HLS 16RS-962 REENGROSSED

2016 Regular Session

HOUSE BILL NO. 743

1

BY REPRESENTATIVE SCHRODER

STATE DEPARTMENTS: Provides for a subcommittee of the Joint Legislative Committee on the Budget to conduct sunset reviews of state departments

AN ACT

2	To amend and reenact R.S. 49:193(B)(introductory paragraph) and to enact R.S. 24:653(N),
3	relative to the Joint Legislative Committee on the Budget; to establish a statutory
4	entity review subcommittee; to provide for the powers, duties, and functions of such
5	subcommittee; and to provide for related matters.
6	Be it enacted by the Legislature of Louisiana:
7	Section 1. R.S. 24:653(N) is hereby enacted to read as follows:
8	§653. Duties and functions
9	* * *
10	N.(1) The committee shall have a statutory entity review subcommittee
11	which shall review and evaluate statutory entities to make evaluations to achieve the
12	<u>following:</u>
13	(a) The elimination of inactive entities.
14	(b) The elimination or consolidation of entities, programs, or activities which
15	duplicate other governmental entities, programs, or activities.
16	(c) The elimination of unnecessary entities, programs, or activities or
17	entities, programs, or activities which no longer serve the public interest.

1	(d) The elimination or improvement of inefficient or ineffective entities,
2	programs, or activities.
3	(e) The elimination or revision of entities, programs, or activities that are
4	inconsistent with the intent of legislation authorizing the entity, program, or activity.
5	(2) The committee, by its own rules, motions, or resolutions, shall provide
6	for the size, membership, appointment, all administrative matters, and the delegated
7	powers and duties of the statutory entity review subcommittee. The committee shall
8	provide that the membership of the subcommittee is bipartisan and diverse.
9	(3) The statutory entity review subcommittee shall conduct the review,
10	analysis and study of the listings required under R.S. 49:191.1(B) of all legislatively
11	authorized programs and Acts of the legislature directing any activity to be
12	administered by the budget unit for which implementing funds were not appropriated
13	in the prior fiscal year and shall report its findings and recommendations to the
14	committee in sufficient time for the committee to incorporate its findings and
15	recommendations in the report the committee is required to submit under R.S.
16	<u>49:191.1(B).</u>
17	(4) The statutory entity review subcommittee may review and conduct
18	hearings on the information received by the appropriate standing committees from
19	a statutory entity as part of the procedure for re-creation of any statutory entity to be
20	terminated under the provisions of R.S. 49:190 et seq. If the appropriate standing
21	committee does not provide notice of termination and evaluation to the statutory
22	entity to be terminated, the statutory entity review subcommittee may send notice of
23	termination and evaluation.
24	(5) The statutory entity review subcommittee may conduct the oversight
25	hearings of the undersecretary reports of the House Committee on Appropriations
26	and the Senate Committee on Finance required by R.S. 36:8(C).
27	(6) The statutory entity review subcommittee may request the assistance of
28	the Legislative Fiscal Office and the legislative auditor to compile pertinent

1 information about any statutory entity under review by the statutory entity review 2 subcommittee. 3 Section 2. R.S. 49:193(B)(introductory paragraph) is hereby amended and reenacted 4 to read as follows: 5 §193. Re-creation of terminated entity; procedure 6 The procedure for re-creation of any statutory entity to be terminated under 7 the provisions of this Part shall be as follows: 8 9 B. No later than thirty days after the referral of the statutory entities to the 10 appropriate standing committees, the committees shall, separately or jointly, notify 11 the statutory entities under their jurisdiction of the termination dates and provide 12 them a tentative schedule for evaluation hearings. In addition, the committees shall, separately or jointly, request the Department of State Civil Service to review the job 13 14 descriptions and staffing of each entity. After receipt of the notice of termination 15 and evaluation from the appropriate standing committees or the statutory entity 16 review subcommittee of the Joint Legislative Committee on the Budget, each 17 statutory entity shall provide the standing committees and the Joint Legislative 18 Committee on the Budget with the following information at the same time it submits 19 its budget request to the governor under the provisions of R.S. 39:33: 20

