

### 0954 Scholarshare Investment Board

The ScholarShare Investment Board is the administrator for the Golden State ScholarShare College Savings Trust Program (ScholarShare), the Governor's Scholarship Program (GSP) and the California Memorial Scholarship Program (CMS). These programs encourage California citizens to pursue higher education by making education more affordable. ScholarShare encourages families to save for higher education costs, while GSP granted scholarships to students for use at eligible higher education institutions. CMS provided scholarships to surviving dependents of California residents killed in the terrorist attacks on September 11, 2001.

#### 3-YR EXPENDITURES AND POSITIONS (Summary of Program Requirements)

	Positions			Expenditures		
	2007-08	2008-09	2009-10	2007-08*	2008-09*	2009-10*
10 Golden State Scholarshare Trust Program	6.7	6.0	9.0	\$1,238	\$1,370	\$2,440
20 Governor's Scholarship Program	1.0	1.0	1.0	713	844	695
<b>TOTALS, POSITIONS AND EXPENDITURES (All Programs)</b>	<b>7.7</b>	<b>7.0</b>	<b>10.0</b>	<b>\$1,951</b>	<b>\$2,214</b>	<b>\$3,135</b>
<b>FUNDING</b>				<b>2007-08*</b>	<b>2008-09*</b>	<b>2009-10*</b>
0001 General Fund				\$713	\$844	\$695
0564 Scholarshare Administrative Fund				1,238	1,370	2,440
<b>TOTALS, EXPENDITURES, ALL FUNDS</b>				<b>\$1,951</b>	<b>\$2,214</b>	<b>\$3,135</b>

#### LEGAL CITATIONS AND AUTHORITY

##### PROGRAM AUTHORITY

10-Golden State ScholarShare College Savings Trust Program:

Education Code Sections 69980 to 69994.

20-Governor's Scholarship Program:

Education Code Sections 69999.6 to 69999.8.

30-California Memorial Scholarship Program:

Education Code Sections 70010 to 70011.9, and Vehicle Code Section 5066.

#### MAJOR PROGRAM CHANGES

- The Budget proposes \$1.1 million from the Scholarshare Administrative Fund to initiate a new outreach and public education program focused on young families and state employees that promotes systemic saving for college through the Golden State Scholarshare College Savings Trust Program.

#### DETAILED BUDGET ADJUSTMENTS

	2008-09*			2009-10*		
	General Fund	Other Funds	Positions	General Fund	Other Funds	Positions
<b>Workload Budget Adjustments</b>						
<b>Other Workload Budget Adjustments</b>						
• Price Increase	\$-	\$-	-	\$28	\$27	-
• Decrease Funding for Pro Rata	-	-	-	-	-15	-
• Employee Benefits Adjustment	-	1	-	-	2	-
• Align Appropriation For the Governor's Scholarship Program With Actual Costs	-103	-	-	-280	-	-
<b>Totals, Other Workload Budget Adjustments</b>	<b>-\$103</b>	<b>\$1</b>	<b>-</b>	<b>-\$252</b>	<b>\$14</b>	<b>-</b>
<b>Totals, Workload Budget Adjustments</b>	<b>-\$103</b>	<b>\$1</b>	<b>-</b>	<b>-\$252</b>	<b>\$14</b>	<b>-</b>
<b>Policy Adjustments</b>						
• Establish a Comprehensive Outreach and Public Education Program	\$-	\$-	-	\$-	\$1,057	3.0
<b>Totals, Policy Adjustments</b>	<b>\$-</b>	<b>\$-</b>	<b>-</b>	<b>\$-</b>	<b>\$1,057</b>	<b>3.0</b>
<b>Totals, Budget Adjustments</b>	<b>-\$103</b>	<b>\$1</b>	<b>-</b>	<b>-\$252</b>	<b>\$1,071</b>	<b>3.0</b>

\* Dollars in thousands

## 0954 Scholarshare Investment Board - Continued

### PROGRAM DESCRIPTIONS (Program Objectives Statement)

#### 10 - GOLDEN STATE SCHOLARSHARE COLLEGE SAVINGS TRUST PROGRAM

The Golden State ScholarShare College Savings Trust Program is a state-sponsored 529 college savings program set up for the purpose of helping families save for higher education costs. Funds placed in the trust receive tax benefits and are used for qualified higher education expenses, such as tuition, fees, supplies, books, and certain room and board expenses.

#### 20 - GOVERNOR'S SCHOLARSHIP PROGRAM

The Governor's Scholarship Program (GSP) rewarded public school students who demonstrated high academic achievement with scholarships. Students received a \$1,000 Governor's Scholars Award if they had earned scores on certain standardized tests in the years 2000, 2001 or 2002 that placed them: (1) in the top five percent of public school students statewide in their grade, or (2) in the top ten percent of students within their comprehensive public school in their grade. Students could also have earned a supplemental \$2,500 Governor's Distinguished Mathematics and Science Scholars Award when they attained specific scores on particular Advanced Placement or International Baccalaureate exams administered before December 31, 2002. GSP was made inoperative and repealed in fiscal year 2002-03; however, the ScholarShare Investment Board continues to administer 2000, 2001 and 2002 awards.

