THE GENERAL ASSEMBLY OF PENNSYLVANIA

HOUSE BILL

No. 712 Session of

INTRODUCED BY DAVIDSON, COHEN, THOMAS AND McNEILL, MARCH 4, 2015

REFERRED TO COMMITTEE ON STATE GOVERNMENT, MARCH 4, 2015

AN ACT

- Establishing the Commission on Realignment and Restructuring of
- State Government within the Office of the Governor; and 2
- providing for the composition, powers and duties and
- expiration of the commission. 4
- 5 The General Assembly of the Commonwealth of Pennsylvania
- hereby enacts as follows:
- Section 1. Short title. 7
- 8 This act shall be known and may be cited as the State
- Government Realignment and Restructuring Act.
- Section 2. Definitions. 10
- 11 The following words and phrases when used in this act shall
- 12 have the meanings given to them in this section unless the
- 13 context clearly indicates otherwise:
- 14 "Agency." An office, officer, department, authority, board,
- 15 council or commission of the executive department which is
- 16 subject to the policy, supervision and control of the Governor
- 17 whether created by the Constitution of Pennsylvania, an act of
- 18 the General Assembly or an executive order.
- 19 "Commission." The Commission on Realignment and

- 1 Restructuring of State Government established by this act.
- 2 "Core function." The programs and services that represent an
- 3 agency's governmental function or reason for existing, including
- 4 a function, obligation or responsibility that may be enumerated
- 5 in the Constitution of Pennsylvania, an act of the General
- 6 Assembly or an executive order.
- 7 "Executive department."
- 8 (1) The term includes:
- 9 (i) The Governor's Office.
- 10 (ii) Executive agencies.
- 11 (iii) The Office of Attorney General, the Department
- of the Auditor General and the Treasury Department.
- 13 (iv) An organization established by the Constitution
- of Pennsylvania, an act of the General Assembly or an
- 15 executive order that performs or is intended to perform a
- 16 core function.
- 17 (2) The term does not include an independent agency or a
- 18 State-affiliated entity.
- 19 "Government." The executive department of State government
- 20 of this Commonwealth.
- "Secretaries." The Secretary of Revenue, the Secretary of
- 22 the Budget and the Secretary of Administration.
- 23 Section 3. Establishment and purpose.
- 24 The Commission on Realignment and Restructuring of State
- 25 Government is established within the Governor's Office. The
- 26 purpose of the commission shall be to conduct a comprehensive
- 27 analysis and evaluation of core functions of each agency,
- 28 including an analysis and evaluation of all core functions and
- 29 delivery methods for the purpose of:
- 30 (1) Identifying opportunities for creating efficiencies

- in government, including streamlining, consolidating or eliminating redundant, duplicative and unnecessary core functions, agencies and regulations.
 - (2) Exploring and recommending innovative systems or approaches for delivering core functions at the lowest costeffective value.
 - (3) Identifying systems, processes or ways to more effectively perform or provide core functions, including potential privatization of specific government operations.
 - (4) Studying and making recommendations for strengthening integrity and making government transparent, responsive, accountable and user-friendly to and for the citizens of this Commonwealth.
 - (5) Promoting the delivery of core functions fairly, effectively, impartially and courteously to the citizens of this Commonwealth with sensitivity to the diversity of the people of this Commonwealth.
 - (6) Identifying and recommending innovative systems and processes for place-based delivery of core functions that could be achieved either through one-stop shops that deliver a range of specific core functions in one customer-friendly location or through other innovative initiatives.
 - (7) Promoting public participation through an inclusive approach to policy development and implementation.
 - (8) Making recommendations for reforming policies and procedures to allow better use and exploitation of technology for the delivery of specific core functions.
 - (9) Identifying procedures which can be used to evaluate the effectiveness of government spending and which will enable agencies to be more adaptable in realigning spending

- 1 with emerging government priorities.
- 2 Section 4. Composition, qualifications and operation of
- 3 commission.
- 4 (a) Composition. -- The commission shall consist of 11
- 5 individuals who by profession, education, experience or civic
- 6 affiliation have a broad mix of public policy, finance and
- 7 business experience. Members of the commission shall be
- 8 appointed as follows:
- 9 (1) Four legislative appointees as follows:
- 10 (i) One individual appointed by the President pro 11 tempore of the Senate.
- 12 (ii) One individual appointed by the Minority Leader
 13 of the Senate.
- 14 (iii) One individual appointed by the Speaker of the 15 House of Representatives.
- 16 (iv) One individual appointed by the Minority Leader
 17 of the House of Representatives.
- Individuals appointed under this paragraph may not be members of the General Assembly or their staff or a relative of a
- 20 member of the General Assembly.
- 21 (2) Seven public members appointed by the Governor. The 22 following shall apply to appointments under this paragraph:
- 23 (i) Only one individual may be a member of the 24 Pennsylvania bar.
- 25 (ii) Four individuals must be recommended by a 26 business organization, civic organization, public safety 27 organization or labor organization.
- 28 (iii) No more than four individuals shall be 29 registered or affiliated with the same political party.
- 30 (iv) An individual may not be a member of the

