

2015 Regular Session

HOUSE BILL NO. 663

BY REPRESENTATIVE FANNIN

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

AN ACT

To provide 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; to provide for appropriation of funds; and to regulate the administration of said funds.

Be it enacted by the Legislature of Louisiana:

Section 1. There are hereby appropriated the amounts shown below, which shall be payable out of the state general fund, to the extent of funds deposited, unless otherwise specified, for the establishment and reestablishment of agency ancillary funds which shall be specifically known as internal service funds, auxiliary accounts, or enterprise funds. The monies in each fund shall be used for working capital in the conduct of business enterprises rendering public service, auxiliary service, and interagency service.

In the conduct of each such business, receipts shall be deposited in the state treasury and disbursements made by the state treasurer to the extent of the amount deposited to the credit of each ancillary fund, for the Fiscal Year 2015-2016. All funds appropriated herein shall be expended in compliance with the public bid laws of the state.

Section 2.A. Except as otherwise provided by law or as herein otherwise provided, any fund equity resulting from prior year operations shall be included as a resource of the fund from which the ancillary fund is directly or indirectly derived.

B. Funds on deposit with the state treasury at the close of the fiscal year are authorized to be transferred to each fund respectively, as equity for Fiscal Year 2016-2017.

1 All unexpended cash balances as of June 30, 2016, shall be remitted to the state
2 treasurer on or before August 14, 2016. If not reestablished in the subsequent year's Act, the
3 agency must liquidate all assets and return all advances no later than August 14, 2016.

4 C. The program descriptions contained in this Act are not part of the law and are not
5 enacted into law by virtue of their inclusion into this Act.

6 Section 3. All money from federal, interagency transfers, statutory dedications, or
7 fees and self generated revenues shall be available for expenditure in the amounts herein
8 appropriated.

9 Any increase in such revenues shall be available for allotment and expenditure by
10 an agency on approval of an increase in the appropriation by the commissioner of
11 administration and the Joint Legislative Committee on the Budget. Any increase in such
12 revenues for an agency without an appropriation from the respective revenue source shall
13 be incorporated into the agency's appropriation on approval of the commissioner of
14 administration and the Joint Legislative Committee on the Budget.

15 Section 4.A. The figures in parentheses following the designation of a budget entity
16 are the total authorized positions and authorized other charges positions for that entity,
17 number of employees approved for each agency, as a result of the passage of this Act, may
18 be increased by the commissioner of administration when sufficient documentation is
19 presented and the request is deemed valid. However, any request which exceeds five
20 positions shall be approved by the commissioner of administration and the Joint Legislative
21 Committee on the Budget.

22 B. The budget request of any agency with an appropriation level of thirty million
23 dollars or more shall include within its existing table of organization positions which
24 perform the function of internal auditing. Internal audit activities within state government
25 will be directed by an audit committee to be comprised of division of administration
26 representatives responsible for statewide functions and two state agency representatives.
27 These provisions shall not apply to internal audit activities of higher education, the
28 Department of Culture, Recreation and Tourism, or any agency contained in Schedule 04,
29 Elected Officials, of the General Appropriation Act. The division of administration's
30 internal audit section shall perform all duties and functions that the audit committee deems
31 necessary for coordinating proper, efficient, and necessary administration of internal audit

1 activities within state government. The division of administration's internal audit
2 administrator will be responsible for directing internal audit efforts in state government.
3 Decision making and ultimate responsibility for internal audit activities within the state will
4 rest with the audit committee, and ultimately, the commissioner of administration. The
5 division of administration's internal audit section shall report to the commissioner of
6 administration to provide direction, coordination, and general oversight of internal audit
7 activities and resources within state government.

8 Section 5. The following definition is provided for the terms of this Act: "Working
9 Capital" shall be considered the excess of current assets over current liabilities on an accrual
10 basis.

11 Section 6. Should any section, subsection, clause, sentence, phrase, or part of the Act
12 for any reason be held, deemed, or construed to be unconstitutional or invalid, such decisions
13 shall not affect the remaining provisions of the Act, and the legislature hereby declares that
14 it would have passed the Act, and each section, subsection, clause, sentence, phrase, or part
15 thereof, irrespective of the fact that one or more of the sections, subsections, clauses,
16 sentences, phrases, or parts thereof, is declared unconstitutional or invalid. To this end, the
17 provisions of this Act are hereby declared severable.

