

Department of Finance and Administration

Legislative Impact Statement

Bill: SB838

Bill Subtitle: TO REGULATE STATE TREASURY MANAGEMENT PRACTICES AND PROCEDURES; AND TO PROVIDE FOR THE PRUDENT INVESTMENT AND MANAGEMENT OF STATE TREASURY FUNDS.

Basic Change :

Sen. Rapert,

The bill addresses two primary issues:

1. The State Board of Finance is currently established under 19-3-101. However, other than establishment of the Board, current law provides no specific guidelines on the Board's scope of operation and responsibilities. The bill repeals 19-3-101 and reestablishes the Board of Finance with significantly more detail as to the Board's operations and responsibilities. The Board's primary responsibility will now be to exercise oversight over the operations of the State Treasurer's office. The oversight is extensive and includes, among other things, hiring of key Treasurer personnel and Treasurer record keeping practices. Under the Board's supervision, the Treasurer is to assume responsibility for establishing and maintaining effective internal controls within its office.
2. A number of technical changes have been made to the State Treasury Management Law at 19-3-501 et seq. This portion of the bill addresses the Treasurer's money management practices, including investment of funds under its control.

Revenue Impact :

None

Taxpayer Impact :

None

Resources Required :

None

Time Required :

None

Procedural Changes :

None

Other Comments :

None

Legal Analysis :

The bill has no Emergency Clause and would become effective 90 days after adjournment of the session.