

Introduced by

1 A BILL for an Act to amend and reenact sections 54-16-04.1 and 54-16-04.2 of the North
2 Dakota Century Code, relating to emergency commission and budget section approval to
3 accept and disburse federal funds and state special funds; and to provide an effective date.

4 **BE IT ENACTED BY THE LEGISLATIVE ASSEMBLY OF NORTH DAKOTA:**

5 **SECTION 1. AMENDMENT.** Section 54-16-04.1 of the North Dakota Century Code is
6 amended and reenacted as follows:

7 **54-16-04.1. May authorize acceptance and disbursement of federal funds.**

- 8 1. The emergency commission, upon the advice and counsel of the office of
9 management and budget, may authorize the state treasurer to receive any moneys not
10 appropriated by the legislative assembly which are made available by any federal
11 agency and which the legislative assembly has not indicated an intent to reject.
- 12 2. The emergency commission may authorize passthrough federal funds from one state
13 agency to another state agency.
- 14 3. The emergency commission, with approval of the budget section of the legislative
15 management if the amount under consideration exceeds fifty thousand dollars but
16 does not exceed three million dollars, may authorize any state officer to receive and
17 expend federal moneys from the date such moneys become available until June
18 thirtieth following the next regular legislative session.
- 19 4. The emergency commission, with approval of the budget section of the legislative
20 management if the amount under consideration exceeds three million dollars, may
21 authorize any state officer to receive and expend federal moneys from the date such
22 moneys become available until June thirtieth following the next regular legislative
23 session. The budget section may approve a request under this subsection in the form
24 received from the emergency commission or may amend and approve a request. A

1 request amended and approved by the budget section is deemed to be approved by
2 the emergency commission. Any request considered by the budget section must
3 comply with section 54-35-02.9.

4 5. Any federal funds made available to this state which are not for a specific purpose or
5 program and which are not required to be spent prior to the next regular legislative
6 session, upon the approval for acceptance by the emergency commission and the
7 budget section of the legislative management, must be deposited into a special fund
8 until the legislative assembly appropriates the funds.

9 6. a. Approval by the budget section of the legislative management is not required for
10 the acceptance of federal funds if the acceptance is necessary to avoid an
11 imminent threat to the safety of people or property due to a natural disaster or
12 war crisis or an imminent financial loss to the state.

13 b. Budget section approval is required under this section before the expenditure of
14 any funds accepted under these conditions.

15 7. The expenditures must be consistent with state law and with the terms of the grant
16 and the program may not commit the legislative assembly for matching funds in the
17 future unless the program has first been approved by the legislative assembly.

18 8. A state officer may not expend funds received from the federal government which
19 have not been specifically appropriated by the legislative assembly except as provided
20 in this chapter.

21 9. A state officer shall submit an expenditure plan with a request for approval under this
22 section of expenditure of federal funds combined with or as part of a block grant for a
23 new or existing program.

24 10. The aggregate amount of requests to expend funds that may be approved each
25 biennium under this section may not exceed ~~fifty~~fifty-seventy-five million dollars. Any
26 request received under this section which, if approved, would result in more than
27 ~~fifty~~fifty-seventy-five million dollars of funds being approved for expenditure under this
28 section during the biennium may be approved only by the legislative assembly during
29 a regular legislative session or during a special legislative session called by the
30 governor.

- 1 11. Any request received under this section to expend funds received through a federal
2 act that makes available more than ~~fifty~~seventy-five million dollars to the state may be
3 approved only by the legislative assembly during a regular legislative session or a
4 special legislative session called by the governor.
- 5 12. Subsections 10 and 11 do not apply to federal highway administration emergency
6 relief funding received by the state or to disaster or emergency recovery funding
7 received by the state pursuant to section 37-17.1-23.

8 **SECTION 2. AMENDMENT.** Section 54-16-04.2 of the North Dakota Century Code is
9 amended and reenacted as follows:

10 **54-16-04.2. Commission may authorize acceptance and expenditure of moneys.**

- 11 1. Upon a finding that an emergency exists, the emergency commission, upon the advice
12 of the office of management and budget, with approval of the budget section of the
13 legislative management if the amount under consideration exceeds fifty thousand
14 dollars but does not exceed three million dollars, may authorize a state officer to
15 receive and expend moneys from gifts, grants, donations, or other sources, not
16 otherwise appropriated by the legislative assembly, for new or existing programs if the
17 legislative assembly has not indicated an intent to reject the moneys or the program.
- 18 2. Upon a finding that an emergency exists, the emergency commission, upon the advice
19 of the office of management and budget, with approval of the budget section of the
20 legislative management if the amount under consideration exceeds three million
21 dollars, may authorize a state officer to receive and expend moneys from gifts, grants,
22 donations, or other sources, not otherwise appropriated by the legislative assembly,
23 for new or existing programs if the legislative assembly has not indicated an intent to
24 reject the moneys or the program. The budget section may approve a request under
25 this subsection in the form received from the emergency commission or may amend
26 and approve a request. A request amended and approved by the budget section is
27 deemed to be approved by the emergency commission. Any request considered by
28 the budget section must comply with section 54-35-02.9.
- 29 3. A state officer receiving authorization to expend money under this section may expend
30 the money from the date the money becomes available until June thirtieth following the
31 next regular legislative session. Approval by the budget section of the legislative

1 management is not required for the acceptance of moneys under this section if the
2 acceptance is necessary to avoid an imminent threat to the safety of people or
3 property due to a natural disaster or war crisis or an imminent financial loss to the
4 state. Budget section approval is required before the expenditure of any funds
5 accepted under these conditions.

6 4. The aggregate amount of requests to expend funds which may be approved each
7 biennium under this section may not exceed five-seventy-five million dollars. Any
8 request received under this section which, if approved, would result in more than
9 five-seventy-five million dollars being approved for expenditures under this section
10 during the biennium may be approved only by the legislative assembly during a
11 regular legislative session or during a special legislative session called by the
12 governor.

13 **SECTION 3. EFFECTIVE DATE.** This Act becomes effective upon its filing with the
14 secretary of state.