

Department of Finance		Fund: 0503a
STATE OF CALIFORNIA MANUAL OF STATE FUNDS		PAGE 1 Renumbered From:
<u>Legal Title</u> California National Guard Members' Farm and Home Building Fund of 1978		
<u>Legal Citation/Authority</u> Chapter 1274, Statutes of 1978 Military and Veterans Code section 270-270.41 and 480-491.2		
<u>Fund Classification</u> <u>GAAP Basis</u> Proprietary/Enterprise Funds	<u>Fund Classification</u> <u>Legal Basis</u> Nongovernmental/Public Service Enterprise Funds	
<u>Purpose</u> This fund was created to provide for farm and home purchase of part-time members of the California National Guard who are enlisted members, warrant officers or commissioned officers of the rank of captain or below and meet specified requirements concerning duration of service. Members who have previously received benefits under the Veterans' Farm and Home Purchase Act of 1943 or the Veterans' Farm and Home Purchase Act of 1974 are not eligible for benefits. No awards are to be made until on or after January 1, 1980. This chapter authorizes the Military Department, with the approval of the California National Guard Finance Committee, to issue up to \$100 million in revenue bonds of which \$75 million are to be used for home loans, \$15 million for farm loans and \$10 million for mobile home loans. In addition, the department is authorized to issue refunding bonds and bond anticipation notes. All proceeds from the sale of these bonds are to be deposited in the California National Guard Members' Farm and Home Building Fund of 1978. The Military Department may purchase homes, mobile homes or farms for qualified active or retired members of the National Guard that meet specified criteria as to the assessed valuation and total purchase price. The department enters into a contract with the member for the sale of the property to the member. The terms of the sales contract shall not exceed 40 years for farm and home purchases or 25 years for mobile homes. After the provisions of the sales contract have been met, title to the property is to be transferred to the member. The Military Department may assign, through a contract or interagency agreement, any of these functions to the Department of Veterans Affairs or the California Housing Finance Agency after 90 days notice to the Joint Legislative Budget Committee. Chapter 1274, Statutes of 1978, also established a National Guard Members' Revenue Bond Revenue Account in the fund. All revenues are to be deposited in this account and shall be pledged first to the payment of principal and interest on the revenue bonds. The resolution of issuance may also provide for the creation of any other funds or accounts as may be necessary or desirable for the payment or further security of revenue bonds. In addition to farm and home purchases, the fund is also available for the payment of costs of the Military Department or the State Treasurer in carrying out the provisions of this law.		

Administering Agency/Organization Code

Department of Veterans' Affairs/Org 8950

Major Revenue Source

Proceeds from the sale of revenue bonds.

Repayments from National Guard members of principal and interest from sales agreements between the department and the members.

Disposition of Fund (upon abolishment)

Purchase of farms, homes and mobile homes.

Administrative costs of the Military Department and the State Treasurer.

Appropriation Authority

Section 485 of the Military and Veterans Code provides that money may be withdrawn from the fund "...for the purpose of carrying out the California National Guard Members' Farm and Home Purchase Act of 1978."

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 for a Non Governmental Cost Fund (Public Services Enterprise Fund) used to purchase homes for California National Guard Members.

Comments/Historical Information

This fund was abolished pursuant to Government Code section 13306 (b), effective 4/30/13.