



BILL LOCKYER
TREASURER
STATE OF CALIFORNIA

September 3, 2014

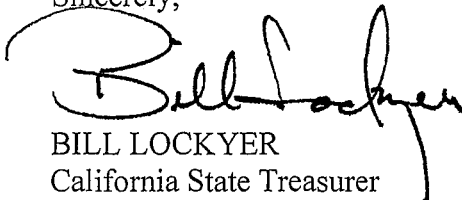
Honorable Edmund G. Brown Jr.
Governor of the State of California
State Capitol
Sacramento, CA 95814

Re: Financial Data Report for FY 2012-13 and FY 2013-14

Dear Governor Brown:

Enclosed please find a financial data report, as required by Government Code Section 12329, for fiscal years 2012-13 and 2013-14. Included in the report is the exact balance in the State's Treasury and a summary of the receipts and payments of the Treasury from July 1, 2012 through June 30, 2014. Also included is information regarding investment earnings and transactions, as well as the State's General Fund-supported debt for the same period.

Sincerely,

A handwritten signature in black ink, appearing to read "Bill Lockyer", is written over the typed name and title.

BILL LOCKYER
California State Treasurer

Enclosure

**CALIFORNIA STATE TREASURER'S OFFICE
FINANCIAL DATA
FISCAL YEARS 2012-13 AND 2013-14**



**BILL LOCKYER
CALIFORNIA STATE TREASURER**

INTRODUCTION

This report for fiscal years 2012-13 and 2013-14 is submitted in accordance with Government Code Section 12329. The statute provides, "On or before the fifteenth day of September in each even-numbered year, the Treasurer shall report to the Governor the exact balance in the treasury to the credit of the State, and a summary of the receipts and payments of the treasury during the two preceding fiscal years."

Copies of the report may be obtained from the State Treasurer's website at <http://www.treasurer.ca.gov/publications/index.asp>, or by written request to the address below:

State Treasurer's Office
915 Capitol Mall, Room 110
Sacramento, CA 95814

TREASURY ASSET BALANCE

The asset balance in the State Treasury to the credit of the State totaled \$60.84 billion on June 30, 2013 and \$66.72 billion on June 30, 2014.

State of California Treasury Assets* (\$ thousands)		
<u>Cash Group</u>	<u>June 30, 2013</u>	<u>June 30, 2014</u>
Demand Deposits	\$1,982,524	\$1,821,209
Fiscal Agent and Custodial Deposits	58,176	49,736
Accounts Receivable	598	681
Pooled Money Investment Account		
Time Deposits	4,474,640	4,790,140
Securities	54,041,370*	59,741,775*
Loans	287,302	314,254
PMIA Total	<u>58,803,312</u>	<u>64,846,169</u>
TOTAL	\$60,844,610	\$66,717,795

* Premium/discount amortization posted on June 30.

CASH RECEIPTS AND DISBURSEMENTS

The cash receipts deposited through the centralized State Treasury totaled approximately \$1.11 trillion during fiscal year 2012-13 and \$1.16 trillion during fiscal year 2013-14. Disbursements totaled approximately \$1.11 trillion during fiscal year 2012-13 and \$1.16 trillion during fiscal year 2013-14.

State of California		
Fiscal Year 2012–13 Quarterly Cash Receipts and Disbursements*		
(\$ thousands)		
	<u>Receipts</u>	<u>Disbursements</u>
July 2012 – September 2012	\$223,180,780	\$223,573,545
October 2012 – December 2012	296,896,744	296,627,272
January 2013 – March 2013	271,492,781	272,135,064
April 2013 – June 2013	319,858,572	318,923,871
TOTAL	\$1,111,428,877	\$1,111,259,752

State of California		
Fiscal Year 2013–14 Quarterly Cash Receipts and Disbursements*		
(\$ thousands)		
	<u>Receipts</u>	<u>Disbursements</u>
July 2013 – September 2013	\$278,149,398	\$278,603,968
October 2013 – December 2013	313,207,967	313,191,136
January 2014 – March 2014	317,325,337	316,981,907
April 2014 – June 2014	256,154,866	255,942,384
TOTAL	\$1,164,837,568	\$1,164,719,394

* Details may not add to totals due to rounding.

INVESTMENTS

The investment earnings of the Pooled Money Investment Account (PMIA) for fiscal years 2012-13 and 2013-14 totaled \$324.48 million.

During fiscal year 2012-13, PMIA investment activity involved 5,859 transactions, totaling \$261.39 billion. The table below provides a breakdown of the PMIA portfolio holdings as of June 30, 2013.

State of California Pooled Money Investment Account Portfolio* As of June 30, 2013 (\$ thousands)		
<u>Security Type</u>	<u>Principal Amount</u>	<u>Percent of Portfolio</u>
Governments		
Bills	\$18,019,781	30.65%
Bonds	0	0.00%
Notes	17,866,552	30.38%
Strips	0	0.00%
Total Governments	\$35,886,333	61.03%
Federal Agency Debentures	\$1,789,879	3.05%
Certificates of Deposit	9,270,129	15.76%
Bank Notes	0	0.00%
Bankers' Acceptances	0	0.00%
Repurchases	0	0.00%
Federal Agency Discount Notes	2,248,563	3.82%
Time Deposits	4,474,640	7.61%
GNMAs	0	0.00%
Commercial Paper	4,253,843	7.23%
FHLMC/Remics	192,641	0.33%
Corporate Bonds	0	0.00%
AB 55 Loans	287,302	0.49%
General Fund Loans	0	0.00%
Other	399,982	0.68%
Reversed Repurchases	0	0.00%
TOTAL (All Types)	\$58,803,312	100.00%

*Details may not add to totals due to rounding.

