



FIONA MA, CPA  
TREASURER  
STATE OF CALIFORNIA

September 15, 2020

The Honorable Gavin Newsom  
Governor of the State of California  
State Capitol  
Sacramento, CA 95814

Re: Financial Data Report for FY 2018-19 and FY 2019-20

Dear Governor Newsom: *Gavin*

Enclosed please find a financial data report, as required by Government Code Section 12329, for fiscal years 2018-19 and 2019-20. The report includes the exact balance in the State's Treasury and a summary of the receipts and payments of the Treasury from July 1, 2018 through June 30, 2020. It also includes information regarding investment earnings and transactions, as well as the State's General Fund-supported debt for the same period.

Sincerely,

*[Signature]*  
FIONA MA, CPA  
California State Treasurer

Enclosure

**CALIFORNIA STATE TREASURER'S OFFICE  
FINANCIAL DATA  
FISCAL YEARS 2018-19 AND 2019-20**



**FIONA MA, CPA  
CALIFORNIA STATE TREASURER**

## **INTRODUCTION**

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This report for fiscal years 2018-19 and 2019-20 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 \$106.0 billion on June 30, 2019 and \$102.4 billion on June 30, 2020.

| State of California                 |                      |                      |
|-------------------------------------|----------------------|----------------------|
| Treasury Assets*                    |                      |                      |
| (\$ in thousands)                   |                      |                      |
| <u>Cash Group</u>                   | <u>June 30, 2019</u> | <u>June 30, 2020</u> |
| Demand Deposits                     | \$178,227            | 1,350,593            |
| Fiscal Agent and Custodial Deposits | 41,074               | 38,651               |
| Accounts Receivable                 | -1                   | 227                  |
| Pooled Money Investment Account     |                      |                      |
| Time Deposits                       | 4,854,740            | 5,488,990            |
| Securities                          | 100,106,052*         | 94,914,166*          |
| Loans                               | 778,773              | 575,596              |
| <b>PMIA Total</b>                   | <u>105,739,565</u>   | <u>100,978,752</u>   |
| <b>TOTAL</b>                        | <b>\$105,958,865</b> | <b>\$102,368,223</b> |

\* Premium/discount amortization posted on June 30th.

## CASH RECEIPTS AND DISBURSEMENTS

The cash receipts deposited through the centralized State Treasury totaled \$1.1 trillion during fiscal year 2018-19 and \$1.3 trillion during fiscal year 2019-20. Disbursements totaled \$1.1 trillion during fiscal year 2018-19 and \$1.3 trillion during fiscal year 2019-20.

| State of California  |                        |                        |
|--|------------------------|------------------------|
| Fiscal Year 2018–19 Quarterly Cash Receipts and Disbursements* |                        |                        |
| (\$ in thousands)  |                        |                        |
|  | <u>Receipts</u>        | <u>Disbursements</u>   |
| July 2018 – September 2018                                     | \$258,384,315          | \$258,490,555          |
| October 2018 – December 2018                                   | 270,041,410            | 270,017,620            |
| January 2019 – March 2019                                      | 290,643,106            | 290,788,797            |
| April 2019 – June 2019   | 317,039,394            | 316,530,301            |
| <b>TOTAL</b>   | <b>\$1,136,108,224</b> | <b>\$1,135,827,272</b> |

  

| State of California  |                        |                        |
|--|------------------------|------------------------|
| Fiscal Year 2019–20 Quarterly Cash Receipts and Disbursements* |                        |                        |
| (\$ in thousands)  |                        |                        |
|  | <u>Receipts</u>        | <u>Disbursements</u>   |
| July 2019 – September 2019                                     | \$299,560,147          | \$299,352,227          |
| October 2019 – December 2019                                   | 287,156,518            | 286,792,988            |
| January 2020 – March 2020                                      | 291,837,494            | 291,581,943            |
| April 2020 – June 2020   | 395,615,821            | 395,000,971            |
| <b>TOTAL</b>   | <b>\$1,274,169,980</b> | <b>\$1,272,728,128</b> |

\* Details may not add to totals due to rounding.

## INVESTMENTS

The investment earnings of the Pooled Money Investment Account (PMIA) for fiscal years 2018-19 and 2019-20 totaled \$3.9 billion.

