

PREVAILED	Roll Call No. _____
FAILED	Ayes _____
WITHDRAWN	Noes _____
RULED OUT OF ORDER	

HOUSE MOTION _____

MR. SPEAKER:

I move that House Bill 1845 be amended to read as follows:

1 Page 13, between lines 18 and 19, begin a new paragraph and insert:
2 "SECTION 11. IC 4-12-1-9 IS AMENDED TO READ AS
3 FOLLOWS [EFFECTIVE JULY 1, 2005]: Sec. 9. (a) The budget
4 agency shall assist the budget committee in the preparation of the
5 budget report and the budget bill, using the recommendations and
6 estimates prepared by the budget agency and the information obtained
7 through investigation and presented at hearings. The budget committee
8 shall consider the data, information, recommendations and estimates
9 before it and, to the extent that there is agreement on items, matters and
10 amounts between the budget agency and a majority of the members of
11 the budget committee, the committee shall organize and assemble a
12 budget report and a budget bill or budget bills. In the event the budget
13 agency and a majority of the members of the budget committee shall
14 differ upon any item, matter, or amount to be included in such report
15 and bills, the recommendation of the budget agency shall be included
16 in the budget bill or bills, and the particular item, matter or amount, and
17 the extent of and reasons for the differences between the budget agency
18 and the budget committee shall be stated fully in the budget report.
19 Before the second Monday of January, in the year immediately after
20 preparation, the budget report and the budget bill or bills shall be
21 submitted to the governor by the budget committee. The governor shall
22 deliver to the house members of the budget committee such bill or bills
23 for introduction into the house of representatives.
24 **(b) The budget report and budget bill required under subsection**

1 **(a) must present a budget that is based on a full accrual basis in**
 2 **accordance with the best practices used by governmental entities**
 3 **and that apply generally accepted accounting principles (as defined**
 4 **in IC 5-11-1-2(a)) to governmental budgets.**

5 ~~(b)~~ **(c)** Whenever during the period beginning thirty (30) days prior
 6 to a regular session of the general assembly the budget report and
 7 budget bill or bills have been completed and printed and are available
 8 for distribution, upon the request of a member of the general assembly
 9 an informal distribution of one (1) copy of each such document shall be
 10 made by the budget committee to such members. During business
 11 hours, and as may be otherwise required during sessions of the general
 12 assembly, the budget agency shall make available to the members of the
 13 general assembly so much as they shall require of its accumulated staff
 14 information, analyses and reports concerning the fiscal affairs of the
 15 state and the current budget report and budget bill or bills.

16 ~~(c)~~ **(d)** The budget report shall include at least the following five (5)
 17 parts;

18 (1) A statement of budget policy, including but not limited to
 19 recommendations with reference to the fiscal policy of the state
 20 for the coming budget period, and describing the important
 21 features of the budget.

22 (2) A general budget summary setting forth the aggregate figures
 23 of the budget to show the total proposed expenditures and the total
 24 anticipated income, and the surplus or deficit.

25 (3) The detailed data on actual receipts and expenditures for the
 26 previous fiscal year or two (2) fiscal years depending upon the
 27 length of the budget period for which the budget bill or bills is
 28 proposed, the estimated receipts and expenditures for the current
 29 year, and for the ensuing budget period, and the anticipated
 30 balances at the end of the current fiscal year and the ensuing
 31 budget period. Such data shall be supplemented with necessary
 32 explanatory schedules and statements, including a statement of
 33 any differences between the recommendations of the budget
 34 agency and of the budget committee.

35 (4) A description of the capital improvement program for the state
 36 and an explanation of its relation to the budget.

37 (5) The budget bills.

38 ~~(d)~~ **(e)** The budget report shall cover and include all special and
 39 dedicated revenue funds as well as the general revenue fund and shall
 40 include the estimated amounts of federal aids, for whatever purpose
 41 provided, together with estimated expenditures therefrom.

42 ~~(e)~~ **(f)** The budget agency shall furnish the governor with any further
 43 information required concerning the budget, and upon request shall
 44 attend hearings of committees of the general assembly on the budget
 45 bills.