DIGEST

The digest printed below was prepared by House Legislative Services. It constitutes no part of the legislative instrument. The keyword, one-liner, abstract, and digest do not constitute part of the law or proof or indicia of legislative intent. [R.S. 1:13(B) and 24:177(E)]

HB 743 Reengrossed

2016 Regular Session

Schroder

Abstract: Creates the statutory entity review subcommittee of the Joint Legislative Committee on the Budget to review information received by standing committees under the Sunset Law and other reports received by agencies.

<u>Proposed law</u> creates the statutory entity review subcommittee (the review subcommittee) of the Joint Legislative Committee on the Budget (JLCB). Provides that the subcommittee shall conduct sunset review and may conduct activities related to the termination of unfunded programs and acts and activities related to reports prepared by the department secretaries as described below:

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CODING: Words in struck through type are deletions from existing law; words <u>underscored</u> are additions.

SUNSET REVIEW

<u>Present law</u> (the Sunset Law, R.S. 49:190 et seq.) provides for termination of each state agency, department, and office (statutory entity) and a procedure for standing committees of the legislature to conduct a comprehensive evaluation to determine if the merits of the activities of the entity support its continuation. Statutory entities are assigned to standing committees by the presiding officer of each house and are required to provide information to the standing committees.

<u>Proposed law</u> authorizes the review subcommittee to request the same information statutory entities are required to submit to the standing committees. Further requires the statutory entities to provide to the JLCB the same information submitted to the standing committees.

<u>Present law</u> establishes the purposes of the evaluations of the standing committees as follows:

- (1) The elimination of inactive entities.
- (2) The elimination or consolidation of entities, programs, or activities which duplicate other governmental entities, programs, or activities.
- (3) The elimination of unnecessary entities, programs, or those activities which no longer serve the public interest.
- (4) The elimination or improvement of inefficient or ineffective entities, programs, or activities.
- (5) The elimination or revision of entities, programs, or activities that are inconsistent with the intent of legislation authorizing the entity, program, or activity.

<u>Proposed law</u> establishes the same purposes of the evaluations for the review subcommittee.

TERMINATION OF UNFUNDED PROGRAMS AND ACTS

<u>Present law</u> (R.S. 49:191.1) requires each state budget unit to compile a listing of all legislatively authorized programs directing any activity to be administered by the budget unit for which implementing funds were not appropriated in the prior fiscal year. Requires the reports to be submitted to the JLCB. Requires the JLCB to submit its findings and recommendations to the members of the legislature not later than two weeks prior to each regular session of the legislature.

<u>Proposed law</u> authorizes the review subcommittee to conduct the review, analysis and study of the listings required under <u>present law</u> and report its findings and recommendations to the JLCB in time for the committee to incorporate the findings in the report the JLCB is required to submit under <u>present law</u>.

UNDERSECRETARY REPORT

<u>Present law</u> (R.S. 36:8(C)) requires each department secretary to submit the undersecretary report prior to Dec. 5 of each year relating to management and program analysis to the House Committee on Appropriations, to the Senate Committee on Finance, and to the legislative standing committee having oversight of the department. The legislative committees which receive reports as provided in <u>present law</u> shall conduct hearings to review such reports.

<u>Proposed law</u> authorizes the review subcommittee to conduct the hearings of the House Committee on Appropriations and the Senate Committee on Finance required in <u>present law</u>.

(Amends R.S. 49:193(B)(intro. para.); Adds R.S. 24:653(N))

Summary of Amendments Adopted by House

The Committee Amendments Proposed by <u>House Committee on Appropriations</u> to the <u>original</u> bill:

1. Require the Joint Legislative Committee on the Budget to provide for a review subcommittee membership that is bipartisan and diverse.

The House Floor Amendments to the engrossed bill:

1. Make technical corrections.