WEST VIRGINIA LEGISLATURE

2017 REGULAR SESSION

Introduced

House Bill 2556

BY DELEGATES HAMRICK, STORCH, PHILLIPS, FOLK,

PAYNTER, OVERINGTON, STATLER, WALTERS, WESTFALL,

GEARHEART AND WILSON

[Introduced February 20, 2017; referred

to the Committee on the Judiciary then Finance.]

A BILL to amend the Code of West Virginia, 1931, as amended, by adding thereto a new section,
designated §4-2-6a, relating to requiring the Joint Committee on Government and Finance
to prepare a "Coercive Federal Funds Report" on each budget bill; to empower the
Attorney General to bring suit in federal courts to enjoin the application of federal laws
containing coercive federal funds; and to affirm that the policy of the State of West Virginia
is that coercive federal funds are unconstitutional and violate the principles of federalism. *Be it enacted by the Legislature of West Virginia:*

That the Code of West Virginia, 1931, as amended, be amended by adding thereto a new
 section, designated §4-2-6a, to read as follows:

ARTICLE 2. LEGISLATIVE AUDITOR; POWERS; FUNCTIONS; DUTIES; COMPENSATION.

§4-2-6a. Coercive federal funds report.

1 (a) For the purpose of this section, "federal funds" refers to any federal grants in aid or

- 2 other federal funds that are included in each budget bill.
- 3 (b) The Joint Committee on Government and Finance shall prepare a "Coercive Federal
- 4 Funds Report" on each budget bill. The report shall contain all of the following:
- 5 (1) A detailed description of each source of federal funds in the budget bill that exceeds
- 6 <u>\$1 million in the aggregate; and</u>
- 7 (2) A detailed description of the conditions that must be met for continued eligibility for
- 8 each source, based on relevant federal law, regulations and guidance. The description of the
- 9 conditions attached to each source shall be clearly separated into the following three categories:
- 10 (A) Conditions that describe the manner in which the federal funds must be spent;
- 11 (B) Conditions that describe the manner in which any related nonfederal state or local
- 12 <u>funds must be spent, including "maintenance of effort" and similar requirements; and</u>
- 13 (C) Conditions that relate to policy matters other than the manner in which federal, state,

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- 14 or local funds must be spent.
- 15 (c) The conditions described in paragraphs (B) and (C), subdivision (2), subsection (b) of
- 16 this section shall be deemed "coercive federal conditions," and the related federal funds shall be
- 17 <u>deemed "coercive federal funds."</u>
- 18 (d) The Attorney General is hereby authorized to bring suit in federal court to enjoin the
- 19 application of any and all such conditions.
- 20 (e) It is the policy of the State of West Virginia that federal programs that contain federal
- 21 conditions are unconstitutional and incompatible with the federal structure of the United States
- 22 <u>Constitution, and with the Constitution's guarantee of a democratic representative government for</u>
- 23 the states. It is the policy of the State of West Virginia to work with other states in ending all such
- 24 federal programs, and replacing them as necessary with state programs that reflect the
- 25 preferences of the residents of the State of West Virginia. The Governor shall consult with the
- 26 Governors of other states to develop a coordinated approach to issues relating to coercive federal
- 27 <u>funding programs.</u>

NOTE: The purpose of this bill is to require the Joint Committee on Government and Finance to prepare a "Coercive Federal Funds Report" on each budget bill; to empower the Attorney General to bring suit in federal courts to enjoin the application of federal laws containing coercive federal funds; and to affirm that the policy of the State of West Virginia is that coercive federal funds are unconstitutional and violate the principles of federalism.

Strike-throughs indicate language that would be stricken from a heading or the present law and underscoring indicates new language that would be added.