46 SECTION 2. IC 5-11-1-2 IS AMENDED TO READ AS
 47 FOLLOWS [EFFECTIVE JULY 1, 2005]: Sec. 2. **(a) For purposes of**

1 **this section "generally accepted accounting principles" means the**
 2 **uniform minimum standards of and guidelines to financial**
 3 **accounting and reporting established by the Governmental**
 4 **Accounting Standards Board (GASB).**

5 ~~(a)~~ **(b)** The state board of accounts shall formulate, prescribe, and
 6 install a system of accounting and reporting in conformity with this
 7 chapter, which must comply with the following:

8 (1) Be uniform for every public office and every public account
 9 of the same class and contain written standards that an entity that
 10 is subject to audit must observe.

11 (2) Exhibit true accounts and detailed statements of ~~funds~~ **money**
 12 collected, received, obligated, and expended for or on account of
 13 the public for any and every purpose whatever, and by all public
 14 officers, employees, or other individuals.

15 (3) Show the receipt, use, and disposition of all public property
 16 and the income, if any, derived from the property.

17 (4) Show all sources of public income and the amounts due and
 18 received from each source.

19 (5) Show all receipts, vouchers, contracts, obligations, and other
 20 documents kept, or that may be required to be kept, to prove the
 21 validity of every transaction.

22 **(6) Require that financial reports for:**

23 **(A) the state;**

24 **(B) cities;**

25 **(C) counties;**

26 **(D) public hospitals; and**

27 **(E) towns;**

28 **be in accordance with generally accepted accounting**
 29 **principles.**

30 **(c)** The state board of accounts shall formulate or approve all
 31 statements and reports necessary for the internal administration of the
 32 office to which the statements and reports pertain.

33 **(d)** The state board of accounts shall approve all reports that are
 34 published or that are required to be filed in the office of state examiner.

35 **(e)** The state board of accounts shall from time to time make and
 36 enforce changes in the system and forms of accounting and reporting
 37 as necessary to conform to law.

38 ~~(b)~~ **(f)** Notwithstanding subsection ~~(a)~~, **(b)**, the state board of
 39 accounts may not require a municipality to use an electronic,
 40 automated, or computerized system of accounting and reporting.
 41 However, if a municipality elects to use an electronic, automated, or
 42 computerized system of accounting, the system must conform to the
 43 requirements of this chapter.

44 SECTION 3. IC 6-1.1-17-3 IS AMENDED TO READ AS
 45 FOLLOWS [EFFECTIVE JULY 1, 2005]: Sec. 3. (a) The proper
 46 officers of a political subdivision shall formulate its estimated budget
 47 and its proposed tax rate and tax levy on the form prescribed by the

1 department of local government finance and approved by the state
 2 board of accounts. **The estimated budget must be based on a full**
 3 **accrual basis in accordance with the best practices used by**
 4 **governmental entities and that apply generally accepted accounting**
 5 **principles (as defined in IC 5-11-1-2(a)) to governmental budgets.**

6 The political subdivision shall give notice by publication to taxpayers
 7 of:

- 8 (1) the estimated budget;
- 9 (2) the estimated maximum permissible levy;
- 10 (3) the current and proposed tax levies of each fund; and
- 11 (4) the amounts of excessive levy appeals to be requested.

12 In the notice, the political subdivision shall also state the time and place
 13 at which a public hearing will be held on these items. The notice shall
 14 be published twice in accordance with IC 5-3-1 with the first
 15 publication at least ten (10) days before the date fixed for the public
 16 hearing.

17 (b) The board of directors of a solid waste management district
 18 established under IC 13-21 or IC 13-9.5-2 (before its repeal) may
 19 conduct the public hearing required under subsection (a):

- 20 (1) in any county of the solid waste management district; and
- 21 (2) in accordance with the annual notice of meetings published
 22 under IC 13-21-5-2.

23 (c) The trustee of each township in the county shall estimate the
 24 amount necessary to meet the cost of ~~poor relief township assistance~~
 25 in the township for the ensuing calendar year. The township board shall
 26 adopt with the township budget a tax rate sufficient to meet the
 27 estimated cost of ~~poor relief township assistance~~. The taxes collected
 28 as a result of the tax rate adopted under this subsection are credited to
 29 the township ~~poor relief assistance~~ fund."

30 Renumber all SECTIONS consecutively.

(Reference is to HB 1845 as printed February 22, 2005.)

Representative Crawford