During fiscal year 2018-19, PMIA investment activity involved 8,364 transactions, totaling \$387.5 billion. The table below provides a breakdown of the PMIA portfolio holdings as of June 30, 2019.

| State of California                        |                         |                             |
|--|-------------------------|-----------------------------|
| Pooled Money Investment Account Portfolio* |                         |                             |
| As of June 30, 2019                        |                         |                             |
| (\$ in thousands)                          |                         |                             |
| <u>Security Type</u>                       | <u>Principal Amount</u> | <u>Percent of Portfolio</u> |
| Governments                                |                         |                             |
| Bills                                      | \$23,918,024            | 22.62%                      |
| Bonds                                      | 0                       | 0.00%                       |
| Notes                                      | 28,035,937              | 26.51%                      |
| Strips                                     | 0                       | 0.00%                       |
| <b>Total Governments</b>                   | <b>\$51,953,961</b>     | <b>49.13%</b>               |
| Agency Debentures                          | \$4,026,531             | 3.82%                       |
| Certificates of Deposit                    | 17,975,000              | 16.99%                      |
| Bank Notes                                 | 600,000                 | 0.57%                       |
| Repurchases                                | 0                       | 0.00%                       |
| Agency Discount Notes                      | 18,590,094              | 17.58%                      |
| Time Deposits                              | 4,854,740               | 4.59%                       |
| GNMAs                                      | 0                       | 0.00%                       |
| Commercial Paper                           | 6,738,625               | 6.37%                       |
| Remics                                     | 21,841                  | 0.02%                       |
| Corporate Bonds                            | 0                       | 0.00%                       |
| AB 55 Loans                                | 778,773                 | 0.74%                       |
| General Fund Loans                         | 0                       | 0.00%                       |
| Other                                      | 200,000                 | 0.19%                       |
| Reversed Repurchases                       | 0                       | 0.00%                       |
| <b>TOTAL (All Types)</b>                   | <b>\$105,739,565</b>    | <b>100.00%</b>              |

\*Details may not add to totals due to rounding.

## INVESTMENTS (CONTINUED)

During fiscal year 2019-20, PMIA investment activity involved 8,689 transactions, totaling \$410.6 billion. The table below provides a breakdown of the PMIA portfolio holdings as of June 30, 2020.

| State of California                        |                         |                             |
|--|-------------------------|-----------------------------|
| Pooled Money Investment Account Portfolio* |                         |                             |
| As of June 30, 2020                        |                         |                             |
| (\$ in thousands)                          |                         |                             |
| <u>Security Type</u>                       | <u>Principal Amount</u> | <u>Percent of Portfolio</u> |
| Government                                 |                         |                             |
| Bills                                      | \$23,981,651            | 23.75%                      |
| Bonds                                      | 0                       | 0.00%                       |
| Notes                                      | 28,916,240              | 28.64%                      |
| Strips                                     | 0                       | 0.00%                       |
| <b>Total Government</b>                    | <b>\$52,897,891</b>     | <b>52.38%</b>               |
| Agency Debentures                          | \$4,208,466             | 4.17%                       |
| Certificates of Deposit                    | 13,200,651              | 13.07%                      |
| Bank Notes                                 | 100,000                 | 0.10%                       |
| Repurchases                                | 0                       | 0.00%                       |
| Agency Discount Notes                      | 16,570,990              | 16.41%                      |
| Time Deposits                              | 5,488,990               | 5.44%                       |
| GNMAs                                      | 0                       | 0.00%                       |
| Commercial Paper                           | 7,719,088               | 7.64%                       |
| Remics                                     | 17,080                  | 0.02%                       |
| Corporate Bonds                            | 0                       | 0.00%                       |
| AB 55 Loans                                | 575,596                 | 0.57%                       |
| General Fund Loans                         | 0                       | 0.00%                       |
| Other                                      | 200,000                 | 0.20%                       |
| Reversed Repurchases                       | 0                       | 0.00%                       |
| <b>TOTAL (All Types)</b>                   | <b>\$100,978,752</b>    | <b>100.00%</b>              |

\* 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 \$4.8 billion in fiscal year 2018-19 and \$5.0 billion in fiscal year 2019-20.

## GENERAL FUND-SUPPORTED DEBT OUTSTANDING

As of June 30, 2020, the State had \$80.4 billion in aggregate principal amount of General Fund-supported debt outstanding, comprised of \$72.0 billion in General Obligation Bonds and Commercial Paper and \$8.5 billion in Lease-Revenue Bonds. Details of the total June 30, 2019 and June 30, 2020 outstanding General Fund-supported debt appear in the table below.

