

2016 Regular Session

SENATE BILL NO. 460

BY SENATOR LAFLEUR

FUNDS/FUNDING. Provides for the disposition and reporting on fees and self-generated revenues by state agencies and the state treasurer. (gov sig)

AN ACT

To amend and reenact R.S. 39:372(A)(1) and (D) and R.S. 49:320.1 and to enact R.S. 39:82(K) and 372(E), relative to state funds; to provide for the annual reporting of cash accounts carried forward and the annual reporting of unexpended fees and self-generated revenue; to provide relative to certain state depositories and associated banking and checking accounts; to provide for reporting requirements relative to such banking and checking accounts; to provide for an effective date; and to provide for related matters.

Be it enacted by the Legislature of Louisiana:

Section 1. R.S. 39:372(A)(1) and (D) are hereby amended and reenacted and R.S. 39:82(K) and 372(E) are hereby enacted to read as follows:

§82. Remission of cash balances to the state treasurer; authorized withdrawals of state monies after the close of the fiscal year; **reports**

* * *

K. (1) Notwithstanding any provision of law to the contrary, all unexpended fees and self-generated revenues for which no bona fide liability exists on the last day of each fiscal year, all unexpended appropriations made

1 by legislative act of fees and self-generated revenues or interagency transfers
 2 appropriated from prior or current year collections, and all unexpended
 3 appropriations made by legislative act of prior year self-generated revenues
 4 authorized to be carried forward and available for appropriation, shall be
 5 reported to the state treasurer on or before the fifteenth day following the last
 6 day of the fiscal year.

7 (2)The state treasurer shall compile the information submitted pursuant
 8 to Paragraph (1) of this Subsection into one report, and forward the report to
 9 the Joint Legislative Committee on the Budget for consideration at its
 10 September meeting.

11 (3) This Subsection shall apply to any state department, agency or
 12 budget unit, even those which are not required to deposit its funds in the state
 13 treasury pursuant to Article VII, Section 9(A) of the Constitution of Louisiana
 14 or R.S. 49:308.

15 * * *

16 §372. Powers; policies; reports

17 A.(1) The review board is hereby empowered to require all state agencies to
 18 submit a report of all banking and checking accounts and the balances in each. All
 19 banking and checking accounts opened or to be opened by state agencies must have
 20 the approval of the review board in writing for authorization for the account and the
 21 method of compensation. Quarterly, all state agencies shall report all banking
 22 and checking accounts and the balances in each account to the review board to
 23 be compiled into one report and forwarded to the Joint Legislative Committee
 24 on the Budget as further provided in Subsection D of this Section.

25 * * *

26 D. The review board shall make a written report to the legislature as the
 27 review board deems necessary prior to the beginning of each regular session of such
 28 recommendations for changes in cash management law and practices as deemed
 29 appropriate. In addition to the other reporting requirements of this Subsection,

1 the review board shall quarterly make a written report to the Joint Legislative
 2 Committee on the Budget relative to the banking and checking accounts of all
 3 state agencies, as follows:

4 (1) The state depositing authority as defined in R.S. 49:319.

5 (2) The banking or checking account name, account type, and, if there
 6 is more than one account with the same name, the account number.

7 (3) The approval date for the banking or checking account and the name
 8 of the fiscal agent bank.

9 (4) The banking or checking account investments, interest earnings, and
 10 fee payments.

11 (5) The account balance as of the beginning and the end of the quarter.

12 (6) The source of the funds in the account.

13 (7) The purpose of the banking or checking account.

14 (8) If a banking or checking account is closed during the quarter, the
 15 date of the closure, the balance of the account on the date of the closure, and
 16 documentation from the bank that the account has been closed.

17 E. The Joint Legislative Committee on the Budget shall hold a hearing
 18 on the number and types of banking or checking accounts, the need for the
 19 agency to have one or more banking or checking account, the source of funds
 20 and the balances in the banking or checking account, and whatever other
 21 information as deemed necessary by the chairman.

22 F. The Joint Legislative Committee on the Budget shall forward a copy
 23 of the reports that it receives from the review board, with whatever changes it
 24 deems necessary, to the Revenue Estimating Conference for its use in estimating
 25 fees and self-generated revenues for the official forecast.

26 * * *

27 Section 2. R.S. 49:320.1 is hereby amended and reenacted to read as follows:

28 §320.1. Notification upon opening banking accounts

29 Any state depositing authority which deposits state funds in a bank

1 designated as a fiscal agent bank by the Interim Emergency Board shall provide
 2 written notice to the state treasurer **and the cash management review board** upon
 3 opening any type of account at the fiscal agent bank. The state treasurer shall
 4 annually provide a listing to the Joint Legislative Committee on the Budget of all
 5 accounts reported under these provisions. **The information the state treasurer**
 6 **reports herein shall be in addition to the report required under the provisions**
 7 **of R.S. 39:372(D).**

8 Section 3. This Act shall become effective upon signature by the governor or, if not
 9 signed by the governor, upon expiration of the time for bills to become law without signature
 10 by the governor, as provided by Article III, Section 18 of the Constitution of Louisiana. If
 11 vetoed by the governor and subsequently approved by the legislature, this Act shall become
 12 effective on the day following such approval.

