

Department of Finance		Fund: 0827
STATE OF CALIFORNIA MANUAL OF STATE FUNDS		PAGE 1 Renumbered From:
<u>Legal Title</u> Milk Producers Security Trust Fund		
<u>Legal Citation/Authority</u> Chapter 156, Statutes of 1987 Food and Agriculture Code section 62506		
<u>Fund Classification</u> <u>GAAP Basis</u> Governmental/Special Revenue Funds	<u>Fund Classification</u> <u>Legal Basis</u> Nongovernmental/Trust and Agency Funds-- Non-Federal	
<u>Purpose</u> Created as a depository for specified security charges from milk handlers in order to fund the trust fund which would permit milk producers to submit claims for nonpayment, as specified.		
<u>Administering Agency/Organization Code</u> Department of Food and Agriculture/Org 8570		
<u>Major Revenue Source</u> Surety bonds or security charges collected from milk handlers.		
<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.		
<u>Appropriation Authority</u> Section 62569 of the Food and Agriculture Code provides that "any money which is collected by the director pursuant to this chapter shall be deposited in a bank or other depository which is approved by the director. Funds which are so collected are exempt from Section 11270 and 11272 of the Government Code and shall be deposited and disbursed only to pay for milk produced and delivered within this state, which has not been otherwise paid for ...".		
<u>State Appropriations Limit</u> 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 Trust and Agency Fund (Non-Federal).		
<u>Comments/Historical Information</u>		