

Department of Finance		Fund: 8001
STATE OF CALIFORNIA MANUAL OF STATE FUNDS		PAGE 1 Renumbered From:
<u>Legal Title</u> Teachers' Health Benefits Fund		
<u>Legal Citation/Authority</u> Chapter 803, Statutes of 2001 (SB 501) Education Code section 25930		
<u>Fund Classification</u> <u>GAAP Basis</u> Fiduciary/Pension Trust Funds	<u>Fund Classification</u> <u>Legal Basis</u> Nongovernmental/Retirement Funds	
<u>Purpose</u> To pay the premiums associated with Medicare Part A for members of the Defined Benefit Program who retired prior to January 1, 2001, and meet specified criteria. Premiums will also be paid for certain members who retire on or after January 1, 2001, subject to certain findings by the board based on an actuarial valuation of the payment program, as specified. In addition, \$500,000 was appropriated to the Teachers' Retirement Board for administrative costs associated with this fund.		
<u>Administering Agency/Organization Code</u> State Teachers' Retirement System/Org 7920		
<u>Major Revenue Source</u> Employer contributions (as required pursuant to Education Code section 22950(c)), income on investments, other interest income, income from fees and penalties, premiums paid by the members, donations, legacies, and bequests made to the fund and accepted by the board.		
<u>Disposition of Fund (upon abolishment)</u> Legislation designates the state as custodian of these funds only. Upon abolishment, any balance remaining in this fund would be returned to the contributors.		
<u>Appropriation Authority</u> This fund is continuously appropriated without regard to fiscal year.		
<u>State Appropriations Limit</u> Always Excluded – 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 derived from a Trust and Agency Fund. (Non-Federal)		
<u>Comments/Historical Information</u> Chapter 1032, Statutes of 2000 created the Teachers' Health Benefits Fund. Reclassified on a GAAP basis from Fiduciary Funds/Trust and Agency Funds-Other to Fiduciary/Retirement Funds effective 4/22/2010. Pursuant to the Governor's Reorganization Plan 2, the Administering Agency's Organization Code changed from Org 1920 to Org 7920, effective July 1, 2013.		