

HOUSE OF REPRESENTATIVES

EIGHTY-SEVENTH SESSION

H. F. No. 545

02/17/2011 Authored by Downey, Bills and Wardlow
The bill was read for the first time and referred to the Committee on Government Operations and Elections
05/02/2011 Adoption of Report: Pass and re-referred to the Committee on State Government Finance
05/10/2011 Adoption of Report: Pass as Amended and Read Second Time
05/23/2011 Pursuant to Rule 4.20, re-referred to the Committee on State Government Finance
01/30/2012 Adoption of Report: Pass and Read Second Time
03/01/2012 Calendar for The Day
Read Third Time
Passed by the House and transmitted to the Senate

1.1 A bill for an act
1.2 relating to state government; requiring state budget documents to include federal
1.3 funding contingency planning; amending Minnesota Statutes 2010, section
1.4 16A.10, by adding a subdivision.

1.5 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF MINNESOTA:

1.6 Section 1. Minnesota Statutes 2010, section 16A.10, is amended by adding a
1.7 subdivision to read:

1.8 Subd. 1d. **Federal funding contingency planning.** Each executive agency that
1.9 receives federal funds must include as part of its budget presentation an analysis of the
1.10 implications for the agency if there is federal government insolvency or dramatically
1.11 reduced federal payments. The analysis must:

1.12 (1) identify the risks to the agency related to the federal government's potential
1.13 inability to meet its financial or service commitments;

1.14 (2) estimate the impact of the risks to the agency in terms of potential loss of federal
1.15 revenue and the resulting impact to state services;

1.16 (3) recommend strategies that would help the agency adjust to and minimize the
1.17 loss of income and service impact;

1.18 (4) recommend a plan for continuous monitoring of specific leading indicators
1.19 of the federal government's inability to meet its obligations that trigger certain actions
1.20 by the agency; and

1.21 (5) recommend specific steps to be taken by the agency if the actions are triggered.