18 Section 7. Internal Service Funds. These funds account for the financing of goods
19 or services provided by one department or agency to other departments or agencies of the
20 governmental unit, or to other governmental units, on a cost-reimbursement basis. Excess
21 cash funds, excluding cash funds arising from working capital advances, shall be invested
22 by the state treasurer with the interest proceeds there from credited to each account and shall
23 not be transferred to the state general fund.

24 Section 8. In conjunction with the continuing assessment of the existing staff, assets,
25 contracts, and facilities of each department, agency, program or budget unit's information
26 technology resources, procurement resources, and human capital resources, upon completion
27 of this assessment and to the extent optimization of these resources will result in the
28 projected cost savings through staff reductions, realization of operational efficiencies, cost
29 avoidance, and elimination of asset duplication, the commissioner of administration is
30 authorized to transfer the functions, positions, assets, and funds from any other department,
31 agency, program, or budget units related to these optimizations to a different department.

1 The provisions of this Section shall not apply to the Department of Culture, Recreation and
 2 Tourism, or any agency contained in Schedule 04, Elected Officials, of the General
 3 Appropriation Act.

4 **SCHEDULE 21**

5 **ANCILLARY APPROPRIATIONS**

6 **21-800 OFFICE OF GROUP BENEFITS**

7 EXPENDITURES:

8 State Group Benefits - Authorized Positions (42) \$ 1,461,073,794

9 **Program Description:** *Provides for the administration of group health and*
 10 *accidental insurance and group life insurance for current and former state*
 11 *employees and other participating groups.*

12 TOTAL EXPENDITURES \$1,461,073,794

13 MEANS OF FINANCE:

14 State General Fund by:

15 Interagency Transfers \$ 198,733

16 Fees & Self-generated Revenues \$1,460,875,061

17 TOTAL MEANS OF FINANCING \$1,461,073,794

18 **21-804 OFFICE OF RISK MANAGEMENT**

19 EXPENDITURES:

20 Risk Management - Authorized Positions (37) \$ 187,560,093

21 **Program Description:** *Provides for the overall executive leadership and*
 22 *management of the office, support services, policy analysis, management direction*
 23 *of the state's self-insurance program; provides funding for the payment of losses on*
 24 *medical, malpractice, property, comprehensive general liability, personal injury,*
 25 *automobile liability, automobile physical damage, bonds, crime, aviation, wet*
 26 *marine boiler and machinery and miscellaneous tort claims; provides funding for*
 27 *the payment of contracts issued for professional legal defense of claims made*
 28 *against the state; provides funding for the reimbursement of the Division of Risk*
 29 *Litigation in the Office of the Attorney General for costs incurred for professional*
 30 *legal defense of claims made against the state.*

31 TOTAL EXPENDITURES \$ 187,560,093

32 MEANS OF FINANCE:

33 State General Fund by:

34 Interagency Transfers \$ 169,765,781

35 Fees & Self-generated Revenues \$ 15,794,312

36 Statutory Dedications:

37 Future Medical Care Fund \$ 2,000,000

38 TOTAL MEANS OF FINANCING \$ 187,560,093

39 **21-806 LOUISIANA PROPERTY ASSISTANCE**

40 EXPENDITURES:

41 Louisiana Property Assistance - Authorized Positions (39) \$ 5,981,970

42 **Program Description:** *Provides for the accountability of the state's moveable*
 43 *property through the development and implementation of sound management*
 44 *practices.*

45 TOTAL EXPENDITURES \$ 5,981,970

1	MEANS OF FINANCE:	
2	State General Fund by:	
3	Interagency Transfers	\$ 1,062,661
4	Fees & Self-generated Revenues	\$ 4,919,309
5		
	TOTAL MEANS OF FINANCING	<u>\$ 5,981,970</u>

21-807 LOUISIANA FEDERAL PROPERTY ASSISTANCE AGENCY

7	EXPENDITURES:	
8	Federal Property Assistance - Authorized Positions (9)	<u>\$ 3,180,338</u>
9	Program Description: <i>Seeks to assure the fair and equitable distribution of</i>	
10	<i>federal property allocated to Louisiana by the General Services Administration to</i>	
11	<i>eligible Louisiana donees.</i>	
12		
	TOTAL EXPENDITURES	<u>\$ 3,180,338</u>