| State of California  |                      |                      |
|--|----------------------|----------------------|
| General Fund-Supported Debt Outstanding*                     |                      |                      |
| (\$ in thousands)  |                      |                      |
|  | <u>June 30, 2019</u> | <u>June 30, 2020</u> |
| <b><u>General Obligation (GO) Non-Self Liquidating**</u></b> |                      |                      |
| Legislative, Judicial, Executive                             | \$0                  | \$2,155              |
| Business, Consumer Services & Housing                        | 1,375,120            | 1,196,175            |
| Transportation   | 20,685,135           | 19,997,185           |
| Natural Resources  | 13,880,815           | 14,230,580           |
| Environmental Protection                                     | 15,340               | 12,720               |
| Health and Human Services                                    | 1,252,400            | 1,299,910            |
| Youth and Adult Correctional                                 | 51,205               | 36,935               |
| K-12 Education   | 26,490,930           | 26,720,635           |
| Higher Education   | 8,840,160            | 8,421,400            |
| General Government   | 60,320               | 50,340               |
| <b>Total GO (Non-Self Liquidating)</b>                       | <b>\$72,651,425</b>  | <b>\$71,968,035</b>  |
| <b><u>Lease Debt</u></b>                                     |                      |                      |
| Board of State and Community Corrections                     | \$75,475             | \$83,420             |
| Community Colleges   | 121,030              | 110,310              |
| Department of Corrections and Rehabilitation                 | 3,918,915            | 3,949,505            |
| Department of Forestry and Fire Protection                   | 177,010              | 181,645              |
| Department of Veterans Affairs                               | 265,075              | 253,040              |
| Department of Developmental Services                         | 94,945               | 90,120               |
| Department of Education                                      | 127,485              | 121,950              |
| Department of General Services                               | 897,060              | 829,070              |
| Department of Public Health                                  | 87,480               | 76,995               |
| Department of State Hospitals                                | 320,940              | 296,795              |
| Judicial Council   | 2,032,905            | 1,954,645            |
| Other State Facilities                                       | 245,075              | 273,185              |
| Trustees of the CA State University                          | 149,180              | 143,410              |
| Non-State Public Works Board State Facilities                | 154,825              | 113,005              |
| <b>Total Lease Debt</b>                                      | <b>\$8,667,400</b>   | <b>\$8,477,095</b>   |
| <b>TOTAL GENERAL FUND-SUPPORTED DEBT</b>                     | <b>\$81,318,825</b>  | <b>\$80,445,130</b>  |

\* Amounts include commercial paper outstanding, where applicable

\*\*Categories displayed conform to those found in 'Schedule 11 Statement of General Obligation & Commercial Paper Debt of the State of California' published by the Department of Finance



## **GENERAL FUND-SUPPORTED DEBT SOLD**

Since June 30, 2018, the State Treasurer sold approximately \$15.4 billion in principal amount of long-term General Fund-supported debt. This figure is comprised of general obligation bonds of the State and lease revenue bonds. The total amount of General Fund-supported debt sold was \$7.1 billion in fiscal year 2018-19 and \$8.3 billion in fiscal year 2019-20.

| State of California  |                      |                      |
|--|----------------------|----------------------|
| General Fund-Supported Debt Sold                           |                      |                      |
| (\$ in thousands)  |                      |                      |
|  | <u>June 30, 2019</u> | <u>June 30, 2020</u> |
| <b><u>General Obligation (GO) Non-Self Liquidating</u></b> |                      |                      |
| Transportation   | \$660,000            | \$375,000            |
| Natural Resources  | 250,000              | 550,000              |
| K-12 Education   | 566,450              | 951,150              |
| Higher Education   | 94,000               | 160,000              |
| Commercial Paper Repayment                                 | 885,595              | 1,342,200            |
| Refundings   | 4,561,615            | 4,384,895            |
| <b>Total GO (Non-Self Liquidating)</b>                     | <b>\$7,017,660</b>   | <b>\$7,763,245</b>   |
| <b><u>Lease Debt</u></b>                                   |                      |                      |
| Board of State and Community Corrections                   | \$75,475             | \$11,460             |
| Department of Corrections and Rehabilitation               | 46,350               | 311,965              |
| Department of Forestry and Fire Protection                 | 0                    | 12,730               |
| Other State Facilities                                     | 0                    | 46,905               |
| Refunding – Department of Corrections and Rehabilitation   | 0                    | 79,035               |
| Refunding – Judicial Council                               | 0                    | 10,965               |
| Refunding – Other State Facilities                         | 0                    | 14,440               |
| <b>Total Lease Debt</b>                                    | <b>\$121,825</b>     | <b>\$487,500</b>     |
| <b>TOTAL GENERAL FUND-SUPPORTED DEBT</b>                   | <b>\$7,139,485</b>   | <b>\$8,250,745</b>   |