SLS 17RS-120

REENGROSSED

2017 Regular Session

SENATE BILL NO. 224

BY SENATOR PETERSON

Prefiled pursuant to Article III, Section 2(A)(4)(b)(i) of the Constitution of Louisiana.

HEALTH SERVICES. Provides relative to the Health Education Authority of Louisiana. (gov sig)

1	AN ACT
2	To amend and reenact R.S. 17:3052(2), 3053(B), 3053.1, 3054, and 3059, and R.S.
3	36:921(A), to enact R.S. 17:3051.1 and R.S. 36:4(BB), and to repeal R.S. 17:3052
4	(3) and (5), and 3053(C) through (G), and R.S. 36:651(D)(10), relative to the
5	abolition of the Health Education Authority of Louisiana; to provide for the transfer
6	of the powers, duties, functions, and responsibilities of the Health Education
7	Authority of Louisiana from the Department of Education to the office of the
8	governor; to delete references to the board and executive director of the Health
9	Education Authority of Louisiana; to provide for an effective date; and to provide for
10	related matters.
11	Be it enacted by the Legislature of Louisiana:
12	Section 1. R.S. 17:3052(2), 3053(B), 3053.1, 3054, and 3059 are hereby amended
13	and reenacted, and R.S. 17:3051.1 is hereby enacted to read as follows:
14	§3051.1. Abolition of Health Education Authority of Louisiana; transfer of
15	powers, duties, functions, immunities, restrictions, and
16	exemptions to the office of the governor
17	The Health Education Authority of Louisiana is hereby abolished

Page 1 of 6 Coding: Words which are struck through are deletions from existing law; words in **boldface type and underscored** are additions.

1	effective July 1, 2017, and all of its powers, duties, functions, immunities,
2	restrictions, and exemptions from taxation under any laws, are transferred to
3	the office of the governor effective July 1, 2017, and after such date the office
4	of the governor is hereby granted the right, power, and authority to do,
5	perform, and exercise for and on behalf of the Health Education Authority of
6	Louisiana all of the executive and administrative functions provided for by the
7	constitution or laws with respect to the Health Education Authority of
8	Louisiana herein abolished, including the right to do, perform, and exercise for
9	and on behalf of the authority all acts and things required to be done and
10	performed in connection with the authorization and issuance of revenue bonds
11	under the provisions of this Chapter.
12	§3052. Definitions
13	The following terms shall have the following meanings, unless the context
14	clearly indicates otherwise:
15	* * *
16	(2) "Authority" shall mean the Health Education Authority of Louisiana, and
17	when used in connection with action authorized to be taken by the authority, shall
18	mean the authority acting by and through its board of trustees the office of the
19	governor.
20	* * *
21	§3053. Health Education Authority of Louisiana; creation; domicile; membership;
22	terms; vacancies; staff
23	* * *
24	B. The power to establish policy to carry out the intent of this Chapter shall
25	be vested in a board of trustees the office of the governor. Effective October 1,
26	2016, the board shall consist of the governor as ex-officio trustee and nine members
27	comprised of one member appointed by the governor from each of the five public
28	service commission districts as established in R.S. 45:1161.5, and four members
29	appointed by the governor from the state at large.

Page 2 of 6 Coding: Words which are struck through are deletions from existing law; words in **boldface type and underscored** are additions.

1	* * *
2	§3053.1. Laws applicable to the Health Education Authority of Louisiana; audit of
3	records by legislative auditor
4	A. The board and the authority shall be subject to the Public Records Law,
5	R.S. 44:1 et seq.; the Open Meetings Law, R.S. 42:11 et seq.; and the Code of
6	Governmental Ethics, R.S. 42:1101 et seq.
7	B. The board, in its capacity as the governing body of the authority, shall
8	ensure that the books and records of the authority are audited by the legislative
9	auditor in accordance with the provisions of R.S. 24:513.
10	§3054. Meetings; rules; officers; compensation Rules; records
11	A. The board authority shall adopt rules for the transaction of business and
12	shall keep a record of its resolutions, transactions, findings and determinations. A
13	majority of the appointed members shall constitute a quorum for the transaction of
14	business.
15	B. The board shall meet at such times as provided by its rules.
16	C. The governor shall designate one member of the board to serve as
17	chairman. The board shall elect a vice-chairman, secretary, treasurer, and such other
18	officers as it shall determine. Officers elected by the board shall serve a term of one
19	year.
20	D. No member of the authority shall receive compensation or per diem for
21	service on the authority, but shall be reimbursed for actual expenses while attending
22	meetings and other authority business; such payments to be made in accordance with
23	appropriate state regulations.
24	* * *
25	§3059. Hearings
26	Wherever the provisions of this Chapter require the authority to hold a
27	hearing, notice of such hearing shall be given at least ten days in advance by
28	publication in the official journal of the state and in a newspaper having general
29	circulation in Orleans Parish, and by notifying all members of the board of trustees

Page 3 of 6 Coding: Words which are struck through are deletions from existing law; words in **boldface type and underscored** are additions.