13	MEANS OF FINANCE:	
14	State General Fund by:	
15	Interagency Transfers	\$ 234,342
16	Fees & Self-generated Revenues	\$ 2,945,996
17		
	TOTAL MEANS OF FINANCING	<u>\$ 3,180,338</u>

21-811 PRISON ENTERPRISES

19	EXPENDITURES:	
20	Prison Enterprises - Authorized Positions (72)	<u>\$ 34,579,048</u>
21	Program Description: <i>Utilizes the resources of the Department of Public Safety</i>	
22	<i>and Corrections in the production of food, fiber, and other necessary items used by</i>	
23	<i>offenders in order to lower the cost of incarceration; provides products and</i>	
24	<i>services to state agencies and agencies of parishes, municipalities, and other</i>	
25	<i>political subdivisions; and provides work opportunities for offenders. Prison</i>	
26	<i>Enterprises conducts both industry operations and agriculture operations.</i>	
27		
	TOTAL EXPENDITURES	<u>\$ 34,579,048</u>

28	MEANS OF FINANCE:	
29	State General Fund by:	
30	Interagency Transfers	\$ 23,542,188
31	Fees & Self-generated Revenues	\$ 11,036,860
32		
	TOTAL MEANS OF FINANCING	<u>\$ 34,579,048</u>

21-815 OFFICE OF TECHNOLOGY SERVICES

34	EXPENDITURES:	
35	Office of Technology Services - Authorized Positions (730)	\$ 264,117,141
36	Authorized Other Charges Positions (9)	
37	Program Description: <i>Provides for cost-effective technology services that satisfy</i>	
38	<i>the needs of approved governmental units of the State of Louisiana.</i>	
39		
40	Office of Administrative Services - Authorized Positions (19)	\$ 6,543,824
41	Program Description: <i>Provides cost-effective design, printing, warehousing and</i>	
	<i>presorting services to agencies within state government.</i>	
42		
43	Office of Telecommunications - Authorized Positions (68)	<u>\$ 46,257,205</u>
44	Program Description: <i>Provides for cost-effective telecommunications services</i>	
	<i>that satisfy the needs of approved governmental units of the State of Louisiana.</i>	
45		
	TOTAL EXPENDITURES	<u>\$ 316,918,170</u>

1	MEANS OF FINANCE:	
2	State General Fund by:	
3	Interagency Transfers	\$ 315,899,697
4	Fees & Self - generated Revenues	<u>\$ 1,018,473</u>
5		
	TOTAL MEANS OF FINANCING	<u>\$ 316,918,170</u>
6	21-816 DIVISION OF ADMINISTRATIVE LAW	
7	EXPENDITURES:	
8	Administration - Authorized Positions (55)	<u>\$ 7,362,594</u>
9	Program Description: <i>Provides a neutral forum for handling administrative</i>	
10	<i>hearings for certain state agencies, with respect for the dignity of individuals and</i>	
11	<i>their due process rights.</i>	
12		
	TOTAL EXPENDITURES	<u>\$ 7,362,594</u>
13	MEANS OF FINANCE:	
14	State General Fund by:	
15	Interagency Transfers	\$ 7,333,697
16	Fees & Self-generated Revenues	<u>\$ 28,897</u>
17		
	TOTAL MEANS OF FINANCING	<u>\$ 7,362,594</u>
18	21-820 OFFICE OF STATE PROCUREMENT	
19	EXPENDITURES:	
20	State Procurement - Authorized Positions (101)	<u>\$ 9,500,022</u>
21	Program Description: <i>The mission of the Office of State Procurement is to</i>	
22	<i>provide cost-effective services that satisfy the needs of approved governmental units</i>	
23	<i>of the State of Louisiana through the management of products and services.</i>	
24		
	TOTAL EXPENDITURES	<u>\$ 9,500,022</u>
25	MEANS OF FINANCE:	
26	State General Fund by:	
27	Interagency Transfers	<u>\$ 9,500,022</u>
28		
29		
	TOTAL MEANS OF FINANCING	<u>\$ 9,500,022</u>
30	21-821 OFFICE OF STATE HUMAN CAPITAL MANAGEMENT	
31	EXPENDITURES:	
32	Human Capital Management - Authorized Positions (311)	<u>\$ 24,993,755</u>
33	Program Description: <i>Provides for cost-effective Human Resource services that</i>	
34	<i>satisfy the needs of approved governmental units of the State of Louisiana.</i>	
35		
	TOTAL EXPENDITURES	<u>\$ 24,993,755</u>
36	MEANS OF FINANCE:	
37	State General Fund by:	
38	Interagency Transfers	<u>\$ 24,993,755</u>
39		
40		
	TOTAL MEANS OF FINANCING	<u>\$ 24,993,755</u>

