

**SB69 INTRODUCED**



1 SB69  
2 HMDA338-1  
3 By Senator Albritton  
4 RFD: Finance and Taxation General Fund  
5 First Read: 07-Feb-24

1  
2  
3  
4  
5  
6  
7  
8  
9  
10  
11  
12  
13  
14  
15  
16  
17  
18  
19  
20  
21  
22  
23  
24  
25  
26  
27  
28

SYNOPSIS:

Under existing law, Children First Trust Fund programs are required to be funded through a separate appropriation in a separate act.

This bill would make an appropriation of \$39,531,128 from the Children First Trust Fund for the fiscal year ending September 30, 2025, to the entities and for the purposes designated in Section 41-15B-2.2, Code of Alabama 1975.

This bill would provide for the deposit of tobacco settlement revenues into the Children First Trust Fund, would require the State Director of Finance to notify each agency in writing of the amount of each agency's anticipated allocation, would require quarterly allocation to each agency, and would condition allocations upon the receipt of tobacco funds.

This bill would provide for the transfer to the State General Fund during fiscal year 2025 that portion of Children First Trust Fund receipts currently allocated for the State Board of Education. This bill would make an appropriation of \$49,596,888 from other tobacco settlement funds for the fiscal year ending September 30, 2025.

This bill would also make a conditional

**SB69 INTRODUCED**

29 appropriation and allocation of any additional tobacco  
30 revenue on recommendation of the Director of Finance,  
31 the Chairman of the House Ways and Means General Fund  
32 Committee and the Chairman of the Senate Finance and  
33 Taxation-General Fund Committee, and approval of the  
34 Governor.

35

36

A BILL

37

TO BE ENTITLED

38

AN ACT

39

40 To make an appropriation of \$39,531,128 from the  
41 Children First Trust Fund for the fiscal year ending September  
42 30, 2025, to the entities and for the purposes designated in  
43 Section 41-15B-2.2, Code of Alabama 1975; to provide for the  
44 deposit of tobacco settlement revenues into the Children First  
45 Trust Fund; to require written notification of anticipated  
46 agency allocations by the State Director of Finance; to  
47 require quarterly allocations; to condition allocations on  
48 receipt of tobacco revenues; to provide for the transfer to  
49 the State General Fund during fiscal year 2025 that portion of  
50 Children First Trust Fund receipts currently allocated for the  
51 State Board of Education; to make an appropriation of  
52 \$49,596,888 from other tobacco settlement funds for the fiscal  
53 year ending September 30, 2025; and to make a conditional  
54 appropriation and allocation of additional tobacco revenues  
55 upon the recommendation of the Director of Finance, the  
56 Chairman of the House Ways and Means General Fund Committee

**SB69 INTRODUCED**

57 and the Chairman of the Senate Finance and Taxation-General  
58 Fund Committee, and the approval of the Governor.

59 BE IT ENACTED BY THE LEGISLATURE OF ALABAMA:

60 Section 1. (a) There is hereby appropriated from the  
61 Children First Trust Fund the sum of \$39,531,128 for the  
62 fiscal year ending September 30, 2025, to the entities and for  
63 the purposes designated in Section 41-15B-2.2, Code of Alabama  
64 1975 as follows, per the approved plan of investment for each  
65 agency:

66	Alcoholic Beverage Control Board	426,500
67	Children's Trust Fund	2,415,288
68	Department of Forensic Sciences	494,309
69	Alabama Department of Human Resources	10,295,965
70	Juvenile Probation Services Fund	4,646,647
71	Alabama Medicaid Agency	1,643,289
72	Alabama Department of Mental Health	2,142,457
73	State Multiple Needs Children's Fund	4,358,550
74	Department of Public Health	4,754,042
75	Department of Rehabilitation Services	246,763
76	Department of Youth Services	8,107,318

77 (b) (1) All tobacco revenues from the tobacco  
78 settlement received by the state previously designated for the  
79 Children First Trust Fund shall be deposited to the Children  
80 First Trust Fund within 30 calendar days of receipt of those  
81 tobacco revenues.

82 (2) The Director of Finance shall notify each agency  
83 and the Department of Early Childhood Education in writing  
84 prior to September 1, 2024, of the dollar amount of the

**SB69 INTRODUCED**

85 allocation expected to be received by the agency from the  
86 Children First Trust Fund in the fiscal year ending September  
87 30, 2025.

