## HOUSE SUBSTITUTE FOR SENATE BILL NO. 396

A bill to amend 1986 PA 268, entitled "Legislative council act,"

(MCL 4.1101 to 4.1901) by adding chapter 7A; and to repeal acts and parts of acts.

## THE PEOPLE OF THE STATE OF MICHIGAN ENACT:

- 1 CHAPTER 7A
- 2 SEC. 751. AS USED IN THIS CHAPTER:
- 3 (A) "COMMISSION" MEANS THE LEGISLATIVE COMMISSION ON
- 4 GOVERNMENT EFFICIENCY ESTABLISHED IN THIS CHAPTER.
- 5 (B) "STATE AGENCY" MEANS 1 OR MORE OF THE FOLLOWING:
- 6 (i) A DEPARTMENT, COMMISSION, AUTHORITY, OR BOARD IN THE
- 7 EXECUTIVE BRANCH.
- 8 (ii) THE SUPREME COURT, COURT OF APPEALS, STATE COURT

- 1 ADMINISTRATIVE OFFICE, OR OTHER COMMISSION, OFFICE, OR AGENCY IN
- 2 THE JUDICIAL BRANCH.
- 3 SEC. 752. (1) THE LEGISLATIVE COMMISSION ON GOVERNMENT
- 4 EFFICIENCY IS CREATED WITHIN THE LEGISLATIVE COUNCIL.
- 5 (2) THE COMMISSION SHALL CONSIST OF THE FOLLOWING 9 MEMBERS:
- 6 (A) ONE MEMBER APPOINTED BY THE SPEAKER OF THE HOUSE OF
- 7 REPRESENTATIVES.
- 8 (B) ONE MEMBER APPOINTED BY THE MINORITY LEADER OF THE HOUSE
- 9 OF REPRESENTATIVES.
- 10 (C) THE DIRECTOR OF THE HOUSE FISCAL AGENCY.
- 11 (D) ONE MEMBER APPOINTED BY THE MAJORITY LEADER OF THE SENATE.
- 12 (E) ONE MEMBER APPOINTED BY THE MINORITY LEADER OF THE SENATE.
- 13 (F) THE DIRECTOR OF THE SENATE FISCAL AGENCY.
- 14 (G) THREE MEMBERS JOINTLY SELECTED BY THE SPEAKER OF THE HOUSE
- 15 OF REPRESENTATIVES AND THE MAJORITY LEADER OF THE SENATE.
- 16 (3) THE MEMBERS FIRST APPOINTED TO THE COMMISSION SHALL BE
- 17 APPOINTED WITHIN 60 DAYS AFTER THE EFFECTIVE DATE OF THE AMENDATORY
- 18 ACT THAT ADDED THIS CHAPTER.
- 19 (4) MEMBERS OF THE COMMISSION SHALL SERVE FOR A TERM OF 3
- 20 YEARS. A MEMBER OF THE COMMISSION SHALL DISCHARGE THE DUTIES OF HIS
- 21 OR HER POSITION IN A NONPARTISAN MANNER, WITH GOOD FAITH, AND WITH
- 22 THAT DEGREE OF DILIGENCE, CARE, AND SKILL THAT AN ORDINARILY
- 23 PRUDENT PERSON WOULD EXERCISE UNDER SIMILAR CIRCUMSTANCES IN A LIKE
- 24 POSITION.
- 25 (5) EXCEPT FOR THE MEMBERS APPOINTED UNDER SUBSECTION (2)(C)
- 26 AND (F), PUBLIC EMPLOYEES ARE NOT ELIGIBLE TO BE A MEMBER OF THE
- 27 COMMISSION. A PERSON WITH A BUSINESS OR FINANCIAL INTEREST IN A

