

2014 -- H 7035

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STATE OF RHODE ISLAND

IN GENERAL ASSEMBLY

JANUARY SESSION, A.D. 2014

A N A C T

RELATING TO PUBLIC FINANCE -- STATE FUNDS

Introduced By: Representatives Shekarchi, Ackerman, Casey, O`Grady, and Trillo

Date Introduced: January 09, 2014

Referred To: House Finance

It is enacted by the General Assembly as follows:

1 SECTION 1. Chapter 35-4 of the General Laws entitled "State Funds" is hereby amended
2 by adding thereto the following section:

3 **35-4-29. Distribution of state surpluses. – (a) Any state surplus in any fiscal year shall**
4 **be distributed as follows:**

5 (1) Fifty percent (50%) of any state surplus of any character shall be distributed to the
6 general fund.

7 (2) Fifty percent (50%) of any state surplus of any character shall be distributed to the
8 cities and towns in accordance with the aid to cities and towns formula provided in chapter 45-13.
9 The distribution under subdivision 35-4-29(a)(2) shall be limited to the payment of (i) Unfunded
10 liabilities, (ii) Bond indebtedness, or (iii) Pension obligations.

11 SECTION 2. This act shall take effect upon passage.

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

1 This act would direct fifty percent (50%) of any state surplus to be distributed to the
2 general fund and the remaining fifty percent (50%) to the cities and towns in accordance with the
3 state aid formula.

4 This act would take effect upon passage.

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