By: Watson S.B. No. 707

## A BILL TO BE ENTITLED

1 AN ACT

- 2 relating to transferring the Legislative Budget Board's
- 3 performance review duties to the comptroller.
- 4 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF TEXAS:
- 5 SECTION 1. Sections 322.015, 322.016, 322.0165, 322.017,
- 6 and 322.018, Government Code, are transferred to Chapter 403,
- 7 Government Code, designated as Subchapter Q, Chapter 403,
- 8 Government Code, and amended, and a subchapter heading is added to
- 9 read as follows:

## 10 SUBCHAPTER Q. PERFORMANCE REVIEWS

- 11 Sec. 403.421 [322.015]. REVIEW OF INTERSCHOLASTIC
- 12 COMPETITION. The  $\underline{\text{comptroller}}$  [ $\underline{\text{board}}$ ] may periodically review and
- 13 analyze the effectiveness and efficiency of the policies,
- 14 management, fiscal affairs, and operations of an organization that
- 15 is a component or part of a state agency or institution and that
- 16 sanctions or conducts interscholastic competition. The
- 17 comptroller [board] shall report the findings to the governor and
- 18 the legislature. The legislature may consider the comptroller's
- 19 [board's] reports in connection with the legislative
- 20 appropriations process.
- Sec. 403.422 [322.016]. PERFORMANCE REVIEW OF SCHOOL
- 22 DISTRICTS. (a) The comptroller [board] may periodically review
- 23 the effectiveness and efficiency of the operations of school
- 24 districts, including the district's expenditures for its officers'

- 1 and employees' travel services. A review of a school district may
- 2 be initiated by the comptroller [board] at the comptroller's [its]
- 3 discretion or on the request of the school district. A review may
- 4 be initiated by a school district only by resolution adopted by a
- 5 majority of the members of the board of trustees of the district.
- 6 (b) If a review is initiated on the request of the school 7 district, the district shall pay 25 percent of the cost incurred in
- 8 conducting the review.
- 9 (c) The comptroller [board] shall:
- 10 (1) prepare a report showing the results of each 11 review conducted under this section;
- 12 (2) file the report with the school district, the
- 13 governor, the lieutenant governor, the speaker of the house of
- 14 representatives, the chairs of the standing committees of the
- 15 senate and the house of representatives with jurisdiction over
- 16 public education, and the commissioner of education; and
- 17 (3) make the entire report and a summary of the report
- 18 available to the public on the Internet.
- (d) Until the <u>comptroller</u> [<del>board</del>] has completed a review
- 20 under this section, all information, documentary or otherwise,
- 21 prepared or maintained in conducting the review or preparing the
- 22 review report, including intra-agency and interagency
- 23 communications and drafts of the review report or portions of those
- 24 drafts, is excepted from required public disclosure as audit
- 25 working papers under Section 552.116. This subsection does not
- 26 affect whether information described by this subsection is
- 27 confidential or excepted from required public disclosure under a

- 1 law other than Section 552.116.
- 2 Sec. 403.423 [<del>322.0165</del>]. PERFORMANCE REVIEW OF
- 3 INSTITUTIONS OF HIGHER EDUCATION. (a) In this section, "public
- 4 junior college" and "general academic teaching institution" have
- 5 the meanings assigned by Section 61.003, Education Code.
- 6 (b) The <u>comptroller</u> [board] may periodically review the 7 effectiveness and efficiency of the budgets and operations of:
- 8 (1) public junior colleges; and

(1) the governor; or

- 9 (2) general academic teaching institutions.
- 10 (c) A review under this section may be initiated by the
- 11 <u>comptroller</u> [board] or at the request of:
- 13 (2) the public junior college or general academic
- 14 teaching institution.