- Governor's staff, a member of the Governor's cabinet, a relative of the Governor or the Governor's staff or a cabinet member.
 - (v) An individual may not be a registered lobbyist.
 - (vi) At least two appointees shall be college students enrolled in an institution of the State System of Higher Education or a State-related institution of higher education in this Commonwealth.
 - (3) The following shall apply to appointments made under paragraph (2):
 - (i) Within 30 days of the effective date of this section, the Governor shall place a notice in at least one newspaper in each county of this Commonwealth and in the Pennsylvania Bulletin alerting organizations described under paragraph (2) that they may submit a letter of interest to be included in the process of appointing public members to the commission. The notice shall describe the details of the appointment process and qualifications for appointment under subsection (b). The notice shall also be posted on the Governor's Internet website.
 - (ii) An organization described under paragraph (2) with an interest in recommending an individual to serve on the commission shall submit a letter of interest to the Governor within 15 days of publication of the notice in the Pennsylvania Bulletin. The letter of interest shall include:
- 28 (A) The name and address of the organization and
 29 the name and telephone number or electronic mail
 30 address of a contact person.

1 (B) The name, address, contact information,
2 including electronic mail address, and political
3 affiliation of at least three individuals recommended
4 by the organization for appointment to the commission
5 and a summary of each individual's professional
6 expertise in public policy, business or finance which

qualifies him for selection.

- (C) Within 10 days following receipt of the names of the individuals submitted by organizations under clause (B), the Governor shall publicly draw lots from each of the categories of organizations to determine who shall serve as the public members of the commission from each category. The section of individuals to serve as public members in accordance with this subparagraph shall be subject to the requirements of paragraph (2) (iii).
- (D) Notwithstanding subsection (d)(3), the selection process provided in this paragraph shall be used to fill a vacancy or replace a member who resigns from or declines an appointment to the commission under paragraph (2).
- (4) For the purposes of paragraphs (1) and (2), a relative shall include a spouse, child or stepchild, mother, father, grandmother or grandfather, sister or brother, stepsister or stepbrother or aunt or uncle.
- (b) Qualifications of members.--
- (1) Each individual appointed to the commission shall have been a resident of this Commonwealth for at least two years prior to appointment to the commission.
- 30 (2) Each individual appointed to the commission shall be

- 1 18 years of age or older as of the date of the appointment 2 and shall be a registered voter.
- 3 (3) During an individual's term of appointment as a 4 member of the commission, the individual may not hold an 5 office in a political party or political organization or hold
- an elected or appointed public office, compensated or
- 7 uncompensated.
- 8 (4) In making appointments to the commission, an
 9 appointing authority shall assure that the composition of the
 10 group of individuals appointed is representative of and
 11 reflects the age, gender, ethnic and geographic diversity of
- 12 this Commonwealth.
- 13 (c) Ex officio members. -- The Auditor General, the Attorney
- 14 General, the State Treasurer and the secretaries shall serve as
- 15 ex officio, nonvoting members of the commission.
- 16 (d) Appointments, terms of office, removal and vacancies.--
- 17 (1) Each appointing authority shall make his or her
- initial appointment to the commission within 60 days of the
- 19 effective date of this section.
- 20 (2) Individuals appointed to the commission shall serve
- 21 at the pleasure of the appointing authorities and may only be
- 22 removed by the appointing authority for the following
- 23 reasons:
- 24 (i) A violation of the commission's rules governing
- 25 the conduct of members.
- 26 (ii) The individual no longer meets the
- 27 qualifications for appointment under subsection (b).
- 28 (iii) Just cause as determined by the appointing
- authority.
- 30 (3) The appropriate appointing authority shall appoint

- 1 an individual to the commission to fill a vacancy or to
- 2 replace a member who resigns from or declines an initial
- appointment, provided that an individual appointed to fill a
- 4 vacancy shall be subject to the qualifications under
- 5 subsection (b). An appointment to fill a vacancy shall be
- 6 effective immediately.
- 7 (e) Operations of the commission.--
- 8 (1) The members of the commission shall choose a
- 9 chairperson, vice chairperson or other officer as determined
- 10 by the commission from among its membership.
- 11 (2) The Governor shall convene the initial meeting of
- the commission within 30 days after all members have been
- appointed in accordance with subsection (d) (1) and shall
- preside, or appoint a designee to preside, until a
- 15 chairperson is appointed.
- 16 (3) After appointment of a chairperson, the commission
- shall meet at times and places specified by the call of the
- 18 chairperson but not less than twice a month. A meeting of the
- 19 commission may also be called by majority of the members of
- the commission.
- 21 (4) The commission shall establish its own rules of
- 22 procedure to govern its operation and rules to govern the
- 23 conduct of its membership.
- 24 (5) Nine members physically present at a meeting of the
- commission shall constitute a quorum for the conduct of
- 26 business.
- 27 (6) Official action of the commission shall be
- authorized by a majority vote of the members of the
- 29 commission.
- 30 (7) A member not physically present at a meeting of the