88 (3) At the beginning of each quarter of the fiscal year  
89 ending September 30, 2025, the respective agency shall be  
90 allocated at least one-fourth of the total amount appropriated  
91 and allocated to the agency for that fiscal year when tobacco  
92 revenues are available for the respective agency. In the event  
93 tobacco revenues are not available for the respective agency  
94 until later in the fiscal year then the respective agency  
95 shall be allocated an equal quarterly allotment for the  
96 quarters that funds are available at the beginning of those  
97 quarters. Such allocation shall be made and be available for  
98 expenditure by the agency within five working days of the  
99 commencement of the quarter. If additional sums are  
100 appropriated or allocated, or both, during the fiscal year,  
101 these sums shall be equally allocated to the respective agency  
102 among the remaining quarters of the fiscal year or may be  
103 allocated to the respective agency in one sum if revenues are  
104 available. The Department of Early Childhood Education shall  
105 be notified in writing of all appropriations and allocations  
106 from the Children First Trust Fund by the Director of Finance.

107 (4) Allocations from the Children First Trust Fund are  
108 conditioned upon the receipt of tobacco revenues.

109 (c) Allocations received pursuant to Section 1 shall be  
110 expended in accordance with Section 41-15B-2.2, Code of  
111 Alabama 1975.

112 (d) At the conclusion of the fiscal year, any remaining

**SB69 INTRODUCED**

113 sums in the Children First Trust Fund shall remain in the fund  
 114 and shall not revert to the State General Fund or to any other  
 115 fund.

116 Section 2. Notwithstanding any provision of Division 1  
 117 of Article 17 of Chapter 10 of Title 41, Code of Alabama 1975,  
 118 any provision of Chapter 15B of Title 41, Code of Alabama  
 119 1975, or any other provision of law, that portion of Children  
 120 First Trust Fund receipts currently allocated for the State  
 121 Board of Education shall be transferred from the Children  
 122 First Trust Fund to the State General Fund during the fiscal  
 123 year ending September 30, 2025.

124 Section 3. In addition to the appropriation herein  
 125 above made, there is hereby appropriated from additional  
 126 tobacco settlement funds the sum of \$49,596,888 for the fiscal  
 127 year ending September 30, 2025 to the following entities:

128	Department of Early Childhood Education	151,730
129	21st Century Debt Service	16,000,000
130	Senior Services Trust Fund	1,348,715
131	Alabama Medicaid Agency	30,103,496
132	Department of Senior Services - Medicaid Waiver	1,992,947

133 Section 4. Any additional tobacco revenues available for  
 134 the fiscal year ending September 30, 2025, shall be  
 135 conditionally appropriated, conditioned upon the  
 136 recommendation of the Director of Finance, the Chairman of the  
 137 House Ways and Means General Fund Committee and the Chairman  
 138 of the Senate Finance and Taxation-General Fund Committee, and  
 139 approval of the Governor.

140 Section 5. The Executive Budget Office and the Director

**SB69 INTRODUCED**

141 of Finance shall allot funds appropriated from the Children  
142 First Trust Fund only following the certification by the  
143 Secretary of the Department of Early Childhood Education that  
144 a plan of investment has been approved for each agency. The  
145 Secretary of the Department of Early Childhood Education shall  
146 prescribe the form and format on which each agency receiving  
147 appropriated funds herein shall submit a plan of investment of  
148 said appropriated funds. The plan of investment shall include,  
149 but not be limited to, a minimum of four (4) quality assurance  
150 items on which a periodic report, as required by the approved  
151 plan of investment, is made and as audited by the Examiners of  
152 Public Accounts. Quality assurance items shall include the  
153 number of children receiving service, an identifiable measure  
154 of success of services provided and a prioritized standard of  
155 successful measures for future plans of investment. It is the  
156 intent of the Legislature that the Secretary of the Department  
157 of Early Childhood Education shall be responsible for  
158 providing a standard of measurement by which a clear  
159 determination can be made through operational reporting and  
160 audit reporting of a measurable success of funds appropriated  
161 and invested from the Children First Trust Fund; insure funds  
162 appropriated herein are invested in viable programs; insure  
163 and promote the leverage of appropriated funds herein in every  
164 possible manner and coordinated in all possible ways the  
165 investment of funds by each service provider to insure that no  
166 unproductive expenditures or duplication occurs. The Secretary  
167 of the Department of Early Childhood Education shall notify  
168 legislators representing the area where a grant from the

**SB69 INTRODUCED**

169 Children First Trust Fund is designated. The notification  
170 shall occur ten days before the funds reach the recipient  
171 agency.

172           Section 6. The Secretary of the Department of Early  
173 Childhood Education shall report each approved plan of  
174 investment to the Joint Interim Legislative Oversight  
175 Committee and the Alabama Children's Policy Council. The  
176 Secretary, upon the request of the service agency, may approve  
177 an adjusted plan of investment. It is the intent of the  
178 Legislature that funds appropriated from the Children First  
179 Trust Fund be directed to meet the most immediate needs of  
180 children as changing conditions may develop.

181           Section 7. Should any provision of this act be held  
182 invalid, the invalidity thereof shall not affect the remaining  
183 provisions of the act.

184           Section 8. This act shall become effective immediately  
185 upon its passage and approval by the Governor, or its  
186 otherwise becoming law.