Legal Title
California Small Business Bond Insurance Reserve Fund

Legal Citation/Authority
Chapter 660, Statutes of 1986
Government Code section 15398.6

Authority and Purpose
This fund is a depository for federal, state and private moneys for small business bond insurance programs, as specified.

Administering Agency/organization Code
Small Business Bond Insurance Corporation/Org 2920

Major Revenue Source
State, federal and private money. Returns on investments on these moneys premiums charged by the corporation, and recoveries and collection on claims paid by the corporation.

Disposition of Fund
For purposes of payment of claims under programs of the board, payments for insurance, coinsurance, and reinsurance, and payments required by state, federal, or private bond insurance programs conducted by the board.

Appropriation Authority
Section 15398.6 of the Government Code provides that, upon appropriation by the Legislature, all moneys in the fund shall be paid out by the Treasurer on warrants drawn by the Controller upon order of the board.

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 Public Service Enterprise Fund.

Comments/ Historical Information
Fund abolished effective 01/01/1994: Chapter 54, Statutes of 1993, repealed Section 15398.6.