

XXXTH CONGRESS
XX SESSION

S. XXXX

IN THE SENATE OF THE UNITED STATES
MONTH DD, YYY

Mr. GLADSTONE introduced the following bill; which was read twice and referred to the
Committee on XYZ

A BILL

To curb the pattern of over-spending in the last month of the fiscal year by agencies in the
federal government.

*Be it enacted by the Senate and House of Representatives of the United States of
America in Congress assembled,*

SECTION 1. SHORT TITLE.

- (a) This Act may be cited as the “Budget Rollover Act of XXXX”
- (b) Effective Date.—

The amendments made by this Act shall be effective on October 1, XXXX.

SECTION 2. ESTABLISHING ROLLOVER ACCOUNTS

- (a) 31 U.S.C. Chapter 13 is amended by adding at the end the following new
subchapter:

“SUBCHAPTER IV – Rollover Accounts

Section 1400. Definition and Setup

- (a) A rollover account is an account that will hold appropriated
funds from the previous fiscal year.

- (b) In the last month of each fiscal year, the Secretary of the Treasury will establish a separate account for each agency whose purpose is defined in paragraph (a).
- (c) In the last month of each fiscal year, the head of each agency shall submit a request to the Secretary of the Treasury for appropriated funds to be held in a rollover account for the next fiscal year.
- (d) If the conditions for the agency request as determined under section 1401 are met, the Secretary of the Treasury will reallocate funds from the agency's unobligated balance into the designated rollover account established under paragraph (b).
- (e) Funds allocated to a rollover account will be available for obligation during the fiscal year following account setup only.
- (f) Funds allocated to a rollover account may be accessed at any point during the fiscal year following account setup, independent or in conjunction with non-rollover account appropriations.
- (g) Notwithstanding any other provision in this subchapter, rollover accounts shall be treated like any other appropriation account established under 31 U.S.C. Subtitle II.

Section 1401. Requirements.

- (a) In determining the amount an agency may put into a rollover account established under section 1400(a)-
 - (1) No amount greater than 20% of the current fiscal year's appropriated funds may be reallocated; and
 - (2) When determining the maximum amount that may be reallocated in paragraph (1), the current fiscal year's appropriated funds will exclude from calculation any rollover account funds that may exist.
- (b) Funds that are obligated but unexpended by an agency are not eligible for reallocation into a rollover account.

Section 1402. Audit, Control, and Reporting

- (a) In the seventh month of the fiscal year, the head of each agency will be required to submit a mid-year budget report regarding

expected rollovers at the end of the fiscal year.

- (b) Each mid-year report from paragraph (a) shall—
- (1) describe all fiscal-year-to-date obligated expenditures, with top line itemization of appropriations;
 - (2) describe any and all anticipated contract obligations for the remainder of the fiscal year;
 - (3) describe any and all planned, desired, and/or considered procurement efforts that may start in the last month of the current fiscal year; and
 - (4) describe any and all planned, desired, and/or considered procurement efforts that may involve obligations beginning in the current fiscal year and extending into the next fiscal year.
- (c) The head of each agency shall provide a copy of each such report to the Speaker of the House of Representatives, the Committee on Appropriations, the Committee on Government Affairs, and any other appropriate oversight and authorizing committees of the Senate.
- (d) The head of each agency shall establish internal controls to assure that adequate review of obligated balances, planned projects, and planned procurement is performed.

Section 1404. Closing Rollover Accounts

- (a) On September 30th of the current fiscal year, all agency rollover accounts shall be closed and any remaining balances in the accounts, whether obligated or unobligated, shall be cancelled, thus rendering those funds unavailable for obligation or expenditure for any purposes thereafter.
- (b) Collections authorized or required to be credited to a rollover account but not received before closing of the account under subsection (a) shall be deposited in the Treasury as miscellaneous receipts.”
- (b) 31 U.S.C. 1554(b)(1) is amended by inserting after “adjustments made to appropriation accounts” the following:

“ and rollover accounts”

- (c) 31 U.S.C. 1554(b)(2) is amended by adding the following new paragraph at the end:

“(G) provide a description, with reference to the fiscal year of appropriations, of the amount in each rollover account, and an itemization of any payments and obligations made with funds from each rollover account.”

- (d) 31 U.S.C. 1341(a)(1)(A) is amended by inserting “, rollover account, ” after “amount available in an appropriation”.

- (e) 31 U.S.C. 1101(2) is amended by redesignating paragraphs (B) and (C) as (C) and (D), respectively; and by inserting the following after paragraph (A):

“(B) rollover account;”
