1	S.123
2	Introduced by Senators Cummings and Kitchel
3	Referred to Committee on
4	Date:
5	Subject: Joint Fiscal Committee; grants
6	Statement of purpose of bill as introduced: This bill proposes to clarify the
7	State's grant acceptance process.
8 9	An act relating to making clarifications to the State's grant acceptance process
10	It is hereby enacted by the General Assembly of the State of Vermont:
11	Sec. 1. 2 V.S.A. § 501(a) is amended to read:
12	(a) There is created a Joint Fiscal Committee whose membership shall be
13	appointed at the beginning on or before January 15 of each biennial session of
14	the General Assembly. The Committee shall consist of five Representatives
15	and five Senators as follows:
16	* * *
17	Sec. 2. 2 V.S.A. § 503 is amended to read:
18	§ 503. FUNCTIONS
19	* * *
20	(b) The Joint Fiscal Committee shall:

20

except as follows:

1	(1) furnish research services and secretarial services of a fiscal nature to
2	the <u>House and Senate</u> Committees on Appropriations, the Senate Committee
3	on Finance, the House Committee on Ways and Means, the House and Senate
4	Committees on Transportation, and the Joint Fiscal Committee;
5	(2) carry on a continuing review of the fiscal operations of the State,
6	including revenues, budgeting, and expenditures;
7	(3) accept grants and any related limited service positions, gifts, loans,
8	or any other thing of value, approved by the Governor, under the provisions of
9	32 V.S.A. § 5, when the General Assembly is not in session;
10	* * *
11	Sec. 3. 32 V.S.A. § 5 is amended to read:
12	§ 5. ACCEPTANCE OF GRANTS
13	(a) No Definitions. As used in this section:
14	(1) "Loan" means a loan that is interest free or below market value.
15	(2) "State agency" means an Executive Branch agency, department,
16	commission, or board.
17	(b) Approval required. A State agency shall not accept the original of any
18	grant, gift, loan, or any sum of money, or thing of value may be accepted by
19	any agency, department, commission, board, or other part of State government

1	(1) the State agency is granted approval pursuant to subsection (c) of
2	this section; or
3	(2) Joint Fiscal Committee policies adopted pursuant to subsection (g)
4	of this section do not require a State agency to obtain approval.
5	(c) Approval process.
6	(1) All such items must be submitted to the Governor review. The
7	Governor who shall review each grant, gift, loan, or any sum of money, or
8	thing of value and shall send a copy of the approval or rejection to the Joint
9	Fiscal Committee through the Joint Fiscal Office together with the following
10	information with respect to said these items:
11	(A) the source of the grant, gift, or loan and value;
12	(B) the legal and referenced titles of the grant, in the case of a grant;
13	(C) the costs, direct and indirect, for the present and future years
14	related to such a grant;
15	(D) the <u>receiving</u> department and/or program which will utilize the
16	grant, or both;
17	(E) a brief statement of purpose; and
18	(F) <u>any</u> impact on existing programs if grant there is not accepted a
19	rejection.
20	(2) <u>Legislative review.</u>
21	(A) The Governor's approval shall be final unless except as follows

1	(i) When the General Assembly is not in session, within 30 days
2	of receipt of such information the copy of an approval required under
3	subdivision (c)(1) of this section, a member of the Joint Fiscal Committee
4	requests such grant, gift, loan, sum of money, or thing of value be placed on
5	the Committee's agenda of the Joint Fiscal Committee, or,.
6	(ii) when When the General Assembly is in session, within 30
7	days of receipt of the copy of an approval required under subdivision (c)(1) of
8	this section, a member of the Committee requests that such grant, gift, loan,
9	sum of money, or thing of value be held for legislative approval. If a copy of
10	an approval is received when the General Assembly is in session, but before
11	the members of the Joint Fiscal Committee are appointed, one of the statutorily
12	appointed members of the Committee may request to hold a grant for
13	legislative approval. Legislative approval under this subdivision may be
14	granted by legislation or resolution.
15	(B) In the event of such a request to hold a grant made pursuant to
16	subdivision (2)(A) of this subsection, the grant shall not be accepted until
17	approved by the Joint Fiscal Committee or the Legislature General Assembly.
18	(C) The 30-day period described in subdivision (2)(A)(i) of this
19	subsection may be reduced where expedited consideration is warranted in
20	accordance with adopted Joint Fiscal Committee policies adopted pursuant to
21	subsection (g) of this section.

