CETF Leverages Seed Capital: Summary of Financial Status

The California Emerging Technology Fund is committed to efficient and effective use of the Seed Capital which highly leverages other resources: FOCUS – ACTION – RESULTS

Summary of Financial Status Through Fiscal Year 2015-2016 (Cumulative to June 30, 2016)

- Seed Capital Received from AT&T and Verizon: $60,000,000
- Interest and Earned Income: 4,200,591
- Additional Contributions for Specific Programs: 1,363,569
- Government Grants Received (ARRA NTIA): 14,359,476
- CETF Grants Approved To Date: (June 2016) 30,112,482
- CETF Grant Payments To Date: (June 2016) 28,680,832
- CETF Grant Outstanding Obligations: 1,431,650
- Leveled Match Funding for CETF Grants: 112,057,168
- Total Expenditures – Statement of Activities: 73,640,629
  - Program Expenditures (Including Grants): 69,428,418 (95%)
  - Administrative Support Costs: 4,212,211 (5%)
- Non-Grant Expenditures – Statement of Activities: 25,553,747
  - Program Expenditures: 21,341,536 (83%)
  - Administrative Support Costs: 4,212,211 (17%)
- School2Home Expenditures To Date: (June 2016) 5,332,167
- Total Assets - Total Liabilities and Equities: $8,277,674

Audited Financial Statements are posted on the CETF website.

The CETF Strategic Action Plan aims to close the Digital Divide by achieving 98% deployment and 80% adoption within a decade of beginning operations. The CETF Board of Directors planned to achieve success by 2017, expending all Seed Capital plus some earnings to fund operations. Thus, the Total Assets and Total Liabilities and Equities have declined each Fiscal Year. The overall goal for the portfolio is to leverage the Seed Capital 4-fold by achieving a 1:3 match by other resources. To date, CETF has achieved and exceeded that goal with a 1:3.7 cash match. CETF also operates relatively efficiently in comparison to other charitable organizations, with cumulative expenditures at 95% in Program and 5% in Support activities according to independent audits.

In addition to the original Seed Capital, the following partners provided funding for developing and implementing School2Home: Google, AT&T, Comcast, Verizon, and IBM.