

House Bill 1341

By: Representative Butler of the 18th

A BILL TO BE ENTITLED
AN ACT

1 To amend Chapter 2 of Title 31 of the Official Code of Georgia Annotated, relating to the
2 Department of Human Resources, so as to provide a limitation on expenditures of department
3 funds for administrative costs; to define a term; to provide for annual audits of the
4 department; to provide for related matters; to repeal conflicting laws; and for other purposes.

5 BE IT ENACTED BY THE GENERAL ASSEMBLY OF GEORGIA:

6 style="text-align:center">**SECTION 1.**

7 Chapter 2 of Title 31 of the Official Code of Georgia Annotated, relating to the Department
8 of Human Resources, is amended by adding a new Code section to read as follows:

9 "31-2-10.

10 (a) The department shall not expend more than 5 percent of its total budget for
11 administrative costs each fiscal year; provided, however, that if any federal program
12 requires a lower cap on administrative costs, such cap shall apply to such program. As
13 used in this subsection, the term 'total budget' shall include all moneys received by the
14 department in the General Appropriations Act and all grants and donations from the federal
15 government and from any of its departments, agencies, and instrumentalities.

16 (b) The state auditor shall be authorized and directed to make an annual audit of the
17 transactions of the department and to make a complete report of the same to the General
18 Assembly. The annual audit shall disclose all moneys received by the department and all
19 expenditures made by the department by revenue source, including all programs and
20 special projects itemized in the General Appropriations Act. The annual audit shall include
21 an itemization by revenue source of encumbered and reserved money and a determination
22 of administrative costs in relation to the requirements of subsection (a) of this Code section.
23 Revenue sources shall include all grants and donations from the federal government and
24 from any of its departments, agencies, and instrumentalities. The state auditor shall also
25 make an audit of the affairs of the department at any time when requested to do so by the
26 Governor or General Assembly."

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SECTION 2.

2 All laws and parts of laws in conflict with this Act are repealed.