

H.187

Introduced by Representatives O'Donnell of Vernon, Flory of Pittsford,
Ainsworth of Royalton, Brennan of Colchester, Canfield of Fair
Haven, Hube of Londonderry, Komline of Dorset, McAllister of
Highgate and Morrissey of Bennington

Referred to Committee on

Date:

Subject: Appropriations; nonprofit organizations; five percent pay cut

Statement of purpose: This bill proposes to require nonprofit organizations
which receive state funding to cut the pay of highly compensated individuals in
fiscal year 2010.

An act relating to compensation in nonprofit organizations which receive
state funding

It is hereby enacted by the General Assembly of the State of Vermont:

Sec. 1. FY 2010 APPROPRIATIONS FOR CERTAIN NONPROFIT
ORGANIZATIONS

If the recipient of funding through any fiscal year 2010 appropriation made
by the general assembly is a nonprofit organization or entity which received in
fiscal year 2009 or will receive in fiscal year 2010 at least 50 percent of its
total funding, exclusive of any federal funds it received or may receive, from

1 the state of Vermont, then the fiscal year 2010 funds from the state of Vermont
2 shall not be released to that organization or entity unless it reduces
3 compensation as follows: For each of its employees and officers receiving
4 total annualized compensation in fiscal year 2009 or 2010 in excess of
5 \$60,000.00, the 2010 fiscal year total compensation of each such employee or
6 officer shall be reduced by five percent of that 2010 annualized compensation.
7 The recipient organization or entity shall certify under pains and penalties of
8 perjury to the department or agency which disburses the funds the amount of
9 total compensation of each of its employees and officers and that the five
10 percent reduction has been made. Any funds not released as a result of this
11 provision shall be deposited by the department or agency into the state funding
12 for the VPharm program.