<u>Appropriation Authority</u> Money is transferred to the fund when the Governor approves the request for transfer by the State Controller.		
<u>State Appropriations Limit</u> Always Excluded – Revenues in this fund are not proceeds of taxes and even after transfer, will never become proceeds of taxes because the major revenue source is derived from a Working Capital and Revolving Fund.		
<u>Comments/Historical Information</u>		