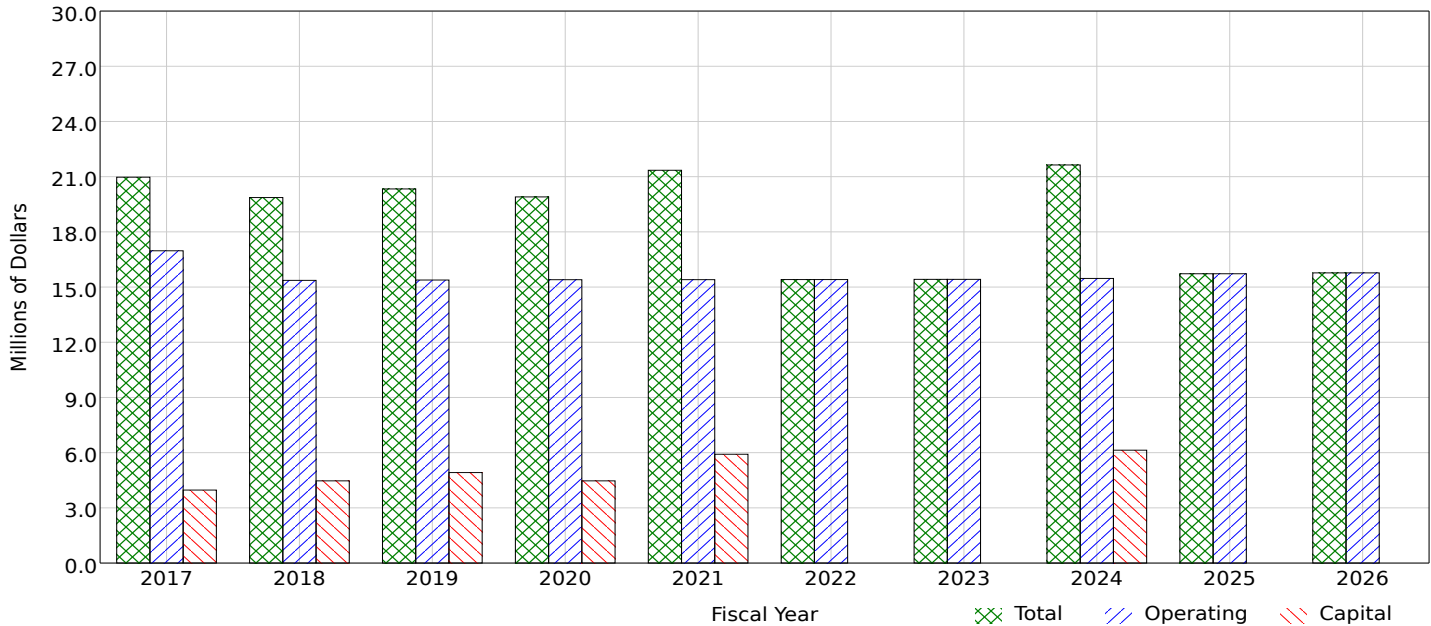


Fund Source Report

1147 PublicBldg Public Building Fund

Year Authorized 2000	Year Repealed	Active? Yes	Mental Health? No	Duplicated? Yes	Fund Group Other Designated
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Operating and Capital Appropriations



Legal Authority
AS 37.05.570

Source of Revenue

The Alaska Public Building Fund was created as a special account in the general fund to hold payments from occupants of select state owned public buildings.

Restrictions on Use

The legislature may appropriate money in the fund to the Department of Administration to pay use, management, operation, maintenance and depreciation costs related to buildings managed by the department.

Description and History

Section 1 of Chapter 19, SLA 2000 (HB 112) added section .570 to AS 37.05. The new section created the Alaska Public Building Fund as a special account in the general fund to hold payments from occupants of select state-owned public buildings. This account receives 1) appropriations to the fund and 2) lease payments made to the Department of Administration (via RSAs with occupying agencies). The fund originally covered eight buildings, with other "as new" buildings potentially added over the years.

The legislature may appropriate from the fund to the Department of Administration, to pay use, management, operation, maintenance, and depreciation costs for buildings managed under an agreement with the Department of Administration. The goals are to keep these buildings in good order and in a functional state (i.e., to eliminate deferred maintenance) while providing cost effective and efficient space for state agencies and private tenants (until private tenant leases expire and space is converted to state agency use), to retain maximum value of these state assets, and to maximize revenue from non-general fund sources.

The Alaska Public Building Fund tracks maintenance costs for participating facilities. One advantage to collecting receipts into an account is capturing additional non-general fund money for rent (e.g., federal receipts). If collections to the Alaska Public Building Fund exceed rent expenditures and normal operating costs, a balance may build in the fund to address deferred maintenance costs. Stable rent costs should provide a means by which the Department of Administration can better plan for building maintenance and repairs without requiring special appropriations from the legislature for the standard care of state-owned buildings.

Although the fund is established as a sub-fund of the General Fund, the Division of Finance (and the budget system) treats it as an internal service fund for reporting purposes. Internal service funds account for the operations of state agencies that render services to other state agencies, institutions, or other governmental units on a cost-reimbursement basis.

Fund Source Report

Allowing any balance to be swept into the CBR would expose the state to potential liability to repay the federal government its share of the funds swept.

October 2010

The Budget Clarification Project maintained this fund code class as "Other duplicated".