

Fund Source Report

1191 DEED CIP DEED CIP Fund Equity Account

Year Authorized 2004	Year Repealed 2009	Active? No	Mental Health? No	Duplicated? No	Fund Group Designated General
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No Appropriations during last 10 years

Legal Authority

Legislative Finance tracking code

Source of Revenue

Capital project appropriations that Department of Education and Early Development placed in this one-of-a-kind reserve account

Restrictions on Use

None, but requires reappropriation.

Description and History

DEED built up a reserve account over a period of years that held about \$3.7 million of unexpended capital project money. DOA/Finance and Legislative Audit wanted to eliminate this one-of-a-kind fund.

OMB proposed letting the account lapse into the general fund by lifting the reserve. However, that approach would artificially increase the apparent level of general fund spending in the sense that unnecessary capital appropriations are typically reappropriated rather than allowed to lapse. Identifying the original appropriations (for reappropriation) is problematic in this case.

This general fund subaccount was created in order to allow the reserves to be appropriated. Creating a new fund code in the duplicated group is the simplest way to facilitate spending the balance of the fund without double counting the amount appropriated.

The reserves were used to replace UGF in both capital and operating budgets from FY04 through FY09.

December 2017

Deactivate code