## THE GENERAL ASSEMBLY OF PENNSYLVANIA

## HOUSE BILL No. 1422 Session of 1997

INTRODUCED BY STRITTMATTER, SEMMEL, E. Z. TAYLOR, WAUGH, ZUG, ROHRER, ARMSTRONG, CLARK, BOSCOLA, TRELLO, FLICK, HENNESSEY, BARRAR AND LEH, APRIL 30, 1997

REFERRED TO COMMITTEE ON APPROPRIATIONS, APRIL 30, 1997

## AN ACT

1 2	Providing for the establishment of a Spending Affordability Committee.
3	The General Assembly of the Commonwealth of Pennsylvania
4	hereby enacts as follows:
5	Section 1. Short title.
6	This act shall be known and may be cited as the Spending
7	Affordability Committee Act.
8	Section 2. Declaration of policy.
9	The General Assembly finds and declares that State
10	expenditures for operating and capital programs must be
11	controlled so that the level of State spending is consistent
12	with the economic growth of the Commonwealth.
13	Section 3. Spending program.
14	(1) The control of spending shall be exercised through
15	the budgetary process as well as through legislative
16	oversight and program review.
17	(2) The budgetary process focuses on spending for the

next fiscal year and provides careful scrutiny of new
 programs or expansion of existing programs and services and
 weighs the incremental cost of the State budget in light of
 the priority needs of the citizens.

5 (3) Legislative oversight seeks to eliminate 6 inefficiencies in governmental activities and to evaluate 7 programs in order to eliminate those no longer required and 8 to avoid overlap and duplication of services and activities. 9 Section 4. Legislative Policy Committee.

(a) Establishment.--The Legislative Policy Committee is
hereby established and shall consist of the President pro
tempore of the Senate, the Speaker of the House of
Representatives, the Majority and Minority Leaders of the Senate
and the Majority and Minority Leaders of the House of
Representatives.

16 (b) Goal of program.--

17 (1) The Legislative Policy Committee shall be
18 responsible for coordinating the spending affordability
19 program of the General Assembly by appointment of a Spending
20 Affordability Committee and by selection of program
21 evaluation projects and direction of oversight activities.

(2) The goal of the spending affordability program is to
limit the rate of growth of State spending to a level that
does not exceed the rate of growth of the State's economy.
Section 5. Spending Affordability Committee.

(a) Establishment.--On or before June 1 of each year, the
 Legislative Policy Committee shall establish a Spending
 Affordability Committee comprised of an equal number of senators
 and representatives. The Committee membership shall include:
 (1) The President pro tempore of the Senate and the
 19970H1422B1680 - 2 -

1

Speaker of the House of Representatives.

2 (2) The chairman of the Appropriations Committee of the
3 Senate and the chairman of the Appropriations Committee of
4 the House of Representatives.

5 (3) The Majority and Minority Leaders of the Senate and
6 the Majority and Minority Leaders of the House of
7 Representatives or their designees.

8 (4) Other members of the Senate and the House of 9 Representatives who may be appointed by the President pro 10 tempore of the Senate and the Speaker of the House of 11 Representatives.

12 (b) Chairman.--The chairman of the Spending Affordability 13 Committee shall be designated jointly by the President pro 14 tempore of the Senate and the Speaker of the House of 15 Representatives.

16 (c) Advisory committee.--The President pro tempore of the 17 Senate and the Speaker of the House of Representatives may 18 appoint an advisory committee of citizens to assist the Spending 19 Affordability Committee in its deliberations.

20 Section 6. Study of spending and economy.

(a) General rule.--The Spending Affordability Committee shall review in detail the status and projections of the revenues and expenditures of the State and the status and projections of the economy of the State.

(b) Considerations.--In evaluating future State
expenditures, the Spending Affordability Committee shall
consider economic indicators such as personal income, gross
State product or other data.

29 Section 7. Report.

30 (a) General rule.--On or before November 1 of each year, the 19970H1422B1680 - 3 - Spending Affordability Committee shall submit to the Legislative
 Policy Committee and the Governor a report with recommendations
 on fiscal goals for the State budget to be considered at the
 next regular session of the General Assembly, including:

5 (1) a recommended level of State spending;
6 (2) a recommended level of new debt authorization;
7 (3) a recommended level of State personnel;
8 (4) a recommended use of any anticipated surplus; and
9 (5) other findings or recommendations that the Spending
10 Affordability Committee considers appropriate.

(b) Analysis.--If the report recommends expenditures in excess of the annual increase in personal income, gross State product, or other data that the Spending Affordability Committee used to measure the growth of the State's economy, the Spending Affordability Committee shall provide the General Assembly with an analysis as to the extent the recommendation exceeds those economic indicators.

18 Section 8. Action by appropriations committees.

19 The Appropriations Committee of the Senate and the 20 Appropriations Committee of the House of Representatives, in 21 considering a proposed State budget, shall consider the 22 recommendations of the Spending Affordability Committee and 23 shall report a budget bill that conforms to those recommendations. However, if the level of the budget bill in the 24 25 report is above those recommendations, the Appropriations 26 Committee of the Senate and the Appropriations Committee of the 27 House of Representatives shall provide, with the report, an analysis stating the extent to which the budget bill exceeds the 28 29 recommendations and explaining the budget committee's rationale 30 for exceeding the recommendations.

19970H1422B1680

- 4 -

1 Section 9. Staff.

2 (a) General rule.--The Department of Revenue shall provide3 staff service for the Spending Affordability Committee.

4 (b) State units.--The departments and agencies of the
5 Commonwealth shall cooperate with the Spending Affordability
6 Committee and provide information to the Committee and its staff
7 as requested.

8 Section 10. Duty of Department of Revenue.

9 On or before June 1 of each year, the Department of Revenue 10 shall report to the Legislative Policy Committee the extent to 11 which the State budget as enacted by the General Assembly 12 conformed to the recommendations of the Spending Affordability 13 Committee.

14 Section 11. Program evaluation.

On or before June 1 of each year, the Legislative Policy Committee shall select units or programs that the Legislative Policy Committee believes should be subject to legislative review and assign the selected units and programs to an appropriate committee for review and recommendations during that legislative interim.

21 Section 12. Duties of presiding officers.

(a) General rule.--When the General Assembly is not in
session, any decision that relates to or affects a member of a
committee of the General Assembly shall be made to a Senate
member, by the President pro tempore of the Senate; and as to a
member of the House of Representatives, by the Speaker of the
House of Representatives.

(b) Specific duties.--The responsibilities of the President
 pro tempore of the Senate and the Speaker of the House of
 Representatives under this section include the following:
 - 5 -

1 (1) Appointing members of committees.

2 (2) Appointing officers of committees.

3 (3) Setting the dates, times and places for committee4 meetings.

- 5 Section 13. Effective date.
- 6 This act shall take effect in 60 days.