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| Department of Finance<br><br><b>STATE OF CALIFORNIA<br/>MANUAL OF STATE FUNDS</b>                                                                                                                                                                                                                                                                                                                                                                                            |  | <b>Fund: 3399</b><br><br><b>PAGE 1</b><br>Renumbered<br>From:                                                   |
| <b><u>Legal Title</u></b><br>Better for Families Tax Refund Fund                                                                                                                                                                                                                                                                                                                                                                                                             |  |                                                                                                                 |
| <b><u>Legal Citation/Authority</u></b><br>Chapter 51, Statutes of 2022 (AB 192)<br>Welfare and Institutions Code 8162 (a)                                                                                                                                                                                                                                                                                                                                                    |  |                                                                                                                 |
| <b><u>Fund Classification</u></b><br><br><b><u>GAAP Basis</u></b><br>Governmental/General Fund                                                                                                                                                                                                                                                                                                                                                                               |  | <b><u>Fund Classification</u></b><br><br><b><u>Legal Basis</u></b><br>Governmental/Other Governmental Cost Fund |
| <b><u>Purpose</u></b><br>Money in the fund will be used to make a one-time payment under the Better for Families Act, to qualified recipients, as defined, an applicable amount based on income thresholds, to be paid in the form and manner the Franchise Tax Board determines.                                                                                                                                                                                            |  |                                                                                                                 |
| <b><u>Administering Agency/Organization Code</u></b><br>Franchise Tax Board/7730                                                                                                                                                                                                                                                                                                                                                                                             |  |                                                                                                                 |
| <b><u>Major Revenue Source</u></b><br>Transfer from the General Fund of an amount not in excess of the amount appropriated to make the required payments.                                                                                                                                                                                                                                                                                                                    |  |                                                                                                                 |
| <b><u>Disposition of Fund (upon abolishment)</u></b><br>Pursuant to Welfare and Institutions Code section 8162 (d), any unused money remaining in the fund shall be transferred to the General Fund by June 1, 2024.                                                                                                                                                                                                                                                         |  |                                                                                                                 |
| <b><u>Appropriation Authority</u></b><br>Continuously appropriated without regard to fiscal year, to the Franchise Tax Board for the purpose of making the authorized payments.                                                                                                                                                                                                                                                                                              |  |                                                                                                                 |
| <b><u>State Appropriations Limit</u></b><br><b>Always Excluded</b> – 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 a transfer from the General Fund that has already been counted and should not be double counted.                                                                                                                                                        |  |                                                                                                                 |
| <b><u>Comments/Historical Information</u></b><br>July 2022: Returned payments shall be redeposited in the fund. Welfare and Institutions Code section 8163 requires any unexpended or unclaimed balance of the payments issued to be returned to the state upon expiration, and all unused balances to be returned no later than May 31, 2026.<br>February 2025: Updated the GAAP Basis classification from Governmental/Special Revenue Funds to Governmental/General Fund. |  |                                                                                                                 |