- 1 CONTRACT WITH THIS STATE IS NOT ELIGIBLE TO BE A MEMBER OF THE
- 2 COMMISSION. MEMBERS OF THE COMMISSION SHALL BE INDIVIDUALS WHO HAVE
- 3 KNOWLEDGE OF, EDUCATION IN, OR EXPERIENCE WITH THE BEST PRACTICES
- 4 OF 1 OR MORE OF THE FOLLOWING FIELDS:
- 5 (A) ORGANIZATIONAL EFFICIENCY.
- 6 (B) GOVERNMENT OPERATIONS.
- 7 (C) PUBLIC FINANCE.
- 8 (D) ADMINISTRATIVE LAW.
- 9 (6) IF A VACANCY OCCURS ON THE COMMISSION, THE MEMBER SHALL BE
- 10 REPLACED IN THE SAME MANNER AS THE ORIGINAL APPOINTMENT.
- 11 (7) THE FIRST MEETING OF THE COMMISSION SHALL BE CALLED BY THE
- 12 SPEAKER OF THE HOUSE OF REPRESENTATIVES NOT LATER THAN 60 DAYS
- 13 AFTER THE EFFECTIVE DATE OF THE AMENDATORY ACT THAT ADDED THIS
- 14 CHAPTER. THE MEMBER APPOINTED BY THE MAJORITY LEADER OF THE SENATE
- 15 AND THE MEMBER APPOINTED BY THE SPEAKER OF THE HOUSE OF
- 16 REPRESENTATIVES SHALL BE CO-CHAIRPERSONS OF THE COMMISSION. THE
- 17 CHAIRPERSON POSITION SHALL ROTATE EACH MONTH BETWEEN THE CO-
- 18 CHAIRPERSONS. THE MEMBER APPOINTED BY THE SPEAKER OF THE HOUSE OF
- 19 REPRESENTATIVES SHALL BE THE CHAIRPERSON OF THE COMMISSION FOR THE
- 20 FIRST MONTH. AT THE FIRST MEETING, THE COMMISSION SHALL ELECT FROM
- 21 AMONG ITS MEMBERS OTHER OFFICERS AS IT CONSIDERS NECESSARY OR
- 22 APPROPRIATE. AFTER THE FIRST MEETING, THE COMMISSION SHALL MEET AT
- 23 LEAST MONTHLY, OR MORE FREQUENTLY AT THE CALL OF THE CHAIRPERSON
- 24 FOR THAT MONTH OR IF REQUESTED BY 3 OR MORE MEMBERS.
- 25 (8) A MAJORITY OF THE MEMBERS OF THE COMMISSION CONSTITUTE A
- 26 QUORUM FOR THE TRANSACTION OF BUSINESS AT A MEETING OF THE
- 27 COMMISSION. A MAJORITY OF THE MEMBERS ARE REQUIRED FOR OFFICIAL

- 1 ACTION OF THE COMMISSION.
- 2 (9) THE BUSINESS THAT THE COMMISSION MAY PERFORM SHALL BE
- 3 CONDUCTED AT A PUBLIC MEETING OF THE COMMISSION HELD IN COMPLIANCE
- 4 WITH THE OPEN MEETINGS ACT, 1976 PA 267, MCL 15.261 TO 15.275.
- 5 (10) A WRITING PREPARED, OWNED, USED, IN THE POSSESSION OF, OR
- 6 RETAINED BY THE COMMISSION IN THE PERFORMANCE OF AN OFFICIAL
- 7 FUNCTION IS SUBJECT TO THE FREEDOM OF INFORMATION ACT, 1976 PA 442,
- 8 MCL 15.231 TO 15.246.
- 9 (11) MEMBERS OF THE COMMISSION SHALL SERVE WITHOUT
- 10 COMPENSATION. HOWEVER, MEMBERS OF THE COMMISSION MAY BE REIMBURSED
- 11 FOR REASONABLE AND NECESSARY EXPENSES INCURRED IN THE PERFORMANCE
- 12 OF THEIR OFFICIAL DUTIES AS MEMBERS OF THE COMMISSION, SUBJECT TO
- 13 AVAILABLE APPROPRIATIONS.
- 14 (12) NOT LATER THAN DECEMBER 31, 2008, THE COMMISSION SHALL DO
- 15 ALL OF THE FOLLOWING:
- 16 (A) REVIEW AND INVESTIGATE WAYS TO MAKE STATE GOVERNMENT MORE
- 17 EFFICIENT.
- 18 (B) REVIEW, INVESTIGATE, AND COLLECT INFORMATION NECESSARY TO
- 19 EVALUATE ALL FUNCTIONS AND SERVICES PROVIDED BY EACH STATE AGENCY,
- 20 INCLUDING, BUT NOT LIMITED TO, ALL OF THE FOLLOWING:
- 21 (i) HUMAN RESOURCE DUTIES AND RESPONSIBILITIES.
- 22 (ii) PAYROLL SERVICES.
- 23 (iii) INTERNAL AUDITING, ACCOUNTING, AND FINANCIAL SERVICES.
- 24 (iv) PURCHASING PROGRAMS.
- 25 (v) PRINTING SERVICES.
- 26 (vi) MAIL SERVICES.
- 27 (vii) MAINTENANCE SERVICES.