- 1 commission may participate electronically by teleconference,
- 2 video conference or by other means of communication as
- 3 approved by rule of the commission.
- 4 (8) Members shall not be compensated for their service
- 5 as members of the commission, but shall be reimbursed for
- 6 expenses necessarily incurred and vouchered in the discharge
- 7 of their official duties in accordance with Commonwealth
- 8 policy for the reimbursement of expenses for agencies under
- 9 the jurisdiction of the Governor.
- 10 (f) Open meetings and Right-to-Know.--Proceedings of the
- 11 commission shall be subject to the provisions of the following:
- 12 (1) The act of February 14, 2008 (P.L.6, No.3), known as
- 13 the Right-to-Know Law.
- 14 (2) 65 Pa.C.S. Ch. 7 (relating to open meetings).
- 15 (q) Notice of proceedings. -- The commission shall publish
- 16 notice in the Pennsylvania Bulletin of all scheduled commission
- 17 proceedings, including public hearings, in accordance with 65
- 18 Pa.C.S. Ch. 7.
- 19 (h) Administrative support. -- Staff support as is necessary
- 20 for the conduct of the work of the commission shall be provided
- 21 by agencies as the Governor may designate.
- 22 Section 5. Duties of the commission.
- 23 (a) Duties of commission. -- To achieve the purposes provided
- 24 in section 3, the commission shall:
- 25 (1) Hold public hearings and work sessions.
- 26 (2) Review budget, revenue and caseload forecasts and
- estimates over the ensuing four-year period.
- 28 (3) Examine current operations and organization of the
- 29 executive department assuming no expansion of current funding
- 30 sources.

- 1 (4) Evaluate operational and organizational
 2 restructuring possibilities to find cost savings and
 3 efficiencies in order to maintain or enhance core functions
 4 with fewer resources.
- 5 (5) Evaluate the core functions of the executive 6 department that are required by the Constitution of 7 Pennsylvania and the United States Constitution, and the core 8 functions provided by agencies of the executive department 9 that are essential to the health, safety and welfare of 10 Pennsylvanians.
- 11 (6) Analyze methods or approaches which will support an 12 agency's ability to effectively respond to complex short-term 13 and long-term policy challenges.
 - (7) Study and identify approaches to minimize or simplify regulatory reporting and compliance requirements for business and eliminate unnecessary or poorly defined regulations taking into account the different capacities of small and large businesses and compliance requirements that impose unnecessary external regulatory cost and reporting burden.
 - (b) Recommendations.--
 - (1) The commission shall make recommendations for executive orders or legislative proposals to the Governor and the General Assembly that:
 - (i) Adopt methods and procedures for reducing executive department spending to the lowest amount consistent with the efficient performance of essential core functions.
- 29 (ii) Eliminate redundancies, duplication and 30 overlapping of core functions and wasteful practices.

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1 (iii) Consolidate budgets and core functions of a similar nature or with a similar mission. 2 3 Eliminate unnecessary agencies, create necessary agencies, reorganize existing agencies and 4 5 transfer core functions and responsibilities among 6 agencies. (v) Abolish core functions that are outdated or not 7 8 necessary to the efficient operation of the executive 9 department. 10 (vi) Define or redefine the duties and 11 responsibilities of State officers. 12 (vii) Streamline, consolidate or eliminate redundant 13 and antiquated agencies, core functions and regulations. 14 (viii) Make agency data and information accessible 15 to the public. 16 Identify innovative approaches to collaborate 17 and consult with citizens, community groups and 18 businesses on policy and core function delivery issues. 19 Develop a single Internet login or common 20 registration process to be used by agencies to provide 21 core functions, which makes better use of technology and 22 removes legislative and administrative barriers to the 23 delivery of core functions. 24 In addition to the requirements of paragraph (1), 25 the commission shall make recommendations for executive 26 orders and legislative proposals to the Governor and the 27 General Assembly regarding all of the following: 28 (i) Development of measurable outcomes for each of 29 the recommended core functions of agencies. 30 Methods for setting priorities among agency (ii)

- core functions based on how effectively and efficiently each agency will address core functions.
- 3 (iii) Development of a mission statement by each
 4 agency, a description of the actions and priorities
 5 necessary to accomplish the agency's mission and a
 6 process or approach for submitting biennial budget
 7 requests which reflect the mission and priorities.
- 8 (c) Responsibilities of agencies.—Each agency shall assist
 9 the commission in the performance of its duties under this act
 10 and, to the extent permitted by law relating to confidentiality,
 11 furnish information and advice as the members of the commission
- 12 consider necessary to perform their duties.
- 13 (d) Reports. -- The commission shall submit an initial report
- 14 of its findings and recommendations to the Governor and General
- 15 Assembly not later than June 30, 2016. Subsequent reports shall
- 16 be submitted every six months thereafter.
- 17 Section 6. Expiration.
- 18 This act shall expire January 1, 2021, unless sooner
- 19 reenacted by the General Assembly.
- 20 Section 7. Effective date.
- 21 This act shall take effect immediately.