21-829 OFFICE OF AIRCRAFT SERVICES

EXPENDITURES:

Flight Maintenance - Authorized Positions (3) \$ 1,972,078

***Program Description:** The mission of the Office of Aircraft Services is to manage the overall maintenance and provide all needed and required support for safe, proper, and economic operation of the State's various aircraft. Flight Maintenance Operations ensures flight safety, maintains high safety standards while minimizing aircraft downtime for repairs, and provides high quality, efficient, and economical repair and fueling services for state-operated aircraft.*

TOTAL EXPENDITURES \$ 1,972,078

MEANS OF FINANCE:

State General Fund by:

Interagency Transfers \$ 1,912,310

Fees & Self-generated Revenues \$ 59,768

TOTAL MEANS OF FINANCING \$ 1,972,078

21-860 CLEAN WATER STATE REVOLVING FUND

EXPENDITURES:

Clean Water State Revolving Fund \$ 85,000,000

***Program Description:** Helps individual citizens and local governments participate in environmental programs by assisting municipalities to finance and construct wastewater treatment works. The Clean Water State Revolving Fund is used by the Department of Environmental Quality to assist recipients of Environmental Protection Agency and construction grants in providing project inspection, construction management, and overall program management services, required for the completion of the Environmental Protection Agency program, as outlined in the management grant. Regional meetings are held in the state's eight planning districts with one-on-one follow-up meetings to make municipalities more aware of the program's benefits and requirements.*

TOTAL EXPENDITURES \$ 85,000,000

MEANS OF FINANCE:

State General Fund by:

Statutory Dedications:

Clean Water State Revolving Fund \$ 85,000,000

TOTAL MEANS OF FINANCING \$ 85,000,000

21-861 SAFE DRINKING WATER REVOLVING LOAN FUND

EXPENDITURES:

Safe Drinking Water Revolving Loan Fund \$ 34,000,000

***Program Description:** Assist public water systems in financing needed drinking water infrastructure improvements (e.g. treatment plant, distribution main replacement, storage facilities, new wells). The Safe Drinking Water Revolving Loan Fund provides assistance in the form of low-interest loans and technical assistance to public water systems in Louisiana to assist them with complying with state and federal drinking water regulations, ensuring that their customers are provided with safe drinking water thereby protecting the public health.*

TOTAL EXPENDITURES \$ 34,000,000

MEANS OF FINANCE:

State General Fund by:

Statutory Dedication:

Safe Drinking Water Revolving Loan Fund \$ 34,000,000

TOTAL MEANS OF FINANCING \$ 34,000,000

Section 9. This Act shall become effective on July 1, 2015.

COMPARATIVE STATEMENT

In accordance with R.S. 39:51(B), the following represents a comparative statement for each program, department and budget unit. The authorized positions and operating budget for FY 2014-2015 as of December 1, 2014, are compared to the appropriations for FY 2015-2016 as contained in the original bill. The commissioner of administration shall adjust the amounts shown to reflect final appropriations after enactment of this bill.

		EOB AS OF	ORIGINAL
		12/01/2014	APPROPRIATION
21A-ANCIL			
21-800	Office of Group Benefits		
State Group Benefits	Interagency Transfers	\$198,733	\$198,733
State Group Benefits	Fees & Self-generated Revenues	\$1,354,355,996	\$1,460,875,061
	Program Total:	\$1,354,554,729	\$1,461,073,794
	Authorized Positions:	74	42
	Authorized Other Charges		
	Positions:	0	0
	Agency Total:	\$1,354,554,729	\$1,461,073,794
	Authorized Positions:	74	42
	Authorized Other Charges		
	Positions:	0	0
21-804 Office of Risk Management			
Risk Management	Interagency Transfers	\$9,232,712	\$169,765,781
Risk Management	Fees & Self-generated Revenues	\$0	\$15,794,312
Risk Management	Statutory Dedications	\$0	\$2,000,000
	Program Total:	\$9,232,712	\$187,560,093
	Authorized Positions:	39	37
	Authorized Other Charges		
	Positions:	0	0
Claims Losses and Related Payments	Interagency Transfers	\$166,621,496	\$0
Claims Losses and Related Payments	Fees & Self-generated Revenues	\$5,510,359	\$0
Claims Losses and Related Payments	Statutory Dedications	\$2,000,000	\$0
	Program Total:	\$174,131,855	\$0
	Authorized Positions:	0	0
	Authorized Other Charges		
	Positions:	0	0
Contract Litigation	Interagency Transfers	\$13,062,034	\$0
Contract Litigation	Fees & Self-generated Revenues	\$1,937,966	\$0
	Program Total:	\$15,000,000	\$0

