GENERAL ASSEMBLY OF NORTH CAROLINA SESSION 2007

H HOUSE DRH50541-LH-20 (12/13)

Short Title:	Non-State Entity/Lmt Admin. Costs/State Funds.	(Public)
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Sponsors: Representative Brown.

Referred to:

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1 A BILL TO BE ENTITLED

AN ACT TO PROVIDE THAT A NON-STATE ENTITY THAT RECEIVES A STATE APPROPRIATION SHALL USE NO MORE THAN FIFTEEN PERCENT OF THE STATE FUNDS APPROPRIATED TO THE NON-STATE ENTITY FOR ADMINISTRATIVE EXPENSES UNLESS OTHERWISE AUTHORIZED BY LAW.

The General Assembly of North Carolina enacts:

SECTION 1. G.S. 143C-6-22(a) reads as rewritten:

"(a) Disbursement and Use of State Funds. – Every non-State entity that receives, uses, or expends any State funds shall use or expend the funds only for the purposes for which they were appropriated by the General Assembly. <u>A non-State entity shall use no more than fifteen percent (15%) of any State funds appropriated to the non-State entity for a fiscal year for administrative expenses in that fiscal year unless otherwise authorized by law.</u> State funds include federal funds that flow through the State Treasury."

SECTION 2. This act becomes effective July 1, 2007.