

Department of Finance		Fund: 3033
STATE OF CALIFORNIA MANUAL OF STATE FUNDS		PAGE 1 Renumbered From:
<u>Legal Title</u> California Memorial Scholarship Fund		
<u>Legal Citation/Authority</u> Chapter 618, Statutes of 2010 (AB 2791) Vehicle Code section 5066(c)(2)		
<u>Fund Classification</u> <u>GAAP Basis</u> Governmental/Special Revenue Funds	<u>Fund Classification</u> <u>Legal Basis</u> Governmental/Other Governmental Cost Funds	
<p><u>Purpose</u> Chapter 38, Statutes of 2002 created the California Memorial Scholarship Program to provide scholarships for the surviving dependents of California residents killed in the terrorist attacks of September 11, 2001. The program is to be funded by the California Memorial Scholarship Fund (Fund).</p> <p>When a participation agreement is executed pursuant to Education Code Section 70011, the Scholarshare Investment Board (Board) will establish an account within the Fund for the benefit of a person eligible for the program. The total amount of money in the Fund will, at all times, be evenly divided among the accounts until the Board has transferred \$5,000 from the Fund into each account. A participant or other entity may also deposit funds into an account, not to count towards the \$5,000 limit.</p> <p>Once each account balance reaches \$5,000, all revenues remaining in the Fund will be deposited into the Antiterrorism Fund (3034). The Department of Motor Vehicles will deposit the additional revenue derived from the issuance, renewal, transfer, and substitution of the California memorial license plates as follows:</p> <ul style="list-style-type: none"> • 85% in the Antiterrorism Fund (3034) • 15% in the California Memorial Scholarship Fund <p>The Board will establish within the Fund an administrative account in which, the amount deposited may not exceed five percent of the total amount of money in the Fund.</p> <p>This act is an urgency statute necessary for the immediate preservation of the public peace, health, or safety within the meaning of Article IV of the Constitution and will go into immediate effect.</p>		
<u>Administering Agency/Organization Code</u> Scholarshare Investment Board/ Org 0954		
<u>Major Revenue Source</u> Proceeds from the sale of California memorial license plates.		

Disposition of Fund (upon abolishment)

Education Code section 70011 (b) states: "A participation agreement shall specify that any moneys remaining in an account after the 30th birthday of the participant, or 10 years after the date of the execution of the participation agreement, whichever occurs last, shall revert to the Antiterrorism Fund."

Appropriation Authority

Education Code section 70010.7 (d) states: "No moneys from the fund may be encumbered, and no distribution may be made from any account in the fund, unless and until an appropriation authorizing that encumbrance or distribution is made in the annual Budget Act or in another statute."

State Appropriations Limit

Excluded – Revenues in this fund are not the proceeds of taxes, however, when transferred may become proceeds of taxes.

Comments/Historical Information

Chapter 38, Statutes of 2002 created this fund.