## THE GENERAL ASSEMBLY OF PENNSYLVANIA

## **HOUSE BILL**

No. 1089 Session of 2019

INTRODUCED BY ORTITAY, APRIL 8, 2019

REFERRED TO COMMITTEE ON STATE GOVERNMENT, APRIL 8, 2019

## AN ACT

- Amending the act of April 9, 1929 (P.L.177, No.175), entitled "An act providing for and reorganizing the conduct of the 2 executive and administrative work of the Commonwealth by the 3 Executive Department thereof and the administrative 4 departments, boards, commissions, and officers thereof, 5 including the boards of trustees of State Normal Schools, or 6 7 Teachers Colleges; abolishing, creating, reorganizing or authorizing the reorganization of certain administrative 8 departments, boards, and commissions; defining the powers and 9 duties of the Governor and other executive and administrative 10 11 officers, and of the several administrative departments, boards, commissions, and officers; fixing the salaries of the 12 Governor, Lieutenant Governor, and certain other executive 13 and administrative officers; providing for the appointment of 14 certain administrative officers, and of all deputies and 15 other assistants and employes in certain departments, boards, 16 and commissions; providing for judicial administration; and 17 prescribing the manner in which the number and compensation 18 of the deputies and all other assistants and employes of 19 certain departments, boards and commissions shall be 20 21 determined," in Commonwealth budget procedures, further providing for fiscal notes, providing for adoption of expenditure limitations and for form of appropriation acts 22 23 24 and further providing for revenue estimates. 25 The General Assembly of the Commonwealth of Pennsylvania 26 hereby enacts as follows: 27 Section 1. Section 612(7) of the act of April 9, 1929 28 (P.L.177, No.175), known as The Administrative Code of 1929, is
- 29 amended to read:

- 1 Section 612. Fiscal Notes. -- The Office of the Budget shall
- 2 prepare a fiscal note for regulatory actions and administrative
- 3 procedures of the administrative departments, boards,
- 4 commissions, or authorities, receiving money from the State
- 5 Treasury. The fiscal note shall state whether the proposed
- 6 action or procedure causes a loss of revenue or an increase in
- 7 the cost of programs to the Commonwealth or its political
- 8 subdivisions. Any such regulatory action or administrative
- 9 procedure which requires a fiscal note shall be published in the
- 10 Pennsylvania Bulletin. The fiscal note shall be published in the
- 11 Pennsylvania Bulletin at the same time the proposed change is
- 12 advertised. The fiscal note shall provide the following
- 13 information:
- 14 \* \* \*
- 15 (7) The line item, if any, of [the General Appropriation Act
- or other] an appropriation act out of which expenditures or
- 17 losses of Commonwealth funds shall occur as a result of the
- 18 action or procedures.
- 19 \* \* \*
- 20 Section 2. The act is amended by adding sections to read:
- 21 Section 613.1. Adoption of Expenditure Limitations.--(a) No
- 22 <u>later than June 1 of each year, the General Assembly shall adopt</u>
- 23 expenditure limitations for the ensuing fiscal year by
- 24 concurrent resolution.
- 25 (b) The expenditure limitations shall contain the following:
- 26 (1) The total amount of State revenues which will be
- 27 <u>available for each appropriation for the ensuing fiscal year.</u>
- 28 (2) A description of measures which may be necessary to
- 29 generate State revenue for the ensuing fiscal year and the
- 30 estimated amount of State revenue which will be generated by

- 1 <u>each measure.</u>
- 2 (3) The available Federal funds for the ensuing fiscal year.
- 3 (4) The available funds from other sources for the ensuing
- 4 <u>fiscal year.</u>
- 5 (5) The amount of State revenues, Federal funds and funds
- 6 from other sources which are available to be appropriated for
- 7 <u>each agency or department for the ensuing fiscal year.</u>
- 8 (c) The General Assembly may not enact an appropriations act
- 9 <u>in a fiscal year if the General Assembly fails to adopt</u>
- 10 expenditure limitations as specified under this section.
- 11 <u>Section 613.2. Form of Appropriations Acts.--(a) An</u>
- 12 appropriations act may not appropriate funds for more than one
- 13 <u>agency or department.</u>
- 14 (b) An appropriations act may not appropriate funds for an
- 15 agency or department which exceed the amount specified for the
- 16 agency or department in the expenditure limitations under
- 17 section 613.1.
- 18 Section 3. Section 618(a) and (b) of the act are amended to
- 19 read:
- 20 Section 618. Revenue Estimates. -- (a) [The Department of
- 21 Revenue in conjunction with the Secretary of the Budget shall
- 22 make revenue estimates for the use of the Governor in preparing
- 23 the budget with periodic revisions until the final estimate is
- 24 signed by the Governor not later than the time he signs the
- 25 general appropriation bill. The revenue estimates used to sign
- 26 any appropriation bill shall show separately State revenues,
- 27 Federal funds, and, if specifically appropriated, funds from
- 28 other sources.] Prior to signing an appropriations bill, the
- 29 Governor shall sign the concurrent resolution adopting
- 30 expenditure limitations under section 613.1. The Governor shall

- 1 item veto any part of any appropriation bill that causes total
- 2 appropriations to exceed the [official estimate plus any
- 3 unappropriated surplus. No changes in the revenue estimates
- 4 shall be made thereafter unless changes in statutes affecting
- 5 revenues and receipts are enacted.
- 6 (b) The revenue estimates shall be prepared in a way that
- 7 they are subject to complete and thorough oversight by the
- 8 Appropriations Committees of the Senate and the House of
- 9 Representatives with full knowledge of all data, assumptions,
- 10 and econometric models which were used to develop the
- 11 projections and any subsequent revisions of these projections.]
- 12 <u>expenditure limitations under section 613.1. No changes in the</u>
- 13 <u>expenditure limitations under section 613.1 shall be made</u>
- 14 thereafter unless changes in statutes affecting revenues and
- 15 receipts are enacted and a revision of the expenditure
- 16 <u>limitations under section 613.1 is adopted.</u>
- 17 \* \* \*
- 18 Section 4. This act shall take effect in 60 days.