

Department of Finance		Fund: 0734
STATE OF CALIFORNIA MANUAL OF STATE FUNDS		PAGE 1 Renumbered From:
<u>Legal Title</u> State Clean Water Fund		
<u>Legal Citation/Authority</u> Chapter 508, Statutes of 1970 Water Code sections 13970-13998		
<u>Fund Classification</u> <u>GAAP Basis</u> Governmental/Special Revenue Funds	<u>Fund Classification</u> <u>Legal Basis</u> Nongovernmental/Bond Funds	
<u>Purpose</u> The fund was created by the Act as the depository of the proceeds of the bonds sold and other related income. Moneys in the fund are loaned to municipalities, or at the discretion of the Clean Water Finance Committee, granted to municipalities to provide funds to aid public agencies in the planning, design, and construction of facilities for the control and prevention of water pollution. Chapter 994, Statutes of 1973, approved by the electorate on June 4, 1974, authorized the issuance of an additional \$250 million for loans and grants for wastewater treatment facilities under the Clean Water Bond Law of 1974, the proceeds to be deposited in the fund. Moneys may be transferred from the fund to the State Water Quality Control Fund for loans to public agencies pursuant to Chapter 6 (commencing with Section 13400) of the Water Code. The costs of administering the provisions of the law shall not exceed one-half of one percent of the moneys deposited in the fund. All repayments of principal and interest on loans made from this fund are available for transfer to the General Fund to reimburse the General Fund for principal and interest on bonds issued pursuant to these acts.		
<u>Administering Agency/Organization Code</u> State Water Resources Control Board/Org 3940		
<u>Major Revenue Source</u> Proceeds from the sale of bonds. Repayments of principal and interest on loans.		
<u>Disposition of Fund (upon abolishment)</u> Pursuant to Government Code 16346, in the absence of language that identifies a successor fund, any balance remaining in this fund upon abolishment, shall be transferred to the General Fund.		

Appropriation Authority

Section 13979 of the Water Code provides that the funds are appropriated without regard to fiscal year to pay the principal and interest on the \$250 million bond issue from the Clean Water Bond Law of 1970.

State Appropriations Limit

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 Bond Fund.

Comments/Historical Information

The Clean Water Bond Fund (0734) accounted for Bond Laws of 1970, 1974 and 1978. The Bond Law of 1978, State Clean Water and Water Conservation Fund (0737), is the only pre-1980 Water Bond that has remaining funds.

Chapter 508, Statutes of 1970, approved by the electorate in the November 3, 1970 General Election, created the Clean Water Bond Act of 1970 and authorized a bond issue of \$250 million.