

HOUSE SUMMARY OF SENATE AMENDMENTS

House Bill No. 314 by Representative McFarland

APPROPRIATIONS/ANCILLARY: Provides for the ancillary expenses of state government

Synopsis of Senate Amendments

1. Reduces the appropriation out of the Matching Funds Fund by \$2,749,500 in the Environmental State Revolving Loan Fund Program.
2. Increases the appropriation out of the Matching Funds Fund by \$5,599,798 to the Drinking Water Revolving Loan Fund Program.
3. Makes technical changes.

Digest of Bill as Finally Passed by Senate

Provides \$1,038,002,969 of interagency transfers, \$1,989,175,316 of fees and self-generated revenues, \$185,138,356 of statutory dedications, and \$1,169,000 of federal funds to provide for the ancillary expenses of state government.

Proposed law provides for the establishment and reestablishment of agency ancillary funds, to be specifically known as internal service funds, auxiliary accounts, or enterprise funds for certain state institutions, officials, and agencies. Requires the appropriated funds, to the extent deposited, unless otherwise specified, to be used for working capital in the conduct of business enterprises rendering public, auxiliary, and interagency services. Requires receipts from the conduct of such businesses to be deposited to the credit of each ancillary fund for FY 2024-2025. Requires all funds to be expended in accordance with public bid laws.

Proposed law requires, except as otherwise provided, any fund equity resulting from prior year operations be included as a resource of the fund from which it is derived. Provides that all funds on deposit with the state treasury at the close of the fiscal year are authorized to be transferred to each fund as equity for FY 2025-2026. Further provides that all unexpended cash balances as of June 30, 2025, shall be remitted to the state treasurer on or before Aug. 14, 2025. Further provides that if not reestablished in the subsequent year's act, the agency must liquidate all assets and return all advances no later than Aug. 14, 2025.

Proposed law provides that the program descriptions contained in the Act are not enacted into law by virtue of their inclusion in the Act.

Proposed law provides that all money from federal, interagency, statutory dedications, or self-generated revenues of an agency be deemed available for expenditures in the amounts appropriated, and any increase in such revenues over the amounts appropriated shall only be available for expenditure by the agency with approval of the division of administration and the Joint Legislative Committee on the Budget (JLCB).

Proposed law provides that the number of employees approved for each agency may be increased by the commissioner of administration, subject to JLCB approval, when appropriate documentation is deemed valid.

Proposed law requires any agency with an appropriation level of \$30 million or more to include positions within its table of organization which perform internal auditing services, including the position of a chief audit executive responsible for adhering to the Institute of Internal Auditors, International Standards for the Professional Practice of Internal Auditing.

Proposed law directs the commissioner of administration to adjust performance objectives and indicators contained in the Executive Budget Supporting Document to reflect the funds appropriated and to report such adjustments to the JLCB by Aug. 15, 2024.

Proposed law provides that the treasurer shall invest excess cash funds, excluding those arising from working capital advances, with the interest earned being credited to the account.

Proposed law authorizes the commissioner of administration to transfer functions, positions, assets, and funds between and within departments in conjunction with the continuing assessment of the existing staff, assets, contracts, and facilities of each department, agency, program, or budget unit's information technology resources, and procurement resources, in order to optimize resources and provide cost savings. Proposed law does not apply to the Dept. of Culture, Recreation and Tourism, or any agency contained in Schedule 04, Elected Officials, of the General Appropriation Act.

Effective July 1, 2024.