1	(D) Upon receipt of the copy of an approval required under
2	subdivision (c)(1) of this section while the General Assembly is in session
3	During the legislative session, the Joint Fiscal Committee shall promptly file a
4	notice with the House and Senate Clerks for publication in the respective
5	calendars of any grant approval requests that are submitted by the
6	administration.
7	(d) Review of a rejection. The Joint Fiscal Committee may review the
8	Governor's rejection of a grant, gift, loan, sum of money, or thing of value,
9	pursuant to the authority set forth in 2 V.S.A. § 503(b)(2).
10	(3)(e) Exceptions.
11	(1)(A) General. This section shall not apply to the following items, if
12	the acceptance of those items will not incur additional expense to the State or
13	create an ongoing requirement for funds, services, or facilities:
14	(i) the acceptance of grants, gifts, donations, loans, sums of
15	money, or other things of value with a value of \$5,000.00 \$10,000.00 or less, in
16	the acceptance of those items will not incur additional expense to the State or
17	create an ongoing requirement for funds, services, or facilities;
18	(ii) the acceptance by the Department of Forests, Parks and
19	Recreation and the Department of Fish and Wildlife of grants, gifts, donations,
20	loans, or other things of value with a value of \$15,000.00 or less; or a legal
21	settlement; or

21

and

1	(iii) the acceptance by the Vermont Veterans' Home of grants,
2	gifts, donations, loans, or other things of value with a value of \$10,000.00 or
3	less a grant, gift, loan, sum of money, or thing of value to the Judicial or
4	Legislative Branches.
5	(B)(i) The receiving agency shall promptly notify the Secretary of
6	Administration and Joint Fiscal Office shall be promptly notified of the source,
7	value, and purpose of any items received under this subdivision subdivisions
8	(1)(A)(i) and (ii) of this subsection. The receiving agency shall promptly
9	notify the Joint Fiscal Office of the source, value, and purpose of any items
10	received under subdivision (1)(A)(iii) of this subsection.
11	(ii) The Joint Fiscal Office shall report all such items received under
12	this subsection to the Joint Fiscal Committee quarterly. The provisions of
13	2 V.S.A. § 20(d) (expiration of required reports) shall not apply to the report to
14	be made under this subdivision.
15	(4)(2) Transportation. With respect to acceptance of the original of a
16	federal transportation earmark or of a discretionary federal grant for a
17	transportation project, the provisions of subdivisions subdivision (1) and (2) of
18	this subsection shall apply, except that in addition:
19	(A) notification of the Governor's approval or rejection shall also be
20	made to the Chairs of the House and Senate Committees on Transportation;

1	(B) such grant or earmark shall be placed on the agenda, and shall be
2	subject to the approval, of a committee comprising the Joint Fiscal Committee
3	and the Chairs of the House and Senate Committees on Transportation, if one
4	of the Chairs or a member of the Joint Fiscal Committee so requests.
5	(b)(f) In accordance with subsection (a) of this section, Limited service
6	position. The Joint Fiscal Committee is authorized to approve a limited service
7	position request in conjunction with a grant, a limited service position request
8	for a if the position is explicitly stated for a specific purpose in the grant, may
9	be authorized and the position request is approved pursuant to the process set
10	forth in subdivision $(c)(2)(A)(i)$ of this section. The position shall terminate
11	with the expiration of the grant funding unless otherwise funded by an act of
12	the General Assembly. Such authorized A limited service positions position
13	request shall not be created until the appointing authority has certified include
14	a certification from the appointing authority to the Joint Fiscal Committee that
15	there exists equipment and housing for the positions position or that funds are
16	available to purchase equipment and housing for the positions position.
17	(g) Policies. The Joint Fiscal Committee is authorized to adopt policies to
18	implement this section, including a policy on expedited review by the Joint
19	Fiscal Committee when the General Assembly is not in session.
20	Sec. 4. EFFECTIVE DATE
21	This act shall take effect on passage.