

HOUSE BILL NO. 1085

Introduced by

Representatives Rick C. Becker, Kasper, Hatlestad

Senators Cook, Armstrong, Poolman

1 A BILL for an Act to create and enact a new section to chapter 54-27 of the North Dakota
2 Century Code, relating to federal funds reporting requirements by state agencies and reports to
3 the legislative management; and to amend and reenact section 54-27-27 of the North Dakota
4 Century Code, relating to federal grant applications reporting requirements by state agency.

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

6 **SECTION 1.** A new section to chapter 54-27 of the North Dakota Century Code is created
7 and enacted as follows:

8 **Report on federal funds by state agency - Legislative management report.**

9 Each

10 1. Biennially, each executive branch state agency, excluding entities under the control of
11 the board of higher education, receiving federal funds, shall report to the office of
12 management and budget biennially on the amount of federal funds received by the
13 agency for the preceding biennium in a form determined by the office of management
14 and budget. The report must include a comparison of the amount of federal funds
15 appropriated by the legislative assembly for the preceding biennium to the actual
16 amount of federal funds received by the state agency with detail shown by federal
17 program, the percentage of the agency's total expenditures for the preceding biennium
18 that constitutes federal funds, and a plan to operate the state agency if federal funds
19 are reduced by five percent or more of the total federal funds the state agency
20 receives. The report must include information on whether the agency will request state
21 funds to offset the decrease in federal funds. The report is not required to address a
22 reduction in federal funds received by the agency which is a result of:

23 ~~1. Five percent or more in the total federal funds the state agency receives; and~~

24 ~~2. Twenty-five percent or more in the total federal funds the state agency receives.~~

- 1 a. A decrease in caseloads or cost per case;
2 b. A change in the anticipated project completion date for a construction project
3 qualifying for federal fund reimbursement; or
4 c. The completion of a one-time project funded in whole or in part by federal funds.
5 2. The office of management and budget shall report to the legislative management by
6 October fifteenth of each ~~odd-numbered~~ even-numbered year on the reports received
7 from state agencies under this section. The report must include a summary of the
8 reports received from state agencies ~~and a listing of state agencies that are not~~
9 ~~required to submit a report~~ on how each agency will operate with the reduction in
10 federal funds.

11 **SECTION 2. AMENDMENT.** Section 54-27-27 of the North Dakota Century Code is
12 amended and reenacted as follows:

13 **54-27-27. Report on federal grants grant applications by state agency.**

14 Each state agency, excluding entities under the control of the state board of higher
15 education, shall report to the office of management and budget before applying for a federal
16 grant for which the agency may receive estimated funding of twenty-five thousand dollars or
17 more. The report must include the purpose of the grant; the potential amount of the grant; any
18 additional employees that may be required because of the grant; the time period covered by the
19 grant; and grant requirements, including state matching requirements or maintenance of effort.
20 The state agency shall provide updates on the status of the grant application as required by the
21 office of management and budget. At each meeting of the budget section of the legislative
22 management, the office of management and budget shall report to the budget section on the
23 reports received from state agencies under this section.