- 1 (viii) JANITOR OR CLEANING SERVICES.
- 2 (ix) MOTOR VEHICLE FLEET OPERATIONS.
- (x) TRANSPORTATION SERVICES.
- 4 (xi) FISCAL ANALYSIS.
- 5 (C) DETERMINE THE COMPLETE COST OF EACH FUNCTION OR SERVICE
- 6 PERFORMED BY A STATE AGENCY.
- 7 (D) DETERMINE THE TOTAL NUMBER OF FTES FOR EACH FUNCTION OR
- 8 SERVICE PERFORMED BY A STATE AGENCY.
- 9 (E) DETERMINE HOW EACH FUNCTION OR SERVICE IS FUNDED IN EACH
- 10 STATE AGENCY.
- 11 (F) DETERMINE THE TOTAL AND COMPLETE COST OF ALL FUNCTIONS AND
- 12 SERVICES COMBINED.
- 13 (G) REVIEW AND INVESTIGATE ALL FUNDED AND UNFUNDED MANDATES
- 14 IMPOSED ON STATE AGENCIES IN STATE LAW.
- 15 (H) REVIEW AND INVESTIGATE ALL REPORTING REQUIREMENTS IMPOSED
- 16 ON STATE AGENCIES IN STATE LAW.
- 17 (I) DETERMINE THE COMPLETE COST OF EACH FUNDED AND UNFUNDED
- 18 MANDATE IMPOSED ON A STATE AGENCY IN STATE LAW.
- 19 (J) DETERMINE THE COMPLETE COST OF EACH REPORTING REQUIREMENT
- 20 IMPOSED ON A STATE AGENCY IN STATE LAW.
- 21 (13) NOT LATER THAN OCTOBER 1, 2009, THE COMMISSION SHALL MAKE
- 22 SPECIFIC DETERMINATIONS OF THE ITEMS DESCRIBED IN SUBSECTION (12)
- 23 AND REPORT THOSE DETERMINATIONS TO EACH HOUSE OF THE LEGISLATURE
- 24 AND THE GOVERNOR. THE COMMISSION SHALL ALSO MAKE AN INTERIM REPORT
- 25 TO EACH HOUSE OF THE LEGISLATURE AND THE GOVERNOR ON THE STATUS OF
- 26 ITS DETERMINATIONS OF THE ITEMS DESCRIBED IN SUBSECTION (12) NOT
- 27 LATER THAN JUNE 1, 2009.

- 1 (14) THE GOVERNOR MAY DIRECT THAT STATE AGENCIES SUBJECT TO
- 2 THE SUPERVISION OF THE GOVERNOR UNDER SECTION 8 OF ARTICLE V OF THE
- 3 STATE CONSTITUTION OF 1963 PROVIDE INFORMATION TO THE COMMISSION TO
- 4 ASSIST THE COMMISSION IN FULFILLING ITS DUTIES UNDER THIS SECTION.
- 5 UPON REQUEST OF THE COMMISSION, THE COMMISSION SHALL BE GIVEN
- 6 ACCESS TO ALL INFORMATION, RECORDS, AND DOCUMENTS IN THE POSSESSION
- 7 OF A STATE AGENCY THAT THE COMMISSION CONSIDERS NECESSARY TO
- 8 FULFILL ITS DUTIES UNDER THIS SECTION. THE COMMISSION MAY HOLD
- 9 HEARINGS AND MAY REQUEST THAT ANY PERSON APPEAR BEFORE THE
- 10 COMMISSION, OR AT A HEARING, AND GIVE TESTIMONY OR PRODUCE
- 11 DOCUMENTARY OR OTHER EVIDENCE THAT THE COMMISSION CONSIDERS
- 12 RELEVANT TO ITS DUTIES UNDER THIS SECTION.
- 13 (15) IN CONNECTION WITH ITS DUTIES UNDER THIS SECTION, THE
- 14 COMMISSION MAY REQUEST THE LEGISLATIVE COUNCIL TO ISSUE A SUBPOENA
- 15 TO COMPEL THE ATTENDANCE AND TESTIMONY OF WITNESSES BEFORE THE
- 16 COMMISSION OR TO COMPEL THE PRODUCTION OF A BOOK, ACCOUNT, PAPER,
- 17 DOCUMENT, OR RECORD RELATED TO THE DUTIES OF THE COMMISSION UNDER
- 18 THIS SECTION. THE LEGISLATIVE COUNCIL MAY ISSUE THE SUBPOENA ONLY
- 19 UPON THE CONCURRENCE OF A MAJORITY OF THE HOUSE MEMBERS AND A
- 20 MAJORITY OF THE SENATE MEMBERS OF THE LEGISLATIVE COUNCIL. A PERSON
- 21 WHO REFUSES TO COMPLY WITH A SUBPOENA ISSUED BY THE LEGISLATIVE
- 22 COUNCIL UNDER THIS SUBSECTION MAY BE PUNISHED AS FOR CONTEMPT OF
- 23 THE LEGISLATURE.
- 24 Enacting section 1. Chapter 7A of the legislative council act,
- 25 1986 PA 268, MCL 4.1751 to 4.1753, is repealed effective September
- **26** 30, 2010.
- 27 Enacting section 2. This amendatory act does not take effect

- unless all of the following bills of the 94th Legislature are 1
- 2 enacted into law:
- (a) House Bill No. 5194. 3
- (b) House Bill No. 5198.