

**2014 -- S 2216 SUBSTITUTE B**

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LC003644/SUB B/2  
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**STATE OF RHODE ISLAND**

**IN GENERAL ASSEMBLY**

**JANUARY SESSION, A.D. 2014**

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A N A C T

RELATING TO PUBLIC FINANCE -- STATE FUNDS

Introduced By: Senators Sosnowski, Miller, Pichardo, Picard, and Bates

Date Introduced: January 30, 2014

Referred To: Senate Finance

It is enacted by the General Assembly as follows:

1           SECTION 1. Section 35-4-27 of the General Laws in Chapter 35-4 entitled "State Funds"

2 is hereby amended to read as follows:

3           **35-4-27. Indirect cost recoveries on restricted receipt accounts.** – Indirect cost  
4 recoveries of ten percent (10%) of cash receipts shall be transferred from all restricted receipt  
5 accounts, to be recorded as general revenues in the general fund. However, there shall be no  
6 transfer from cash receipts with restrictions received exclusively: (1) from contributions from  
7 non-profit charitable organizations; (2) from the assessment of indirect cost recovery rates on  
8 federal grant funds; or (3) through transfers from state agencies to the department of  
9 administration for the payment of debt service. These indirect cost recoveries shall be applied to  
10 all accounts, unless prohibited by federal law or regulation, court order, or court settlement. The  
11 following restricted receipt accounts shall not be subject to the provisions of this section:

12           [Executive Office of Health and Human Services](#)

13           [Organ Transplant Fund](#)

14           [HIV Care Grant Drug Rebates](#)

15           Department of Human Services

16           Veterans' home – Restricted account

17           Veterans' home – Resident benefits

18           Pharmaceutical Rebates Account

19           Demand Side Management Grants

1 ~~Organ transplant fund~~  
2 Veteran's Cemetery Memorial Fund  
3 Donations- New Veterans' Home Construction  
4 Department of Health  
5 Providence Water Lead Grant  
6 Pandemic medications and equipment account  
7 Department of Behavioral Healthcare, Developmental Disabilities and Hospitals  
8 Eleanor Slater non-Medicaid third-party payor account  
9 Hospital Medicare Part D Receipts  
10 RICLAS Group Home Operations  
11 Commission on the Deaf and Hard of Hearing  
12 Emergency and public communication access account  
13 Department of Environmental Management  
14 National heritage revolving fund  
15 Environmental response fund II  
16 Underground storage tanks registration fees  
17 Rhode Island Historical Preservation and Heritage Commission  
18 Historic preservation revolving loan fund  
19 Historic Preservation loan fund – Interest revenue  
20 Department of Public Safety  
21 Forfeited property – Retained  
22 Forfeitures – Federal  
23 Forfeited property – Gambling  
24 Donation – Polygraph and Law Enforcement Training  
25 Rhode Island State Firefighter's League Training Account  
26 Fire Academy Training Fees Account  
27 Attorney General  
28 Forfeiture of property  
29 Federal forfeitures  
30 Attorney General multi-state account  
31 Forfeited property – Gambling  
32 Department of Administration  
33 Office of Management and Budget  
34 Information Technology Investment Fund

1 Restore and replacement – Insurance coverage  
2 Convention Center Authority rental payments  
3 Investment Receipts – TANS  
4 Car Rental Tax/Surcharge-Warwick Share  
5 [Housing Resources Commission Restricted Account](#)  
6 Legislature  
7 Audit of federal assisted programs  
8 Department of Children, Youth and Families  
9 Children's Trust Accounts – SSI  
10 Military Staff  
11 RI Military Family Relief Fund  
12 RI National Guard Counterdrug Program  
13 Treasury  
14 Admin. Expenses – State Retirement System  
15 Retirement – Treasury Investment Options  
16 Violent Crimes Compensation – Refunds  
17 Treasury Research Fellowship  
18 Business Regulation  
19 Banking Division Reimbursement Account  
20 Office of the Health Insurance Commissioner Reimbursement Account  
21 Securities Division Reimbursement Account  
22 Commercial Licensing and Racing and Athletics Division Reimbursement Account  
23 Insurance Division Reimbursement Account  
24 Historic Preservation Tax Credit Account  
25 Judiciary  
26 Arbitration Fund Restricted Receipt Account  
27 Third Party Grants  
28 Department of Elementary and Secondary Education  
29 Statewide Student Transportation Services Account  
30 School for the Deaf Fee for Service Account  
31 Davies Career and Technical School Local Education Aid Account  
32 Department of Labor and Training  
33 Job Development Fund ~~– Title XII loans principal and interest~~  
34 Department of Transportation

1            Rhode Island Highway Maintenance Account

2            SECTION 2. The provision relating to the Job Development Fund shall take effect on  
3 July 1, 2014, notwithstanding the provision of Article 3, Section 4 of 2014 H-7133 Substitute A,  
4 entitled "AN ACT MAKING APPROPRIATIONS FOR THE SUPPORT OF THE STATE FOR  
5 THE FISCAL YEAR ENDING JUNE 30, 2015." The remainder of the act shall take effect on  
6 January 1, 2014.

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EXPLANATION  
BY THE LEGISLATIVE COUNCIL  
OF  
A N A C T  
RELATING TO PUBLIC FINANCE -- STATE FUNDS

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1           This act would exempt specified restricted receipt accounts from the ten percent (10%)  
2 indirect cost recovery charge.

3           The provision relating to the Job Development Fund would take effect on July 1, 2014,  
4 notwithstanding the provision of Article 3, Section 4 of 2014 H-7133 Substitute A, entitled "AN  
5 ACT MAKING APPROPRIATIONS FOR THE SUPPORT OF THE STATE FOR THE FISCAL  
6 YEAR ENDING JUNE 30, 2015." The remainder of the act would take effect on January 1,  
7 2014.

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