#### 30 - CALIFORNIA MEMORIAL SCHOLARSHIP PROGRAM

The California Memorial Scholarship Program provided scholarships to surviving dependents of California residents killed as a result of the terrorist attacks on September 11, 2001. These scholarships are used to defray higher education costs and were funded by California vehicle owners who purchase a special California memorial license plate.

### DETAILED EXPENDITURES BY PROGRAM (Program Budget Detail)

		2007-08*	2008-09*	2009-10*
<b>PROGRAM REQUIREMENTS</b>				
<b>10</b>	<b>GOLDEN STATE SCHOLARSHARE TRUST PROGRAM</b>			
	State Operations:			
0564	Scholarshare Administrative Fund	\$1,238	\$1,370	\$2,440
	<b>Totals, State Operations</b>	<b>\$1,238</b>	<b>\$1,370</b>	<b>\$2,440</b>
<b>PROGRAM REQUIREMENTS</b>				
<b>20</b>	<b>GOVERNOR'S SCHOLARSHIP PROGRAM</b>			
	State Operations:			
0001	General Fund	\$713	\$844	\$695
	<b>Totals, State Operations</b>	<b>\$713</b>	<b>\$844</b>	<b>\$695</b>
<b>TOTALS, EXPENDITURES</b>				
	State Operations	1,951	2,214	3,135
	<b>Totals, Expenditures</b>	<b>\$1,951</b>	<b>\$2,214</b>	<b>\$3,135</b>

### EXPENDITURES BY CATEGORY (Summary By Object)

	1 State Operations			Expenditures		
	2007-08	2008-09	2009-10	2007-08*	2008-09*	2009-10*
<b>PERSONAL SERVICES</b>						
Authorized Positions (Equals Sch. 7A)	7.7	7.0	7.0	\$411	\$456	\$438
Total Adjustments	-	-	3.0	-	-	175
<b>Net Totals, Salaries and Wages</b>	<b>7.7</b>	<b>7.0</b>	<b>10.0</b>	<b>\$411</b>	<b>\$456</b>	<b>\$613</b>
Staff Benefits	-	-	-	135	113	167
<b>Totals, Personal Services</b>	<b>7.7</b>	<b>7.0</b>	<b>10.0</b>	<b>\$546</b>	<b>\$569</b>	<b>\$780</b>
<b>OPERATING EXPENSES AND EQUIPMENT</b>				<b>\$1,405</b>	<b>\$1,645</b>	<b>\$2,355</b>
<b>TOTALS, POSITIONS AND EXPENDITURES, ALL FUNDS (State Operations)</b>				<b>\$1,951</b>	<b>\$2,214</b>	<b>\$3,135</b>

\* Dollars in thousands

## 0954 Scholarshare Investment Board - Continued

## DETAIL OF APPROPRIATIONS AND ADJUSTMENTS (Reconciliation with Appropriations)

1 STATE OPERATIONS	2007-08*	2008-09*	2009-10*
<b>0001 General Fund</b>			
APPROPRIATIONS			
001 Budget Act appropriation	\$1,048	\$947	\$695
Allocation for employee compensation	2	-	-
Adjustment per Section 4.04	-22	-	-
<b>Totals Available</b>	<b>\$1,028</b>	<b>\$947</b>	<b>\$695</b>
Unexpended balance, estimated savings	-315	-103	-
<b>TOTALS, EXPENDITURES</b>	<b>\$713</b>	<b>\$844</b>	<b>\$695</b>
<b>0564 Scholarshare Administrative Fund</b>			
APPROPRIATIONS			
001 Budget Act appropriation	\$1,331	\$1,369	\$2,440
Allocation for employee compensation	15	1	-
Adjustment per Section 3.60	-1	-	-
<b>Totals Available</b>	<b>\$1,345</b>	<b>\$1,370</b>	<b>\$2,440</b>
Unexpended balance, estimated savings	-107	-	-
<b>TOTALS, EXPENDITURES</b>	<b>\$1,238</b>	<b>\$1,370</b>	<b>\$2,440</b>
<b>3033 California Memorial Scholarship Fund</b>			
APPROPRIATIONS			
Prior year balances available:			
Chapter 677, Statutes of 2005	\$30	\$30	\$30
<b>Totals Available</b>	<b>\$30</b>	<b>\$30</b>	<b>\$30</b>
Balance available in subsequent years	-30	-30	-30
<b>TOTALS, EXPENDITURES</b>	<b>\$-</b>	<b>\$-</b>	<b>\$-</b>
<b>TOTALS, EXPENDITURES, ALL FUNDS (State Operations)</b>	<b>\$1,951</b>	<b>\$2,214</b>	<b>\$3,135</b>

## FUND CONDITION STATEMENTS

	2007-08*	2008-09*	2009-10*
<b>3033 California Memorial Scholarship Fund<sup>s</sup></b>			
BEGINNING BALANCE	\$43	\$40	\$40
Prior year adjustments	-3	-	-
Adjusted Beginning Balance	\$40	\$40	\$40
FUND BALANCE	\$40	\$40	\$40
Reserve for economic uncertainties	40	40	40

\* Dollars in thousands