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- 15 (d) A review may be initiated by a public junior college or
- 16 general academic teaching institution only at the request of the
- 17 president of the college or institution or by a resolution adopted
- 18 by a majority of the governing body of the college or institution.
- 19 (e) If a review is initiated by a public junior college or
- 20 general academic teaching institution, the college or institution
- 21 shall pay 25 percent of the cost incurred in conducting the review.
- 22 (f) The comptroller [board] shall:
- 23 (1) prepare a report showing the results of each
- 24 review conducted under this section;
- 25 (2) file the report with:
- 26 (A) the chief executive officer of the public
- 27 junior college or general academic teaching institution that is the

- 1 subject of the report; and
- 2 (B) the governor, the lieutenant governor, the
- 3 speaker of the house of representatives, the chairs of the standing
- 4 committees of the senate and of the house of representatives with
- 5 primary jurisdiction over higher education, and the commissioner of
- 6 higher education; and
- 7 (3) make the entire report and a summary of the report
- 8 available to the public on the Internet.
- 9 (g) Until the comptroller [board] has completed a review
- 10 under this section, all information, documentary or otherwise,
- 11 prepared or maintained in conducting the review or preparing the
- 12 review report, including intra-agency and interagency
- 13 communications and drafts of the review report or portions of those
- 14 drafts, is excepted from required public disclosure as audit
- 15 working papers under Section 552.116. This subsection does not
- 16 affect whether information described by this subsection is
- 17 confidential or excepted from required public disclosure under a
- 18 law other than Section 552.116.
- 19 Sec. 403.424 [322.017]. EFFICIENCY REVIEW OF STATE
- 20 AGENCIES. (a) In this section, "state agency" has the meaning
- 21 assigned by Section 2056.001.
- 22 (b) The <u>comptroller</u> [board] periodically may review and
- 23 analyze the effectiveness and efficiency of the policies,
- 24 management, fiscal affairs, and operations of state agencies.
- 25 (c) The <u>comptroller</u> [<del>board</del>] shall report the findings of the
- 26 review and analysis to the governor and the legislature.
- 27 (d) The legislature may consider the comptroller's

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- 1 [board's] reports in connection with the legislative
- 2 appropriations process.
- 3 (e) Until the comptroller [board] has completed a review and
- 4 analysis under this section, all information, documentary or
- 5 otherwise, prepared or maintained in conducting the review and
- 6 analysis or preparing the review report, including intra-agency and
- 7 interagency communications and drafts of the review report or
- 8 portions of those drafts, is excepted from required public
- 9 disclosure as audit working papers under Section 552.116. This
- 10 subsection does not affect whether information described by this
- 11 subsection is confidential or excepted from required public
- 12 disclosure under a law other than Section 552.116.
- 13 Sec. 403.425 [322.018]. RECORDS MANAGEMENT REVIEW. (a)
- 14 In this section, "state agency" has the meaning assigned by Section
- 15 2056.001.
- 16 (b) The <u>comptroller</u> [board] may periodically review and
- 17 analyze the effectiveness and efficiency of the policies and
- 18 management of a state governmental committee or state agency that
- 19 is involved in:
- 20 (1) analyzing and recommending improvements to the
- 21 state's system of records management; and
- 22 (2) preserving the essential records of this state,
- 23 including records relating to financial management information.
- SECTION 2. (a) In this section, "performance review" means
- 25 a function performed by the Legislative Budget Board before the
- 26 effective date of this Act under Section 322.015, 322.016,
- 27 322.0165, 322.017, or 322.018, Government Code.

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- 1 (b) On the effective date of this Act, the following are
- 2 transferred from the Legislative Budget Board to the comptroller of
- 3 public accounts:
- 4 (1) all employees whose primary duties involve
- 5 performing or supporting the performance of performance reviews;
- 6 (2) all records and equipment primarily used by the
- 7 board in connection with performance reviews; and
- 8 (3) all appropriations for the state fiscal biennium
- 9 beginning September 1, 2011, made to or budgeted by the board
- 10 specifically for performance reviews.
- 11 (c) If the Legislative Budget Board does not receive
- 12 appropriations specifically designated for performance review
- 13 purposes for the state fiscal biennium beginning September 1, 2011,
- 14 and has not specifically budgeted amounts for performance review
- 15 purposes for that biennium, an amount equal to the amount of
- 16 appropriations specifically designated for or budgeted by the
- 17 Legislative Budget Board for performance review purposes for the
- 18 state fiscal biennium beginning September 1, 2009, is transferred
- 19 from appropriations made to the Legislative Budget Board for the
- 20 state fiscal biennium beginning September 1, 2011, to the
- 21 comptroller of public accounts for that biennium.
- 22 SECTION 3. This Act takes effect September 1, 2011.