THE GENERAL ASSEMBLY OF PENNSYLVANIA

HOUSE BILL

No. 1943 Session of 2017

INTRODUCED BY NELSON, REED, SAYLOR, DUNBAR, DELOZIER, R. BROWN, WARD, BERNSTINE, CUTLER, BOBACK, A. HARRIS, FEE, BARRAR, ROTHMAN, RYAN, LAWRENCE, MILLARD, TURZAI, PHILLIPS-HILL, GREINER, HELM, DUSH, COX, EVERETT, TOEPEL, STAATS, KEEFER, WHEELAND, BLOOM, DOWLING, WATSON, KLUNK, MASSER, BENNINGHOFF, GROVE, SONNEY AND B. MILLER, DECEMBER 1, 2017

AS AMENDED ON SECOND CONSIDERATION, HOUSE OF REPRESENTATIVES, DECEMBER 11, 2017

AN ACT

Amending the act of April 9, 1929 (P.L.177, No.175), entitled, as amended, "An act providing for and reorganizing the 2 conduct of the executive and administrative work of the 3 Commonwealth by the Executive Department thereof and the 4 administrative departments, boards, commissions, and officers thereof, including the boards of trustees of State Normal 6 Schools, or Teachers Colleges; abolishing, creating, 7 reorganizing or authorizing the reorganization of certain administrative departments, boards, and commissions; defining 8 9 the powers and duties of the Governor and other executive and 10 administrative officers, and of the several administrative 11 departments, boards, commissions, and officers; fixing the 12 salaries of the Governor, Lieutenant Governor, and certain 13 other executive and administrative officers; providing for 14 15 the appointment of certain administrative officers, and of all deputies and other assistants and employes in certain 16 departments, boards, and commissions; providing for judicial 17 18 administration; and prescribing the manner in which the 19 number and compensation of the deputies and all other assistants and employes of certain departments, boards and 20 commissions shall be determined," in Commonwealth budget 21 procedures, providing for definitions and further providing for budget implementation data, for electronic access of 22 23 information and for lapsing of funds. 24

25 The General Assembly of the Commonwealth of Pennsylvania

26 hereby enacts as follows:

- 1 Section 1. The act of April 9, 1929 (P.L.177, No.175), known
- 2 as The Administrative Code of 1929, is amended by adding a
- 3 section to read:
- 4 <u>Section 601.1. Definitions.--The following words and phrases</u>
- 5 when used in this article shall have the meanings given to them
- 6 in this section unless the context clearly indicates otherwise:
- 7 <u>"Encumbrance." An obligation or commitment in the form of</u>
- 8 purchase orders, field purchase orders, contracts, grant
- 9 <u>agreements or other authorizing documents related to unperformed</u>
- 10 contracts for goods and services which are chargeable to an
- 11 appropriation and for which a part of the appropriation is
- 12 <u>reserved</u>.
- 13 <u>"Grants and subsidies."</u> A payment made by the Commonwealth_
- 14 to a political subdivision, an individual, institution or
- 15 organization for which no direct services are rendered to the
- 16 Commonwealth. The term includes awards, bounties and
- 17 indemnities.
- 18 Section 2. Section 620 of the act is amended by adding a
- 19 subsection to read:
- 20 Section 620. Budget Implementation Data. --* * *
- 21 (a.1) For each special fund from which grants and subsidies
- 22 <u>are paid, each department shall prepare a report within twenty</u>
- 23 (20) days of the end of each calendar quarter indicating the
- 24 amount, the name of the grantee or recipient and the date of
- 25 expected expenditures for each grant and subsidy which has been
- 26 <u>awarded or otherwise allocated</u>, but is not reflected in the
- 27 <u>Integrated Central System under section 620.1 as an encumbrance</u>
- 28 as of the end of the calendar quarter. The report shall be
- 29 issued to the chairperson and minority chairperson of the
- 30 Appropriations Committee of the Senate and the chairperson and

- 1 minority chairperson of the Appropriations Committee of the
- 2 House of Representatives, THE INDEPENDENT FISCAL OFFICE AND
- 3 MEMBERS OF THE GENERAL ASSEMBLY. A copy of the report shall be

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- 4 sent to the Office of Administration. The Office of
- 5 Administration shall make the report available on the public
- 6 Internet website called PennWATCH established under the act of
- 7 June 30, 2011 (P.L.81, No.18), known as the Pennsylvania Web
- 8 Accountability and Transparency (PennWATCH) Act.
- 9 * * *
- 10 Section 3. Section 620.1 of the act is amended to read:
- 11 Section 620.1. Electronic Access of Information. -- Except for
- 12 confidential information, the Majority and Minority Chairmen of
- 13 the Appropriations Committees of the Senate and House of
- 14 Representatives shall have access to all information available
- 15 on inquiry-only screens through the Integrated Central System or
- 16 <u>a successor system</u>.
- 17 Section 4. The definitions of "encumbrance" and "grants and
- 18 subsidies" in section 621(a) of the act are amended to read:
- 19 Section 621. Lapsing of Funds. -- (a) As used in this
- 20 section:
- 21 * * *
- 22 ["Encumbrance." Obligation or commitment in the form of
- 23 purchase orders, field purchase orders, contracts, grant
- 24 agreements or other authorizing documents related to unperformed
- 25 contracts for goods and services which are chargeable to an
- 26 appropriation and for which a part of the appropriation is
- 27 reserved.]
- 28 * * *
- 29 ["Grants and subsidies." Includes all payments made by the
- 30 State to political subdivisions, individuals, institutions and

- 1 organizations for which no direct services are rendered to the
- 2 State. Also included are: awards, bounties and indemnities.]
- 3 * * *
- 4 Section 5. This act shall take effect in 60 days.