<table>
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<th><strong>Legal Title</strong></th>
<th>California Water Resources Development Bond Fund</th>
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| **Legal Citation/Authority** | Chapter 1762, Statutes of 1959  
Water Code sections 12930-12944 |
| **Fund Classification** | Fund Classification |
| **GAAP Basis**          | Proprietary/Enterprise Funds                    |
| **Legal Basis**         | Nongovernmental/Public Service Enterprise Funds |
| **Purpose**             | The California Water Resources Development Bond Act provided for a bond issue of $1,750,000,000 to be used for the development of the water resources of the state. Of this sum $130,000,000 of the proceeds were reserved to provide water development facilities for local projects. The Act was ratified by the voters at the General Election of November 8, 1960.  
The purpose of the Act was to provide funds for the construction of a State Water Resources Development System.  
The system is comprised of the State Water Facilities as defined in Section 12934(d) of the Water Code, and any other facilities authorized by the Legislature as part of the Central Valley Project or the California Water Plan, including other facilities deemed necessary by the Department of Water Resources.  
Chapter 1762, Statutes of 1959 created this fund and provided that the proceeds from the sale of the bonds would be deposited therein. All revenues from the operation of the project are deposited in the fund and are available for the payment of maintenance and operation of the system, the payment of principal and interest on the bonds, and to reimburse the California Water Fund for construction costs of the system that were paid out of it. Revenues in excess of these needs may be expended for acquisition and construction costs of the State Water Resources Development System.  
To the extent that moneys in the California Water Fund are used in lieu of bond proceeds, the Bond Fund may be expended for the construction of additional facilities of the State Water Resources Development System as the department shall determine to be necessary and desirable to meet local needs as prescribed in Section 12938 of the Water Code. |
| **Administering Agency/Organization Code** | Department of Water Resources/Org 3860 |
| **Major Revenue Source** | Proceeds from the sale of bonds.  
Interest on investments. |
Revenues from the sale of water and power. Repayments from local agencies of interest and principal on loans made under the Davis-Grunsky program.

**Disposition of Fund (upon abolishment)**
Pursuant to Government Code 16346, in 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 12938 of the Water Code appropriates all moneys deposited in the fund to the department for expenditure or allocation without regard to fiscal years for the State Water Facilities and for additions to the system (refers to Section 12937 also).

**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 bonds issued for a Non Governmental Cost Fund (Public Service Enterprise Fund) to develop water resources of the State.

**Comments/Historical Information**