By the Committee on Governmental Oversight and Productivity

302-461-99

1 A bill to be entitled 2 An act relating to consolidations of 3 governmental operations; amending s. 20.057, 4 F.S.; providing for interagency agreements to 5 consolidate administrative services if such consolidation results in cost savings; 6 7 providing requirements for such agreements; requiring that the Governor report to the 8 9 Legislature on such consolidations; amending s. 216.031, F.S.; requiring that budget requests 10 submitted to the Legislature by state agencies 11 12 and the Supreme Court justify the need to consolidate administrative functions; amending 13 s. 216.163, F.S.; providing for the Executive 14 Office of the Governor to recommend the 15 interagency consolidation of administrative 16 17 services in order to improve agency performance; providing an effective date. 18 19 20 Be It Enacted by the Legislature of the State of Florida: 21 22 Section 1. Section 20.057, Florida Statutes, is 23 amended to read: 20.057 Interagency agreements to eliminate delete 24 25 duplication of inspections .--(1) The Governor shall direct any department, the head 26 27 of which is an officer or board appointed by and serving at 28 the pleasure of the Governor, to enter into an interagency 29 agreement that will eliminate duplication of: 30 (a) Inspections among the departments that inspect the

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CODING: Words stricken are deletions; words underlined are additions.

31 same type of facility or structure; or.

- (b) The functions of administrative services which, if consolidated, would result in a cost-savings benefit.
- (2) Parties to the agreement may include departments that which are headed by a Cabinet officer, the Governor and Cabinet, or a collegial body. The agreement must shall:
- (a) Authorize agents of one department to conduct inspections required to be performed by another department.
- (b) Specify that agents of the department conducting the inspection have all powers relative to the inspection as the agents of the department on whose behalf the inspection is being conducted.
- (c) Require that agents of the department conducting the inspection have sufficient knowledge of statutory and administrative inspection requirements to conduct a proper inspection.
- (d) Specify that the departments which have entered into the agreement may neither charge nor accept any funds with respect to duties performed under the agreement which are in excess of the direct costs of conducting such inspections.
- (e) Identify specific administrative services and their appropriate method of delivery, implementation schedules, and anticipated cost savings.
- Before taking effect, an agreement entered into under this section must be approved by the Governor. Inspections or consolidations conducted under an agreement shall be deemed sufficient for enforcement purposes pursuant to the agreement or as otherwise provided by law.
- (3)(2) No later than 60 days prior to the beginning of the regular session, the Governor shall make an annual report to the President of the Senate and the Speaker of the House of

Representatives regarding interagency agreements. The report must shall identify each interagency agreement entered into under this section, and, for each agreement, shall describe the duplication eliminated, provide data that measures the effectiveness of the inspections and consolidations conducted under the interagency agreement, and estimate the cost savings that have resulted from the agreement. The report must shall also describe obstacles encountered by any department in attempting to develop an interagency agreement and in performing duties resulting from an interagency agreement and shall recommend appropriate remedial legislative action.

Section 2. Paragraph (c) of subsection (5) of section 216.031, Florida Statutes, 1998 Supplement, is amended to read:

216.031 Budgets for operational expenditures.--A legislative budget request, reflecting the independent judgment of the head of the state agency, and of the Chief Justice of the Supreme Court, with respect to the needs of the agency and the judicial branch for operational expenditures during the next fiscal year, shall be submitted by each head of a state agency and by the Chief Justice of the Supreme Court and shall contain the following:

- (5) Detailed information for the next fiscal year necessary for the Legislature and the Governor to evaluate:
- (c) The justification for proposed improvements <u>or the need to consolidate administrative services functions</u> in existing programs.

Section 3. Paragraph (b) of subsection (4) of section 216.163, Florida Statutes, 1998 Supplement, is amended to read:

law.

 216.163 Governor's recommended budget; form and content; declaration of collective bargaining impasses.--

- (4) The Executive Office of the Governor shall review the evaluation report required by s. 216.031(10) and the findings of the Office of Program Policy Analysis and Government Accountability, to the extent they are available, request any reports or additional analyses as necessary, and submit a recommendation, which may include a recommendation regarding incentives or disincentives for agency performance. Incentives or disincentives may apply to all or part of a state agency.
 - (b) Disincentives may include, but are not limited to:
- 1. Mandatory quarterly reports to the Executive Office of the Governor and the Legislature on the agency's progress in meeting performance standards.
- 2. Mandatory quarterly appearances before the Legislature, the Governor, or the Governor and Cabinet to report on the agency's progress in meeting performance standards.
- 3. Elimination or restructuring of the program, which may include, but <u>need</u> not be limited to, transfer of the program, <u>interagency consolidation of administrative services</u> <u>functions</u>, or outsourcing all or a portion of the program.
 - 4. Reduction of total positions for a program.
- 5. Restriction on or reduction of the spending authority provided in s. 216.292(2) and (4).
 - 6. Reduction of managerial salaries.
 - Section 4. This act shall take effect upon becoming a

SENATE SUMMARY Requires that the Governor direct state agencies to enter into interagency agreements for consolidating administrative services if such consolidation results in cost savings. Requires the Governor to report to the Legislature on such consolidations. Provides for legislative budget requests submitted by state agencies and the Supreme Court to include a justification of the need to consolidate administrative functions. Authorizes the Executive Office of the Governor to recommend that agencies consolidate administrative services in order to agencies consolidate administrative services in order to improve agency performance.