	Authorized Positions:	0	0
	Authorized Other Charges	0	0
	Positions:	0	0
Division of Risk Litigation	Interagency Transfers	\$9,720,931	\$0
Division of Risk Litigation	Fees & Self-generated Revenues	\$8,345,987	\$0
	Program Total:	\$18,066,918	\$0
	Authorized Positions:	0	0
	Authorized Other Charges	0	0
	Positions:	0	0
	Agency Total:	\$216,431,485	\$187,560,093
	Authorized Positions:	39	37
	Authorized Other Charges	0	0
	Positions:	0	0
21-805	Admin Services		
Administrative Services	Interagency Transfers	\$6,735,489	\$0
Administrative Services	Fees & Self-generated Revenues	\$150,000	\$0
	Program Total:	\$6,885,489	\$0
	Authorized Positions:	20	0
	Authorized Other Charges	0	0
	Positions:	0	0
	Agency Total:	\$6,885,489	\$0
	Authorized Positions:	20	0
	Authorized Other Charges	0	0
	Positions:	0	0
21-806	Louisiana Property Assistance Agency		
Louisiana Property Assistance Program	Interagency Transfers	\$1,062,661	\$1,062,661
Louisiana Property Assistance Program	Fees & Self-generated Revenues	\$5,126,435	\$4,919,309
	Program Total:	\$6,189,096	\$5,981,970
	Authorized Positions:	39	39
	Authorized Other Charges	0	0
	Positions:	0	0
	Agency Total:	\$6,189,096	\$5,981,970
	Authorized Positions:	39	39
	Authorized Other Charges	0	0
	Positions:	0	0
21-807	Louisiana Federal Property Assistance Agency		
Federal Property Assistance	Interagency Transfers	\$267,727	\$234,342
Federal Property Assistance	Fees & Self-generated Revenues	\$2,990,443	\$2,945,996
	Program Total:	\$3,258,170	\$3,180,338
	Authorized Positions:	9	9
	Authorized Other Charges	0	0
	Positions:	0	0
	Agency Total:	\$3,258,170	\$3,180,338
	Authorized Positions:	9	9
	Authorized Other Charges	0	0
	Positions:	0	0

21-808	OTM		
Telecommunications Management			
	Interagency Transfers	\$46,736,093	\$0
Telecommunications Management	Fees & Self-generated Revenues	\$1,223,410	\$0
	Program Total:	\$47,959,503	\$0
	Authorized Positions:	68	0
	Authorized Other Charges Positions:	0	0
	Agency Total:	\$47,959,503	\$0
	Authorized Positions:	68	0
	Authorized Other Charges Positions:	0	0
21-811	Prison Enterprises		
Prison Enterprises			
	Interagency Transfers	\$24,099,995	\$23,542,188
Prison Enterprises	Fees & Self-generated Revenues	\$10,839,676	\$11,036,860
	Program Total:	\$34,939,671	\$34,579,048
	Authorized Positions:	72	72
	Authorized Other Charges Positions:	0	0
	Agency Total:	\$34,939,671	\$34,579,048
	Authorized Positions:	72	72
	Authorized Other Charges Positions:	0	0
21-815	Office of Technology Services		
Office of Technology Services			
	Interagency Transfers	\$282,934,440	\$264,092,141
Office of Technology Services	Fees & Self-generated Revenues	\$25,000	\$25,000
	Program Total:	\$282,959,440	\$264,117,141
	Authorized Positions:	729	730
	Authorized Other Charges Positions:	9	9
Office of Administrative Services			
	Interagency Transfers	\$0	\$6,393,824
Office of Administrative Services	Fees & Self-generated Revenues	\$0	\$150,000
	Program Total:	\$0	\$6,543,824
	Authorized Positions:	0	19
	Authorized Other Charges Positions:	0	0