1	and the chairmen of the boards of each of the primary institutions. Such hearings
2	shall be open to the public and shall be conducted in accordance with rules adopted
3	by the board of trustees authority.
4	Section 2. R.S. 36:921(A) is hereby amended and reenacted and R.S. 36:4(BB) is
5	hereby enacted to read as follows:
6	§4. Structure of executive branch of state government
7	* * *
8	(BB) The Health Education Authority of Louisiana, as more specifically
9	provided in R.S. 17:3051 through 3060, is hereby abolished and its powers,
10	duties, functions, and responsibilities are hereby transferred to the office of the
11	governor and hereafter shall be exercised and performed as provided in Part
12	IV of Chapter 22 of this Title.
13	* * *
14	§921. Transfer, merger and consolidation of functions
15	A.(1) The powers, duties, functions, responsibilities, programs, and
16	operations as vested by the constitution and laws of the state of each of the agencies
17	abolished by the provisions of R.S. 36:4(BB), 4.1(E), 109(G), 209(H), 259(F),
18	409(F), 459(C), 509(F), 610(C), 651(H), and (K), 744(E) , and 769(E) upon and after
19	the date of each such abolition shall be exercised and performed by and be under the
20	administration and control of the secretary of the department to which such powers,
21	duties, functions, and responsibilities are transferred. The secretary shall assign those
22	functions of each which are required to be performed and administered by the
23	undersecretary of each department, as heretofore provided for each department by
24	this Title, to the undersecretary.
25	(2) With regard to the agency transferred or placed in this Part
26	pursuant to the provisions of R.S. 36:4(BB), the following terms used in R.S.
27	36:921 through 927 shall have the following meanings when used in those
28	Sections:
29	(a) "Department" means the office of the governor.

1	(b) "Secretary" means the governor through the commissioner of
2	administration.
3	(c) "Undersecretary" means the commissioner of administration.
4	(3) The term "assistant secretary" shall have no application to the
5	transfer or placement of agencies in the office of the governor provided in this
6	Section and shall not be deemed to grant any power or authority to any officer
7	or employee of the office of the governor with respect to any agency transferred
8	to or placed within the office of the governor by this Section.
9	* * *
10	Section 3. R.S. 17:3052(3) and (5), and 3053(C) through (G), and R.S.
11	36:651(D)(10) are hereby repealed in their entirety.
12	Section 4. All of the equipment, vehicles, supplies, books, records, documents,
13	papers, monies, actions, or any other item of property, and the improvements thereon, both
14	movable and immovable, heretofore owned, held, used, operated, or maintained by the
15	Health Education Authority of Louisiana, in the exercise of functions herein transferred are
16	hereby transferred to the office of the governor.
17	Section 5. The governor or his designee, on behalf of the state of Louisiana, is hereby
18	specifically authorized to execute such documents, contracts, agreements, or other
19	instruments, and to perform such other acts as are necessary to properly effectuate the
20	purposes of this Act. The provisions of this Act shall supersede any other laws in conflict.
21	The provision of this Act shall be liberally construed to effectuate these purposes.
22	Section 6. This Act shall become effective upon signature by the governor or, if not
23	signed by the governor, upon expiration of the time for bills to become law without signature
24	by the governor, as provided by Article III, Section 18 of the Constitution of Louisiana. If
25	vetoed by the governor and subsequently approved by the legislature, this Act shall become
26	effective on the day following such approval.

The original instrument was prepared by Martha Hess. The following digest, which does not constitute a part of the legislative instrument, was prepared by Tammy Crain-Waldrop.

SB 224 Reengrossed

DIGEST 2017 Regular Session

Peterson

<u>Present law</u> creates the Health Education Authority of Louisiana (HEAL or agency) within the Department of Education, as a body corporate and public, constituting an instrumentality of the state and exercising public and essential governmental functions.

<u>Present law</u> provides that the HEAL shall operate to assist public and private institutions and organizations that are dedicated to exemplary patient care, health science education and biomedical research, as well as organizations providing facilities or services deemed appropriate to the authority.

<u>Present law</u> includes a nine member board of trustees made up of one from each of the five public service commission districts and four at-large members, all appointed by and serving at the pleasure of the governor. <u>Present law</u> further establishes that a majority of the appointed members constitute a quorum. <u>Proposed law</u> repeals <u>present law</u>.

<u>Present law</u> further provides that the board shall employ a professionally qualified executive director to carry out the policies established by the board. <u>Proposed law</u> repeals <u>present law</u>.

<u>Present law</u> establishes a cap for bond issuances by HEAL in the amount of \$800 million. <u>Proposed law</u> retains present law.

<u>Present law</u> provides that no bonds of the authority shall be issued or sold by the authority without the prior approval of the State Bond Commission. <u>Proposed law</u> retains <u>present law</u>.

<u>Present law</u> places HEAL within the Department of Education. <u>Proposed law</u> abolishes HEAL and transfers all of its powers, duties, functions, immunities, restrictions, and exemptions from taxation under any laws, to the office of the governor effective July 1, 2017. <u>Proposed law</u> further provides that after HEAL is abolished and its powers, duties, functions, immunities, restrictions, and exemptions from taxation are transferred to the office of the governor, thereafter the governor shall have and exercise all of the executive and administrative functions provided by the constitution or laws with respect to HEAL.

<u>Proposed law</u> removes reference to the board of the authority and to the executive director of the authority.

Effective upon signature of the governor or lapse of time for gubernatorial action.

(Amends R.S. 17:3052(2), 3053(B), 3053.1, 3054, and 3059, and R.S. 36:921(A); adds R.S. 17:3051.1 and R.S. 36:4(BB); repeals R.S. 17:3052 (3) and (5), and 3053(C) - (G), and R.S. 36:651(D)(10))

Summary of Amendments Adopted by Senate

Senate Floor Amendments to engrossed bill

1. Makes Legislative Bureau technical changes.