

1 SB160
2 163894-3
3 By Senator Orr
4 RFD: Finance and Taxation General Fund
5 First Read: 05-MAR-15

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4 ENGROSSED

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7 A BILL
8 TO BE ENTITLED
9 AN ACT

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11 To require certain state agencies to prepare and
12 submit an annual report to the Executive Budget Office
13 regarding the receipt of federal funds; to require certain
14 state agencies to submit a plan to operate the state agency in
15 the event federal receipts are reduced by certain amounts; to
16 require the Executive Budget Office to submit summaries of the
17 state agency reports to the Joint Fiscal Committee; and to
18 require the committee to make certain recommendations
19 regarding a revision of certain appropriations to state
20 agencies under certain conditions.

21 BE IT ENACTED BY THE LEGISLATURE OF ALABAMA:

22 Section 1. For the purposes of this act, the
23 following terms shall have the following meanings:

24 (1) STATE AGENCY. An agency, department, authority,
25 bureau, commission, or other administrative office of the
26 state, including the legislative and judicial branches of

1 state government. This term does not include a professional
2 licensing board of the state.

3 (2) FEDERAL RECEIPTS. Federal financial assistance
4 received or administered from federal entities in the form of
5 grants, loans, loan guarantees, property, cooperative
6 agreements, interest subsidies, insurance, food commodities,
7 direct appropriations, other assistance, and amounts received
8 as reimbursement for services rendered to individuals, that is
9 reported as part of a single audit.

10 (3) SINGLE AUDIT. An audit, as described under 31
11 U.S.C. § 7502(d), of a non-federal entity that includes the
12 entity's financial statements and federal awards.

13 Section 2. (a) A state agency shall prepare an
14 annual report on or before October 31, that includes all of
15 the following:

16 (1) The aggregate value of federal receipts the
17 state agency received and expended for the preceding fiscal
18 year.

19 (2) The aggregate amount of federal funds
20 appropriated by the Legislature to the state agency for the
21 preceding fiscal year.

22 (3) A calculation of the percentage of the state
23 agency's total budget for the preceding fiscal year that
24 constitutes federal receipts that the state agency received
25 for that fiscal year.

26 (4) A plan for operating the state agency if either
27 of the following occurs:

1 a. A reduction of 5 percent or more in the federal
2 receipts that the state agency receives.

3 b. A reduction of 25 percent or more in the federal
4 receipts that the state agency receives.

5 (b) The state agency shall provide the report
6 required under subsection (a) to the Executive Budget Office
7 by October 31.

8 (c) (1) The Department of Education shall include
9 information for each public school district in the report
10 required under subsection (a).

11 (2) The Department of Postsecondary Education shall
12 include information for each public community or technical
13 college or other school or university under its supervision.

14 (d) (1) The Executive Budget Office, on or before
15 January 1 of each year, shall prepare a report that includes
16 the following:

17 a. A compilation and summary of the reports the
18 office receives from each state agency.

19 b. A comparison of the aggregate value of federal
20 receipts each state agency received for the previous fiscal
21 year to the aggregate amount of federal funds appropriated by
22 the Legislature to that state agency for that fiscal year.

23 c. A list of state agencies that did not submit a
24 report as required by this section.

25 (2) The Executive Budget Office shall submit the
26 report required under subdivision (1) to the Joint Fiscal
27 Committee by January 1.

1 (3) Upon receipt of the report, the Joint Fiscal
2 Committee shall place the report on the agenda for review and
3 consideration. Upon consideration of the report, the committee
4 may elect to do any of the following:

5 a. Recommend that the Legislature revise
6 appropriations for a state agency.

7 b. Take no action.

8 c. Take any other action upon majority approval of
9 the committee members.

10 Section 3. This act shall become effective on the
11 first day of the third month following its passage and
12 approval by the Governor, or its otherwise becoming law.

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Senate

Read for the first time and referred to the Senate
committee on Finance and Taxation General Fund ... 05-MAR-15

Read for the second time and placed on the calen-
dar..... 11-MAR-15

Read for the third time and passed as amended 07-APR-15

Yeas 28
Nays 0

Patrick Harris
Secretary