

Department of Finance		Fund: 0678
STATE OF CALIFORNIA MANUAL OF STATE FUNDS		PAGE 1 Renumbered From:
<u>Legal Title</u> Prison Industries Revolving Fund		
<u>Legal Citation/Authority</u> Chapter 1549, Statutes of 1982 (SB 1574) Section 28 Penal Code section 2806		
<u>Fund Classification</u> <u>GAAP Basis</u> Proprietary/Internal Service Funds	<u>Fund Classification</u> <u>Legal Basis</u> Nongovernmental/Working Capital and Revolving Fund	
<u>Purpose</u> To pay for materials and equipment, salaries, construction and cost of administering the prison industries program in accordance with Penal Code sections 2800 through 2818. A minimum balance for this fund is set by legislation at \$730,000.		
<u>Administering Agency/Organization Code</u> Prison Industry Authority/Org 5420		
<u>Major Revenue Source</u> Receipts from sales of products and services from prisons and institutions.		
<u>Disposition of Fund (upon abolishment)</u> Pursuant to Government Code section 16346, in absence of language that identifies a successor fund, any balance remaining in this fund upon abolishment, shall be transferred to the General Fund.		
<u>Appropriation Authority</u> Pursuant to Penal Code section 2806, funds deposited in the revolving fund are not subject to annual appropriation by the Legislature and may be used without a time limit by the authority.		
<u>State Appropriations Limit</u> Always Excluded – Revenues in this fund are not proceeds of taxes and even after transfer, will never become proceeds of taxes because the major revenue source is derived from a Working Capital and Revolving Fund.		
<u>Comments/Historical Information</u> Chapter 538, Statutes of 2006 (SB 1852) Section 510 continued the existence of the Prison Industry Authority within the Department of Corrections pursuant to Penal Code section 2800. Prison Industry Authority prepares financial statements for this fund. September 2013 revision changed Administering Agency/Org from Department of Corrections and Rehabilitation/Org 5225 to Prison Industry Authority/Org 5420.		