The original instrument and the following digest, which constitutes no part
 of the legislative instrument, were prepared by Martha S. Hess.

DIGEST

SB 460 Engrossed

2016 Regular Session

LaFleur

Present law provides that cash balances occurring from appropriations made by legislative act or by the Interim Emergency Board for which no bona fide liability exists on the last day of the fiscal year shall be remitted to the state treasurer by the fifteenth day following the last day of the fiscal year.

Proposed law retains present law and further provides that all unexpended fees and self-generated revenues for which no bona fide liability exists on the last day of each fiscal year, all unexpended appropriations of fees and self-generated revenues, interagency transfers, and self-generated revenues to be carried forward, shall be reported to the state treasurer on or before the fifteenth day following the last day of the fiscal year.

Proposed law provides that the state treasurer shall compile the information submitted pursuant to proposed law into one report, and forward the report to the JLCB for consideration at its September meeting.

Proposed law provides that it applies to any state department, agency or budget unit, even those which are not required to deposit its funds in the state treasury.

Present law provides for the cash management review board which is authorized to approve the opening of banking and checking accounts by state agencies. The review board is also empowered to require all state agencies to submit a report of all banking and checking accounts and the balances in each.

Proposed law retains present law and further provides that all state agencies shall report all banking and checking accounts and the balances in each account quarterly to the review board. The review board shall then compile such information into one report and forward the report to the Joint Legislative Committee on the Budget.

Proposed law provides that the review board's quarterly written report to the JLCB relative to the banking and checking accounts of all state agencies, as follows:

- (1) The state depositing authority as defined in R.S. 49:319.
- (2) The banking or checking account name, account type, and, if there is more than one account with the same name, the account number.
- (3) The approval date for the banking or checking account and the name of the fiscal agent bank.
- (4) The banking or checking account investments, interest earnings, and fee payments.
- (5) The account balance as of the beginning and the end of the quarter.
- (6) The source of the funds in the account.
- (7) The purpose of the banking or checking account.
- (8) If a banking or checking account is closed during the quarter, the date of the closure, the balance of the account on the date of the closure, and documentation from the bank that the account has been closed.

Proposed law further provides that the JLCB shall hold a hearing on the number and types of banking or checking accounts, the need for the agency to have one or more banking or checking account, the source of funds and the balances in the banking or checking account, and whatever other information as deemed necessary by the chairman.

Proposed law further provides that the JLCB shall forward a copy of the reports that it receives from the review board, with whatever changes it deems necessary, to the Revenue Estimating Conference for its use in estimating fees and self-generating revenues for the official forecast.

Present law provides that any state depositing authority which deposits state funds in a bank designated as a fiscal agent bank by the Interim Emergency Board shall provide written notice to the state treasurer upon opening any type of account at the fiscal agent bank. The state treasurer is to annually provide a list of all accounts to the Joint Legislative Committee on the Budget.

Proposed law retains present law and further provides that the state depositing authority shall provide written notice to the cash management review board in addition to the state treasurer upon opening any type of account.

Effective upon signature of the governor or lapse of time for gubernatorial action.

(Amends R.S. 39:372(A)(1) and (D) and R.S. 49:320.1; adds R.S. 39:82(K) and 372(E))

Summary of Amendments Adopted by Senate

Committee Amendments Proposed by Senate Committee on Finance to the original bill

1. Removes requirement for remission to the state treasurer of all unexpended fees and self-generated revenues and unexpended cash balances of any banking and checking account for which no bona fide liability exists on the last day of each fiscal year, and requires reporting of unexpended appropriations of fees and self-generated revenues, interagency transfers, or self-generated revenues authorized to be carried forward.

2. Requires the state treasurer to compile the information into one report, and forward the report to JLCB for consideration at its September meeting.
3. Provides that proposed law applies to any state department, agency or budget unit, even those which are not required to deposit its funds in the state treasury.
4. Removes requirement that Cash Management Review Board report on funds in banking or checking accounts which have not been recognized by the Revenue Estimating Conference or have not been appropriated.
5. Requires Cash Management Review Board report to include the purpose of each banking or checking account and information on any banking or checking account that has closed during the quarter.
6. Provides that the JLCB shall forward a copy of the reports that it receives from the review board, with changes deemed necessary, to the Revenue Estimating Conference for its use in estimating fees and self-generated revenues for the official forecast.