Office of Telecommunication Management	Interagency Transfers	\$0	\$45,413,732
Office of Telecommunication Management	Fees & Self-generated Revenues	\$0	\$843,473
	Program Total:	\$0	\$46,257,205
	Authorized Positions:	0	68
	Authorized Other Charges Positions:	0	0
	Agency Total:	\$282,959,440	\$316,918,170
	Authorized Positions:	729	817
	Authorized Other Charges Positions:	9	9
21-816	Division of Administrative Law		
Administration	Interagency Transfers	\$7,429,931	\$7,333,697
Administration	Fees & Self-generated Revenues	\$26,436	\$28,897
	Program Total:	\$7,456,367	\$7,362,594
	Authorized Positions:	55	55
	Authorized Other Charges Positions:	0	0
	Agency Total:	\$7,456,367	\$7,362,594
	Authorized Positions:	55	55
	Authorized Other Charges Positions:	0	0
21-820	State Procurement		
Office of State Procurement	Interagency Transfers	\$0	\$9,500,022
	Program Total:	\$0	\$9,500,022
	Authorized Positions:	0	101
	Authorized Other Charges Positions:	0	0
	Agency Total:	\$0	\$9,500,022
	Authorized Positions:	0	101
	Authorized Other Charges Positions:	0	0
21-821	Human Capital Mgt		
Office of State Human Capital Management	Interagency Transfers	\$0	\$24,993,755
	Program Total:	\$0	\$24,993,755
	Authorized Positions:	0	311
	Authorized Other Charges Positions:	0	0
	Agency Total:	\$0	\$24,993,755
	Authorized Positions:	0	311
	Authorized Other Charges Positions:	0	0

21-829	Office of Aircraft Services		
Flight Maintenance	Interagency Transfers	\$2,049,008	\$1,912,310
Flight Maintenance	Fees & Self-generated Revenues	\$59,768	\$59,768
	Program Total:	\$2,108,776	\$1,972,078
	Authorized Positions:	3	3
	Authorized Other Charges Positions:	0	0
	Agency Total:	\$2,108,776	\$1,972,078
	Authorized Positions:	3	3
	Authorized Other Charges Positions:	0	0
21-860	Clean Water State Revolving Fund		
Clean Water State Revolving Fund	Statutory Dedications	\$85,000,000	\$85,000,000
	Program Total:	\$85,000,000	\$85,000,000
	Authorized Positions:	0	0
	Authorized Other Charges Positions:	0	0
	Agency Total:	\$85,000,000	\$85,000,000
	Authorized Positions:	0	0
	Authorized Other Charges Positions:	0	0
21-861	Safe Drinking Water Revolving Loan Fund		
Safe Drinking Water Revolving Loan Fund	Statutory Dedications	\$34,000,000	\$34,000,000
	Program Total:	\$34,000,000	\$34,000,000
	Authorized Positions:	0	0
	Authorized Other Charges Positions:	0	0
	Agency Total:	\$34,000,000	\$34,000,000
	Authorized Positions:	0	0
	Authorized Other Charges Positions:	0	0

DIGEST

The digest printed below was prepared by House Legislative Services. It constitutes no part of the legislative instrument. The keyword, one-liner, abstract, and digest do not constitute part of the law or proof or indicia of legislative intent. [R.S. 1:13(B) and 24:177(E)]

HB 663 Engrossed

2015 Regular Session

Fannin

Abstract: Appropriates funds and provides for ancillary expenses of state government, including internal service funds, auxiliary accounts, and enterprise funds.

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 2015-2016. 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 2016-2017. Further provides that all unexpended cash balances as of June 30, 2016, shall be remitted to the state treasurer on or before Aug. 14, 2016. 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, 2016.

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 when appropriate documentation is deemed valid; however, any request which exceeds five positions requires approval of the division of administration and JLCB.

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 service. Except for higher education, the Dept. of Culture, Recreation and Tourism, or any agency contained in Schedule 04, Elected Officials, internal audit activities within state government will be directed by an audit committee. Proposed law provides for the composition, powers, duties, and functions of the audit committee and the division of administration's internal audit function.

Proposed law provides for the agencies and amount of the working capital fund allocated to each.

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, procurement resources, and human capital 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, 2015.