

California Emerging Technology Fund Leveraged Seed Capital Overview of Financial Report for the Decade

The California Emerging Technology Fund purposely planned to expend all of the original \$60 million seed capital within a decade to accomplish the mission and achieve the overall goals. CETF also focused on leveraging the seed capital to increase impact. Below is a summary of the cumulative income and expenditures for 10 years. More than half of the seed capital was granted to non-profit community-based organizations and government agencies. Another significant portion of funds was directed to implementation of the 5 Overarching Strategies for a total of 94% of all expenditures classified by independent audits as Program with only 6% used for Support (a measure of administrative overhead). The charts show the relative allocation of expenditures for both the \$60 million seed capital and the \$79 million that flowed through CETF during the decade. In addition, CETF grants were leveraged more than 4-fold with required match funding although those dollars did not flow through CETF.

SUMMARY OF FINANCIAL STATUS FISCAL YEAR 2016-2017

(Cumulative for Decade; Through June 30, 2017)

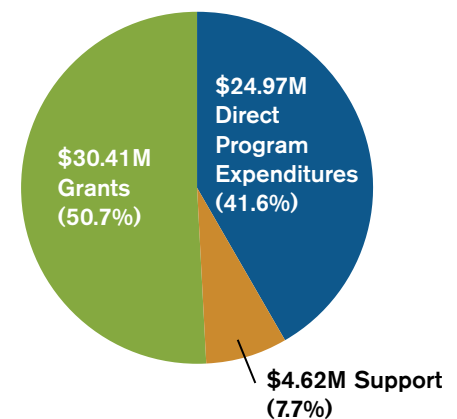
Income	
Seed Capital Received from AT&T and Verizon:	\$60,000,000
Contributions for Specific Programs:	\$1,227,369
Foundation Grants and Contracts:	\$338,986
Government Grants Received (ARRA NTIA):	\$14,359,476
Charter Funds for School2Home:	\$799,539
Interest and Earned Income:	\$4,757,633
Total Income	\$81,483,003
Expenditures	
Seed Capital Grants Awarded:	\$30,407,982
Other Grant Funds Awarded:	\$14,484,476
Program Expenditures:	\$29,479,397
Support Expenditures:	\$4,797,999
Total Expenditures	\$79,169,854
Allocation of Expenditures – Statement of Activities:	
Program Expenditures (Including Grants):	\$74,371,855 (93.9%)
Support Expenditures:	\$4,797,999 (6.1%)
Carry-Over Legacy Earnings	\$2,313,149
Leveraged Grants Match Funding:	\$126,286,726
Total Assets – Total Liabilities and Equities:	\$34,747,832

Audited Financial Statements are posted on the CETF website.

The Memoranda of Understanding (MOUs) with Frontier and Charter provide additional funds. CETF is managing \$3 million from Frontier for grants to non-profits to increase broadband adoption among low-income households, but does not receive any remuneration for that function. Charter is providing \$32.5 million to CETF over 5 years for core mission, School2Home, and broadband adoption. Those funds are represented on the CETF Balance Sheet.

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\$60 Million Seed Capital



\$79,169,854 Total Expenditures