INVESTMENTS (CONTINUED)

During fiscal year 2013-14, PMIA investment activity involved 5,808 transactions, totaling \$259.64 billion. The table below provides a breakdown of the PMIA portfolio holdings as of June 30, 2014.

State of California Pooled Money Investment Account Portfolio* As of June 30, 2014 (\$ thousands)		
<u>Security Type</u>	<u>Principal Amount</u>	<u>Percent of Portfolio</u>
Government		
Bills	\$13,136,457	20.26%
Bonds	0	0.00%
Notes	21,765,761	33.56%
Strips	0	0.00%
Total Government	\$34,902,218	53.82%
Federal Agency Debentures	\$2,526,536	3.90%
Certificates of Deposit	12,000,093	18.51%
Bank Notes	600,000	0.93%
Bankers' Acceptances	0	0.00%
Repurchases	0	0.00%
Federal Agency Discount Notes	2,744,171	4.23%
Time Deposits	4,790,140	7.39%
GNMAs	0	0.00%
Commercial Paper	6,697,400	10.33%
FHLMC/Remics	121,440	0.18%
Corporate Bonds	0	0.00%
AB 55 Loans	314,254	0.48%
General Fund Loans	0	0.00%
Other	149,917	0.23%
Reversed Repurchases	0	0.00%
TOTAL (All Types)	\$64,846,169	100.00%

* Details may not add to totals due to rounding.

The Treasurer continues to seek investment opportunities that promote the California economy. For example, by increasing investments with California financial institutions through the Time Deposit Program, the State fosters home and business financing throughout California. Time deposits averaged \$4.34 billion in fiscal year 2012-13 and \$4.52 billion in fiscal year 2013-14.

GENERAL FUND SUPPORTED DEBT OUTSTANDING

As of June 30, 2014, the State had \$87.56 billion of outstanding General Fund-supported debt. This consisted of \$76.29 billion of general obligation bonds and commercial paper and \$11.27 billion of lease revenue bonds. Details of the total June 30, 2013 and June 30, 2014 outstanding General Fund-supported debt appear in the table below.

State of California		
General Fund Supported Debt Outstanding*		
(\$ thousands)		
	<u>June 30, 2013</u>	<u>June 30, 2014</u>
<u>General Obligation (GO) Non-Self Liquidating</u>		
Children's Hospital	\$1,204,155	\$1,235,790
Clean Water & Disaster Preparation	13,686,720	13,467,380
Higher Education	9,287,975	9,274,440
Housing	3,028,345	2,520,540
K-12 Education	31,600,285	31,263,230
Stem Cell	1,349,170	1,533,025
Transportation & Clean Air	12,870,560	15,186,620
Other	1,939,115	1,810,790
Total GO (Non-Self Liquidating)	\$74,966,325	\$76,291,815
<u>Lease Debt</u>		
Community Colleges	\$357,305	\$311,335
Department of Corrections and Rehabilitation	3,183,605	4,254,765
Regents of the University of California	2,406,740	0
Trustees of the California State University	991,455	1,101,890
Various State Office Buildings	4,466,905	5,229,825
Other State Facilities Lease-Revenue Issues	416,130	368,425
Total Lease Debt	\$11,822,140	\$11,266,240
TOTAL GENERAL FUND SUPPORTED DEBT	\$86,788,465	\$87,558,055

*Outstanding amount includes commercial paper outstanding and the initial value of capital appreciation bonds.

GENERAL FUND-SUPPORTED DEBT SOLD

Since June 30, 2012, the State Treasurer sold approximately \$17.62 billion of General Fund-supported debt. This figure is comprised of general obligation bonds lease revenue bonds. The total amount of General Fund-supported debt sold was \$9.32 billion in fiscal year 2012-13 and \$8.30 billion in fiscal year 2013-14.

State of California
General Fund-Supported Debt Sold
(\$ thousands)

	<u>June 30, 2013</u>	<u>June 30, 2014</u>
<u>General Obligation (GO) Non-Self Liquidating</u>		
Repayment of Construction Loan Advances	\$135,520	\$1,096,425
Natural Resources & Environment	0	147,585
Transportation	2,225,970	1,971,600
K-12 Education	836,985	286,380
Higher Education	187,435	196,050
Housing	0	50,000
Children's Hospital	0	0
Refundings	4,259,260	2,077,330
Stem Cell	0	80,000
Public Safety	0	0
Total GO (Non-Self Liquidating)	\$7,645,170	\$5,905,370
<u>Lease Debt</u>		
Community Colleges	\$0	\$0
Department of Corrections and Rehabilitation	194,005	1,244,240
Regents of the University of California	77,370	0
Trustees of the California State University	167,045	163,310
Various State Office Buildings	735,775	886,170
Refunding – Dept. of Corrections and Rehabilitation	65,485	0
Refunding – Regents of the University of California	91,715	0
Refunding – Various State Office Buildings	346,735	0
Refunding – Other State Facilities Lease-Revenue Issues	0	97,410
Total Lease Debt	\$1,678,130	\$2,391,130
TOTAL GENERAL FUND-SUPPORTED DEBT	\$9,323,300	\$8,296,500