

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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8 SYNOPSIS: This bill would require certain state  
9 agencies to prepare and submit an annual report to  
10 the Executive Budget Office on federal receipts  
11 received by the state agencies, including a plan to  
12 operate the state agency in the event federal  
13 receipts are reduced by certain amounts.

14 This bill would also require the Executive  
15 Budget Office to submit summaries of the state  
16 agency reports to the Joint Fiscal Committee and  
17 would require the committee to make certain  
18 recommendations, including a revision of  
19 appropriations to certain state agencies under  
20 certain conditions.

21  
22 A BILL  
23 TO BE ENTITLED  
24 AN ACT

25  
26 To require certain state agencies to prepare and  
27 submit an annual report to the Executive Budget Office

1 regarding the receipt of federal funds; to require certain  
2 state agencies to submit a plan to operate the state agency in  
3 the event federal receipts are reduced by certain amounts; to  
4 require the Executive Budget Office to submit summaries of the  
5 state agency reports to the Joint Fiscal Committee; and to  
6 require the committee to make certain recommendations  
7 regarding a revision of certain appropriations to state  
8 agencies under certain conditions.

9 BE IT ENACTED BY THE LEGISLATURE OF ALABAMA:

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

12 (1) STATE AGENCY. An agency, department, authority,  
13 bureau, commission, or other administrative office of the  
14 state, including the legislative and judicial branches of  
15 state government. This term does not include a professional  
16 licensing board of the state.

17 (2) FEDERAL RECEIPTS. Federal financial assistance  
18 received or administered from federal entities in the form of  
19 grants, loans, loan guarantees, property, cooperative  
20 agreements, interest subsidies, insurance, food commodities,  
21 direct appropriations, other assistance, and amounts received  
22 as reimbursement for services rendered to individuals, that is  
23 reported as part of a single audit.

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

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

4           (1) The aggregate value of federal receipts the  
5 state agency received and expended for the preceding fiscal  
6 year.

7           (2) The aggregate amount of federal funds  
8 appropriated by the Legislature to the state agency for the  
9 preceding fiscal year.

10           (3) A calculation of the percentage of the state  
11 agency's total budget for the preceding fiscal year that  
12 constitutes federal receipts that the state agency received  
13 for that fiscal year.

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

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

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

20           (b) The state agency shall provide the report  
21 required under subsection (a) to the Executive Budget Office  
22 by October 31.

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

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

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

7                   a. A compilation and summary of the reports the  
8 office receives from each state agency.

9                   b. A comparison of the aggregate value of federal  
10 receipts each state agency received for the previous fiscal  
11 year to the aggregate amount of federal funds appropriated by  
12 the Legislature to that state agency for that fiscal year.

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

15                   (2) The Executive Budget Office shall submit the  
16 report required under subdivision (1) to the Joint Fiscal  
17 Committee by January 1.

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

22                   a. Recommend that the Legislature revise  
23 appropriations for a state agency.

24                   b. Take no action.

25                   c. Take any other action upon majority approval of  
26 the committee members.

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