**Legal Title**
Charter School Revolving Loan Fund

**Legal Citation/Authority**
Chapter 786, Statutes of 1996 (AB 3384) Section 2
Education Code section 41365 (a)

**Fund Classification**

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<td>Governmental/Special Revenue Funds</td>
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**Purpose**
In accordance with Education Code section 41365, the purpose is to loan money to a chartering authority for a charter school or loan directly to a charter school that qualifies to receive funding. These loans shall not exceed $250,000 over the lifetime of the loan.

**Administering Agency/Organization Code**
California School Finance Authority /Org 0985

**Major Revenue Source**
Federal funds, loan repayments, and any other funds appropriated or transferred to the fund through the annual budget process.

**Disposition of Fund (upon abolishment)**
Pursuant to Government Code section 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**
Funds appropriated shall remain available for purposes of the fund until reappropriated or reverted by the Legislature through the annual Budget Act or any other act.

**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 if derived from a Working Capital and Revolving Fund.

**Comments/Historical Information**
Chapter 586, Statutes of 2000 (SB 1759) revised this fund to lengthen the loan repayment time and to add the provision that interest payments are made to the Charter School Security Fund (Fund 8000).
Chapter 48, Statutes of 2013 (AB 86) changed the Administering Agency from the Department of Education/Org 6110 to the California School Finance Authority /Org 0985 effective July 1, 2013.
Chapter 357, Statutes of 2013 (SB 97) added an emergency clause to Education Code section 41365 (h) effective September 26, 2013.