Fund Source Report

1059	Corr Ind	Correctional	Industries Fund

Year AuthorizedYear RepealedActive?Mental Health?Duplicated?Fund Group19822006NoNoNoDesignated General

No Appropriations during last 10 years

Legal Authority AS 33.32.020

Source of Revenue

Revenue consists of appropriations to the fund and money received by the state for services rendered or products sold by the correctional industries program.

Restrictions on Use

The fund may be used for all expenses of the program except the cost of state employees. The balance may be used by the legislature to make appropriations to the DOC.

Description and History

Chapter 53, SLA 82 established the correctional industries program to develop and operate agricultural, industrial, and service enterprises employing prisoners. The program provides realistic work experience and vocational training for prisoners. The correctional industries program is as nearly self-supporting as possible through the sale of products and services.

The correctional industries fund was established to account for correctional industries program activity (that includes a commercial laundry service and a furniture manufacturing enterprise). The correctional industries fund is considered an internal service fund because it provides services to other state agencies, institutions, or other governmental units on a cost-reimbursement basis.

When marketing the goods or services to the private sector, the commission must determine that the product or service has potential for contributing to the economy of the state and will have minimal negative impact on an existing private industry or labor force in the state.

A product or service provided by the program that meets quality and cost standards must be purchased by state agencies except as provided by AS 33.32.030.

The program was repealed in 2006, and was replaced with a prison employment program as described in AS 33.30.191 and .201.