Legal Title
2002 Charter School Facilities Account, 2002 State School Facilities Fund

Legal Citation/Authority
Chapter 935, Statutes of 2002
Education Code section 17078.52(b)(1)

Fund Classification
GAAP Basis
Governmental/Special Revenue Funds

Legal Basis
Nongovernmental/Working Capital and Revolving Funds

Purpose
Chapter 33, Statutes of 2002 (AB 16) created the 2002 State School Facilities Fund to deposit the proceeds of bonds issued and sold to facilitate the construction, modernization, reconstruction, or alteration of, or addition to, school buildings.

The Charter School Facilities Account was established within the 2002 State School Facilities Fund (6036) to deposit the proceeds from the sale of bonds allocated to this fund, by Fund 6036, for the purpose of providing school facilities funding for charter schools.

Section 17078.52 (d) provides for the transfer of funds within this account, to the California School Finance Authority Fund, for the purposes of this chapter pursuant to the request of the California School Finance Authority (Authority).

Section 17078.54 (e) allows the Authority to charge its administrative costs against the Charter School Facilities Account, subject to the approval of the Department of Finance and which shall not exceed 2.5 percent of the account.

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

Major Revenue Source
Transfer of proceeds from the sale of bonds issued and sold from the 2002 State School Facilities Fund, 6036.

Disposition of Fund (upon abolishment)
Any unencumbered cash balances remaining in this fund after all obligations have been satisfied shall be transferred to the 2002 State School Facilities Fund, 6036.

Appropriation Authority
Notwithstanding Government Code second 13340, the fund is continuously appropriated. However, the support costs of the Authority are appropriated in the annual Budget Act.

State Appropriations Limit
Always Excluded – Revenues in this fund are bond proceeds and therefore are not proceeds of taxes and even after transfer, will never become proceeds of taxes.
Comments/Historical Information
This fund was administratively abolished in accordance with Government Code section 13306(b), effective 02/20/2003. This fund was administratively re-established effective 03/21/03. Administrative correction to reclassify to a nongovernmental cost fund effective 09/23/03. On 10/25/05, administrative correction to change fund classification from a Bond Fund to a Working Capital and Revolving Fund.