

## Fund Source Report

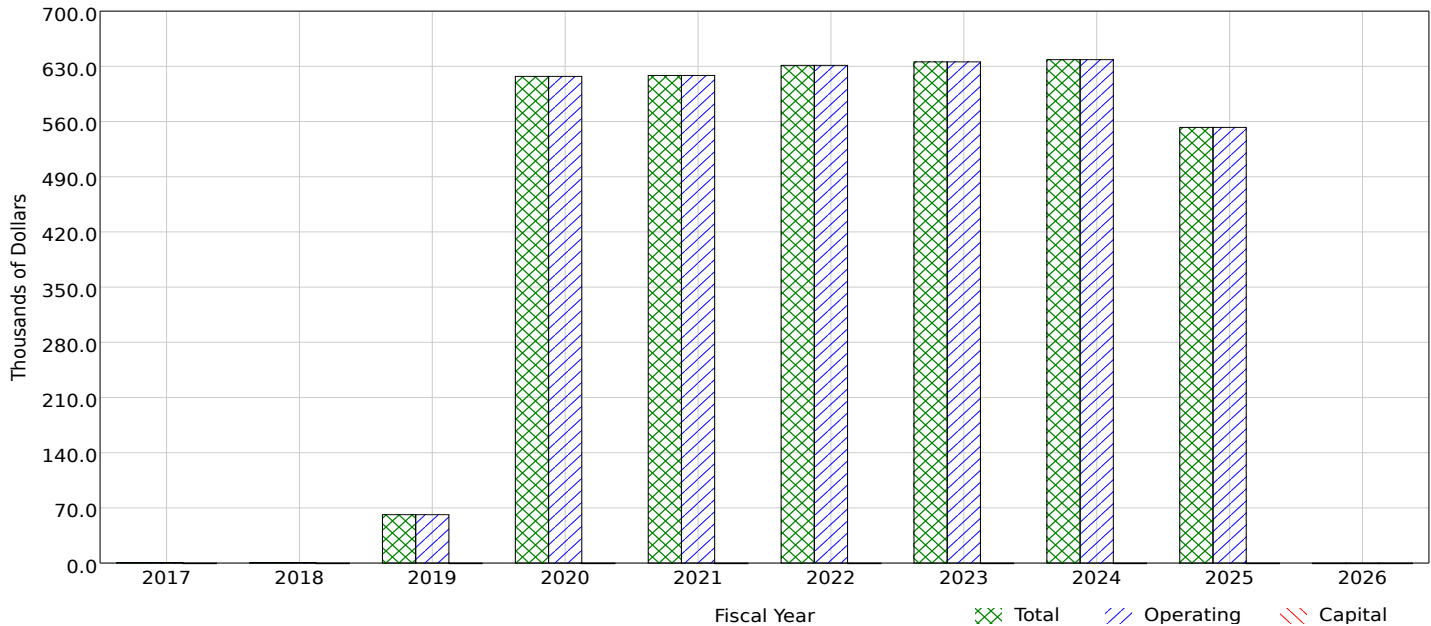
**1236**

**AK LNG I/A**

**Alaska Liquefied Natural Gas Project Fund I/A**

Year Authorized FY15	Year Repealed	Active? Yes	Mental Health? No	Duplicated? Yes	Fund Group Other Designated
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### Operating and Capital Appropriations



**Legal Authority**  
AS 35.25.110

**Source of Revenue**

The LNG fund consists of money appropriated to it. Interest and other income received on money in the fund shall be separately accounted for and may be appropriated to the fund.

**Restrictions on Use**

Agencies can spend code 1236 only as specified in a reimbursable services agreement signed by the corporation. Funding for RSAs will be drawn from the fund without appearing in the operating budget of AGDC.

**Description and History**

April 2014

This fund code was established for FY15 to meet accounting requirements for separation of the AGDC budget from money spent by other agencies for LNG project activities. This is one of two fund codes that access the liquified natuaraal gas pipeline fund established with the adoption of SB 138 during the 2014 session. (See code 1235.)

Fund code 1235 should be used only to record the operating budget of the Alaska Gasline Development Corporation. Code 1236 should be used only to record AGDC purchases of services from other state agencies. Agencies can spend code 1236 only as specified in a reimbursable services agreement signed by the corporation. Funding for RSAs will be drawn from the fund without appearing in the operating budget of AGDC.

Because the LNG fund may be spent by AGDC without further appropriation, the fund is classified as a capitalization (rather than as a transfer) and all expenditures by state agencies are classified as a duplicated. To facilitate tracking of expenditures, state agencies anticipating RSAs should include code 1236 in annual budget requests. As with other interagency receipts, budgeted amounts may be modified without legislative action. Modified amounts should appear in reports of actual expenditures.

Codes 1235 and 1236 both draw from the LNG fund. The combination of codes meets the following objectives:

1. AGDC has unlimited access to the pipeline fund for purchase of goods and services from vendors (no appropriation required, and not recorded in the budget system)
2. AGDC has an identifiable operating budget limited to the appropriation of code 1235, and complies with the executive budget act.
3. AGDC has full control over the amount and cost of services purchased from other state agencies (code 1236).