

IN THE SENATE

SENATE BILL NO. 1307

BY STATE AFFAIRS COMMITTEE

AN ACT

1 RELATING TO THE STATE BUDGET; AMENDING SECTION 67-3516, IDAHO CODE, TO PRO-
2 VIDE THAT RECEIPTS FROM THE SALE OF A MOTOR VEHICLE MAY BE TRANSFERRED TO
3 OPERATING EXPENDITURES IN CERTAIN INSTANCES AND TO MAKE TECHNICAL COR-
4 RECTIONS.
5

6 Be It Enacted by the Legislature of the State of Idaho:

7 SECTION 1. That Section 67-3516, Idaho Code, be, and the same is hereby
8 amended to read as follows:

9 67-3516. APPROPRIATION ACTS DEEMED FIXED BUDGETS -- RATE OF EXPENDI-
10 TURE. (1) Appropriation acts when passed by the legislature of the state of
11 Idaho, and spending authority made thereunder, whether the appropriation is
12 fixed or continuing, are fixed budgets beyond which state officers, depart-
13 ments, bureaus and institutions may not expend.

14 (2) Funds available to any agency from sources other than state funds,
15 if not cognizable at the time when appropriations were made whether state
16 fiscal liability is increased or not, must have prior approval of the ad-
17 ministrator of the division of financial management and the board of exam-
18 iners in order that funds may be expended, except those funds received un-
19 der such conditions that preclude approval by the administrator of the divi-
20 sion and/or the board of examiners. Receipts from the sale of capital outlay
21 items and insurance claim settlements may, with the approval of the division
22 of financial management, be included as an increase to an agency's appropri-
23 ation and must be identified at an object code level. Expenditure of such re-
24 ceipts must be for capital outlay items, except in the case of a sale of a mo-
25 tor vehicle, which, notwithstanding section 67-3511(3), Idaho Code, may be
26 transferred to operating expenditures with the approval of the division of
27 financial management.

28 (3) One state agency may bill another state agency for goods and ser-
29 vices, provided the billing agency receives prior approval in writing from
30 the billed agency or such billing is provided for by law. This process will
31 be known as interagency billing to which the following rules will apply:

32 (a) The state controller will treat interagency receipts as revenue and
33 not classify such revenue as a reduction of the expenditures of the re-
34 ceiving agency. Interagency billing credits for all funds shall be de-
35 posited to the appropriate fund of that agency.

36 (b) Interagency receipts may be expended by the collecting agency to
37 the extent that authority to do so has been requested and approved by the
38 legislature through an appropriation.

39 (c) The agency which is billed for the goods and services shall clas-
40 sify, treat and account for such expenses in the same manner as if such
41 expenses had been paid by warrant, and may encumber unexpended balances
42 to liquidate known or anticipated interagency billing expenses at the

1 end of a fiscal year. The state controller shall provide for the method
2 of liquidation of these encumbrances.

3 (4) State agencies selling goods, products, and services to another
4 state agency must use the interagency process detailed by subsection (3)
5 above of this section. State agencies, departments and institutions may
6 sell goods, products, and services to the public and/or other political
7 entities. These cash receipts may be expended according to the following
8 rules:

9 (a) The state controller will classify these moneys as receipts.

10 (b) Receipts for all funds shall be deposited to the appropriate fund of
11 that agency.

12 (c) The collecting agency may expend all such receipts only to the ex-
13 tent that authority to do so has been requested and approved by the leg-
14 islature through an appropriation, except receipts received by agen-
15 cies under the circumstances cited in subsection (2) of this section.