

SENATE BILL NO. 67

BY SENATOR FANNIN

Prefiled pursuant to Article III, Section 2(A)(4)(b)(i) of the Constitution of Louisiana.

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AN ACT

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To amend and reenact R.S. 39:72.1(A) and to enact R.S. 38:2211.1, relative to certain

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appropriations; to provide that recipients of appropriations be in compliance with

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audit requirements in order to let contracts; and to provide for related matters.

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Be it enacted by the Legislature of Louisiana:

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Section 1. R.S. 38:2211.1 is hereby enacted to read as follows:

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**§2211.1. Restrictions on public entities that fail to comply with audit**

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**requirements**

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**A. No public entity that, pursuant to R.S. 39:72.1, has been deemed to**

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**have failed or refused to comply with the provisions of R.S. 24:513 shall let any**

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**public contract under this Part that utilizes any state funds, whether received**

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**through direct appropriation or through transfer from another public entity,**

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**or whose funding relies upon the full faith and credit of the state. For the**

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**purposes of this Section, the term "state funds" shall also include any federal**

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**funds, including grants, that pass through the state.**

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**B. Any public entity that has been subject to the restrictions in**

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**Subsection A of this Section, upon coming into compliance with the provisions**

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**of R.S. 24:513, shall immediately inform the Legislative Audit Advisory Council**

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**in writing of their compliance and upon confirmation of compliance by the**

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**Legislative Audit Advisory Council shall be immediately released from the**

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**restrictions that were imposed.**

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Section 2. R.S. 39:72.1(A) is hereby amended and reenacted to read as follows:

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§72.1. Compliance with audit requirements

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A.~~(1)~~ Notwithstanding any contrary provision of law, no funds appropriated

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in the general appropriations act, the capital outlay act, or other appropriation act,

1 shall be released or provided to any recipient of an appropriation if, when, and for  
2 as long as, the recipient fails or refuses to comply with the provisions of R.S. 24:513.

3 (2) No public entity that has failed or refused to comply with the  
4 provisions of R.S. 24:513 shall let any public contract that utilizes any state  
5 funds, whether received through direct appropriation or through transfer from  
6 another public entity, or whose funding relies upon the full faith and credit of  
7 the state. For the purposes of this Paragraph, the terms "public entity" and  
8 "public contract" shall be defined as in R.S. 38:2211(A), and the term "state  
9 funds" shall also include any federal funds, including grants, that pass through  
10 the state.

11 \* \* \*

12 Section 3. This Act shall become effective on August 1, 2017.

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PRESIDENT OF THE SENATE

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SPEAKER OF THE HOUSE OF REPRESENTATIVES

\_\_\_\_\_  
GOVERNOR OF THE STATE OF LOUISIANA

APPROVED: \_\_\_\_\_