

0954 Scholarshare Investment Board

The ScholarShare Investment Board administers the Golden State ScholarShare College Savings Trust Program (ScholarShare), the Governor's Scholarship Programs (GSP) and the California Memorial Scholarship Program (CMS). These programs encourage Californians to save for college and pursue higher education goals. ScholarShare is a way for families to save for higher education costs utilizing a tax-advantaged 529 college savings plan. GSP granted academic achievement-based scholarships to students for use at eligible higher education institutions. CMS provided scholarships to surviving dependents of California residents killed in the terrorist attacks of September 11, 2001.

3-YR EXPENDITURES AND PERSONNEL YEARS

| | Personnel Years | | | Expenditures | | |
|--|-----------------|-------------|-------------|-----------------|-----------------|-----------------|
| | 2010-11 | 2011-12 | 2012-13 | 2010-11* | 2011-12* | 2012-13* |
| 10 Golden State Scholarshare Trust Program | 7.8 | 9.0 | 9.0 | \$2,128 | \$2,444 | \$2,432 |
| 20 Governor's Scholarship Program | 1.0 | 1.0 | 1.0 | 479 | 427 | 391 |
| TOTALS, POSITIONS AND EXPENDITURES (All Programs) | 8.8 | 10.0 | 10.0 | \$2,607 | \$2,871 | \$2,823 |
| FUNDING | | | | 2010-11* | 2011-12* | 2012-13* |
| 0001 General Fund | | | | \$479 | \$427 | \$391 |
| 0564 Scholarshare Administrative Fund | | | | 2,128 | 2,444 | 2,432 |
| TOTALS, EXPENDITURES, ALL FUNDS | | | | \$2,607 | \$2,871 | \$2,823 |

LEGAL CITATIONS AND AUTHORITY

PROGRAM AUTHORITY

10-Golden State ScholarShare College Savings Trust Program:

Education Code Sections 69980 to 69994.

20-Governor's Scholarship Programs:

Education Code Sections 69999.6 to 69999.8.

30-California Memorial Scholarship Programs:

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

DETAILED BUDGET ADJUSTMENTS

| | 2011-12* | | | 2012-13* | | |
|--|--------------|--------------|-----------------|--------------|--------------|-----------------|
| | General Fund | Other Funds | Personnel Years | General Fund | Other Funds | Personnel Years |
| Workload Budget Adjustments | | | | | | |
| Other Workload Budget Adjustments | | | | | | |
| • Employee Compensation Adjustment | -\$1 | -\$10 | - | \$- | \$- | - |
| • Retirement Rate Adjustment | 1 | 8 | - | 1 | 8 | - |
| • Operational Efficiencies Adjustment | -13 | -14 | - | -13 | -14 | - |
| • Pro Rata Adjustment (Special Fund Cost Recovery) | - | - | - | - | -23 | - |
| • Health Care Adjustment | - | 2 | - | - | 3 | - |
| • Align Governor's Scholarship Program Appropriation with Expected Costs | - | - | - | -37 | - | - |
| Totals, Other Workload Budget Adjustments | -\$13 | -\$14 | - | -\$49 | -\$26 | - |
| Totals, Workload Budget Adjustments | -\$13 | -\$14 | - | -\$49 | -\$26 | - |
| Totals, Budget Adjustments | -\$13 | -\$14 | - | -\$49 | -\$26 | - |

PROGRAM DESCRIPTIONS

10 - GOLDEN STATE SCHOLARSHARE COLLEGE SAVINGS TRUST PROGRAM

The Golden State ScholarShare College Savings Trust Program is California's state-sponsored 529 college savings plan established for the purpose of helping families save for higher education costs. Funds invested receive tax benefits when used for qualified higher education expenses (such as tuition, fees, supplies, books, and certain room and board expenses)

* Dollars in thousands, except in Salary Range.

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at eligible educational institutions.

20 - GOVERNOR'S SCHOLARSHIP PROGRAMS

The Governor's Scholarship Programs (GSP) rewarded public school students who demonstrated high academic achievement with scholarships. Students may have earned multiple \$1,000 Governor's Scholars Awards and a one-time \$2,500 Governor's Distinguished Mathematics and Science Scholars Award for scores attained on specific exams taken in 2000, 2001, and 2002. GSP was made inoperative and repealed in fiscal year 2002-03; however, the ScholarShare Investment Board continues to administer scholarship accounts for awards earned in 2000, 2001, and 2002.

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 of September 11, 2001. These scholarships are used to defray higher education costs and were funded through the sales of memorial license plates.

