Legal Title  
Child Care and Development Facilities Direct Loan Fund

Legal Citation/Authority  
Chapter 270, statutes of 1997  
Education Code section 8277.5

Fund Classification  
GAAP Basis  
Proprietary/Enterprise Funds

Fund Classification  
Legal Basis  
Nongovernmental/Public Service Enterprise Funds

Purpose  
For the purpose of making subordinated direct loans to sole proprietorships, partnerships, proprietary and nonprofit corporations, and local public agencies for the purchase, development, construction, expansion, or improvement of licensed child care and development facilities, and for the purpose of administering these loans.

Administering Agency  
Department of Housing and Community Development

Revenue Source  
General Fund transfer; proceeds derived from any future sales of tax-exempt child care and development facilities bonds

Disposition  
The Department of Housing and Community Development shall use applicant fees and points to cover its administrative costs. The Department of Housing and Community Development may utilize an amount of money from the Child Care and Development Facilities Loan Guaranty Fund and the Child Care and Development Facilities Direct Loan Fund, as appropriate, for reasonable administrative costs in any given fiscal year that shall not exceed the lesser of 3 percent of the principal amount of loans guaranteed or direct loans made, as appropriate, during that fiscal year or 3 percent of the balance of funds currently in the Child Care and Development Facilities Loan Guaranty Fund or Child Care and Development Facilities Direct Loan Fund, as appropriate.

Appropriation Authority  
Upon Appropriation

State Appropriations Limit  
Always Excluded- Revenues in this fund are 1) transfer from the General Fund, 2) not proceeds of taxes and even after transfer, will never become proceeds of taxes because the major revenue source is derived from a Public Service Enterprise Funds.

Comments/ Historical Information  
Chapter 751, Statutes of 2008 repealed this fund effective 02/11/2009.