By Representatives Wiles, Greenstein, Kosmas, Justice and Cusack

A bill to be entitled

An act relating to state administration; providing a short title; requiring the State Board of Administration, boards operating under the authority of the state, and state agencies to refinance outstanding bonds under certain circumstances; requiring quarterly reporting of bond issuance and refunding activities to the Legislature; authorizing state agency heads for the remainder of the current fiscal year to renegotiate contracts to reduce contract provisions by up to 5 percent under certain circumstances, subject to notice, review, and approval as specified in s. 216.177, F.S.; providing that savings resulting from such bond refinancing and contract renegotiation shall be redirected into certain current year budget categories in proportion to the cuts made to those areas in the 2001 Special Session C Supplemental Appropriations Act; providing for expiration of such provisions; requiring state agencies to propose administrative efficiencies to the Legislature prior to the start of each regular session of the Legislature; providing an effective date.

2526

2.2

23

24

Be It Enacted by the Legislature of the State of Florida:

28 29

27

Section 1. This act may be cited as the "Citizens' Government Efficiency Act of 2001."

3031

Section 2. (1) In order to implement the provisions of the act making supplemental appropriations and reductions in appropriations for the 2001-2002 state fiscal year at the 2001 Special Session C and notwithstanding any provision of law to the contrary, the State Board of Administration, any other board operating under the authority of the State of Florida, or any state agency that has the authority to issue bonds shall refinance any outstanding bonds of this state if there is opportunity to reduce the interest rate to maximize the cash flow benefit to the state. Any such bond-issuing authority shall report to the Legislature on a quarterly basis all bond issuance and refunding activities of the preceding quarter.

- (2) In order to implement the provisions of the act making supplemental appropriations and reductions in appropriations for the 2001-2002 state fiscal year at the 2001 Special Session C and notwithstanding any provision of law to the contrary, all state agency heads are authorized to renegotiate current state contracts with private providers and public-private providers to reduce contract payments by up to 5 percent as long as vital education, health care, and public safety services are not reduced. Final contract modifications pursuant to this subsection shall be subject to the notice, review, and approval process specified in section 216.177, Florida Statutes.
- (3) Savings generated from the refinancing of bonds under subsection (1) and the renegotiation of contracts under subsection (2) shall be redirected by the Legislative Budget Commission into the budget categories of education, health care, and public safety in proportion to the cuts made in those areas by the act making supplemental appropriations and

```
1
       reductions in appropriations for the 2001-2002 state fiscal
 2
       year at the 2001 Special Session C.
 3
                          This section expires July 1, 2002.
 4
                   Section 3. No later than 1 week prior to the start of
 5
       each regular session of the Legislature, all state agency
 6
      heads shall propose statutory or rule changes that would
 7
       result in savings to their agency's administrative budget.
 8
       Among other methods, state agency heads shall take into
 9
       account savings suggestions from outside organizations, such
       as Florida TaxWatch, the Florida Council of 100, and the Davis
10
11
       Productivity Awards Foundation. In addition, all state agency
12
      heads shall establish a place on their agency's website where
13
       citizens can recommend agency cost savings.
                   Section 4. This act shall take effect upon becoming a
14
15
       law.
16
                         17
18
                                                  HOUSE SUMMARY
19
          Creates the "Citizens' Government Efficiency Act of 2001"
20
          to:
          1. Require, for the remainder of the current fiscal year, the State Board of Administration, boards operating under the authority of the state, and state agencies to refinance outstanding bonds to reduce the interest rate to maximize the cash flow benefit to the state.
21
22
          2. Require, for the remainder of the current fiscal year, quarterly reporting of bond issuance and refunding activities to the Legislature.
23
24
          activities to the Legislature.

3. Authorize state agency heads, for the remainder of the current fiscal year, to renegotiate contracts and reduce contract provisions by up to 5 percent under certain circumstances, subject to notice, review, and approval as specified in s. 216.177, F.S.

4. Require the Legislative Budget Commission to redirect savings from such refinancing of bonds and renegotiation of contracts into the current fiscal year budget categories of education, health care, and public safety in proportion to the cuts made in such areas by the 2001 Special Session C Supplemental Appropriations Act.
25
26
27
2.8
29
30
          5. Require state agencies to propose administrative efficiencies to the Legislature prior to the start of each regular session of the Legislature.
```

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