DETAILED EXPENDITURES BY PROGRAM

| | | 2010-11* | 2011-12* | 2012-13* |
|---------------------------------|--|----------------|----------------|----------------|
| PROGRAM REQUIREMENTS | | | | |
| 10 | GOLDEN STATE SCHOLARSHARE TRUST PROGRAM | | | |
| State Operations: | | | | |
| 0564 | Scholarshare Administrative Fund | \$2,128 | \$2,444 | \$2,432 |
| Totals, State Operations | | \$2,128 | \$2,444 | \$2,432 |
| PROGRAM REQUIREMENTS | | | | |
| 20 | GOVERNOR'S SCHOLARSHIP PROGRAM | | | |
| State Operations: | | | | |
| 0001 | General Fund | \$479 | \$427 | \$391 |
| Totals, State Operations | | \$479 | \$427 | \$391 |
| TOTALS, EXPENDITURES | | | | |
| State Operations | | 2,607 | 2,871 | 2,823 |
| Totals, Expenditures | | \$2,607 | \$2,871 | \$2,823 |

EXPENDITURES BY CATEGORY

| | 1 State Operations | Positions/Personnel Years | | | Expenditures | | |
|---|---------------------------------------|---------------------------|-------------|-------------|----------------|----------------|----------------|
| | | 2010-11 | 2011-12 | 2012-13 | 2010-11* | 2011-12* | 2012-13* |
| PERSONAL SERVICES | | | | | | | |
| | Authorized Positions (Equals Sch. 7A) | 8.8 | 10.0 | 10.0 | \$546 | \$562 | \$585 |
| | Net Totals, Salaries and Wages | 8.8 | 10.0 | 10.0 | \$546 | \$562 | \$585 |
| | Staff Benefits | - | - | - | 206 | 212 | 220 |
| | Totals, Personal Services | 8.8 | 10.0 | 10.0 | \$752 | \$774 | \$805 |
| OPERATING EXPENSES AND EQUIPMENT | | | | | | | |
| | | | | | \$1,855 | \$2,097 | \$2,018 |
| TOTALS, POSITIONS AND EXPENDITURES, ALL FUNDS (State Operations) | | | | | \$2,607 | \$2,871 | \$2,823 |

DETAIL OF APPROPRIATIONS AND ADJUSTMENTS

| 1 STATE OPERATIONS | | 2010-11* | 2011-12* | 2012-13* |
|--------------------|--------------------------------|----------|----------|----------|
| 0001 General Fund | | | | |
| APPROPRIATIONS | | | | |
| 001 | Budget Act appropriation | \$497 | \$440 | \$391 |
| | Adjustment per Section 3.60 | 2 | 1 | - |
| | Adjustment per Section 3.90 | -4 | -1 | - |
| | Adjustment per Section 3.90(b) | -1 | - | - |

* Dollars in thousands, except in Salary Range.

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| 1 STATE OPERATIONS | 2010-11* | 2011-12* | 2012-13* |
|---|-----------------|-----------------|-----------------|
| Adjustment per Section 3.91 | -8 | - | - |
| Adjustment per Section 3.91 (b) Operational Efficiency Plan | - | -13 | - |
| Totals Available | \$486 | \$427 | \$391 |
| Unexpended balance, estimated savings | -7 | - | - |
| TOTALS, EXPENDITURES | \$479 | \$427 | \$391 |
| 0564 Scholarshare Administrative Fund | | | |
| APPROPRIATIONS | | | |
| 001 Budget Act appropriation | \$2,496 | \$2,458 | \$2,432 |
| Allocation for employee compensation | 3 | 2 | - |
| Adjustment per Section 3.60 | 15 | 8 | - |
| Adjustment per Section 3.90 | -32 | -10 | - |
| Adjustment per Section 3.91 | -35 | - | - |
| Adjustment per Section 3.91 (b) Operational Efficiency Plan | - | -14 | - |
| Totals Available | \$2,447 | \$2,444 | \$2,432 |
| Unexpended balance, estimated savings | -319 | - | - |
| TOTALS, EXPENDITURES | \$2,128 | \$2,444 | \$2,432 |
| 3033 California Memorial Scholarship Fund | | | |
| APPROPRIATIONS | | | |
| Prior year balances available: | | | |
| Chapter 677, Statutes of 2005 | \$30 | \$30 | \$30 |
| Totals Available | \$30 | \$30 | \$30 |
| Balance available in subsequent years | -30 | -30 | -30 |
| TOTALS, EXPENDITURES | \$- | \$- | \$- |
| TOTALS, EXPENDITURES, ALL FUNDS (State Operations) | \$2,607 | \$2,871 | \$2,823 |

FUND CONDITION STATEMENTS

| | 2010-11* | 2011-12* | 2012-13* |
|---|-----------------|-----------------|-----------------|
| 3033 California Memorial Scholarship Fund ^s | | | |
| BEGINNING BALANCE | \$39 | \$39 | \$39 |
| FUND BALANCE | \$39 | \$39 | \$39 |
| Reserve for economic uncertainties | 39 | 39 | 39 |

* Dollars in thousands, except in Salary Range.