## THE GENERAL ASSEMBLY OF PENNSYLVANIA

## **HOUSE BILL**

No. 108

Session of 1987

INTRODUCED BY LAUGHLIN, MORRIS, OLASZ, BELFANTI, JAROLIN, STEIGHNER, CAPPABIANCA AND TRUMAN, FEBRUARY 3, 1987

REFERRED TO COMMITTEE ON LABOR RELATIONS, FEBRUARY 3, 1987

## AN ACT

- Amending the act of April 9, 1929 (P.L.177, No.175), entitled 2 "An act providing for and reorganizing the conduct of the 3 executive and administrative work of the Commonwealth by the Executive Department thereof and the administrative 4 5 departments, boards, commissions, and officers thereof, including the boards of trustees of State Normal Schools, or Teachers Colleges; abolishing, creating, reorganizing or 7 8 authorizing the reorganization of certain administrative 9 departments, boards, and commissions; defining the powers and duties of the Governor and other executive and administrative 10 officers, and of the several administrative departments, 11 boards, commissions, and officers; fixing the salaries of the 12 13 Governor, Lieutenant Governor, and certain other executive 14 and administrative officers; providing for the appointment of certain administrative officers, and of all deputies and 15 other assistants and employes in certain departments, boards, 16 17 and commissions; and prescribing the manner in which the number and compensation of the deputies and all other assistants and employes of certain departments, boards and 18 19 commissions shall be determined, " imposing restrictions on 20 21 contracts for work or services normally performed by 22 Commonwealth employees. 23 The General Assembly of the Commonwealth of Pennsylvania
- 24 hereby enacts as follows:
- 25 Section 1. The act of April 9, 1929 (P.L.177, No.175), known
- 26 as The Administrative Code of 1929, is amended by adding a
- section to read: 27

- 1 Section 516.1. Restrictions on Letting of Contracts.--(a)
- 2 No administrative department, board or commission of the
- 3 Commonwealth, including the Office of the Governor, shall
- 4 contract out for work or services normally or traditionally
- 5 performed by employes of such department, board or commission,
- 6 or by other employes of the Commonwealth, unless all of the
- 7 following conditions are met:
- 8 (1) The contract is let to a Pennsylvania-based business or
- 9 professional concern, and the contract stipulates that the work
- 10 or services thereunder are to be performed by persons at least
- 11 <u>seventy-five (75%) per centum of whom are domiciled in this</u>
- 12 Commonwealth at the time that the contract is let.
- 13 (2) The contracting-out of such work or services will not
- 14 result or will not likely result in the layoff or furlough of
- 15 <u>Commonwealth employes who normally or traditionally perform such</u>
- 16 work or services, and will not result in significant diminution
- 17 of the work available to such Commonwealth employes, and the
- 18 chief administrative officer of the contracting department,
- 19 board or commission so certifies in writing.
- 20 (3) The performance of the contemplated work or services by
- 21 <u>an independent contractor will not perpetuate personnel</u>
- 22 vacancies in the department, board or commission which normally
- 23 or traditionally performs the work or services where such
- 24 <u>vacancies exist in job positions which have been budgeted or</u>
- 25 <u>funded</u>.
- 26 (4) There are no permanent Commonwealth employes on layoff
- 27 or furlough status who have normally or traditionally performed
- 28 the contemplated work or services as part of their job duties
- 29 for the Commonwealth; or in any event, there is collectively an
- 30 insufficient number of such Commonwealth employes on active and

- 1 furlough status to conduct the contemplated work or services,
- 2 thus necessitating the letting of the contract to an independent
- 3 contractor with sufficient personnel to undertake the specific
- 4 project.
- 5 (5) No provision of the Constitution of the Commonwealth of
- 6 Pennsylvania or any other law requires that such work or
- 7 <u>services be performed only by employes of the Commonwealth.</u>
- 8 (b) The provisions of subsection (a), except for clause (1)
- 9 thereof, shall not apply in any situation involving professional
- 10 <u>services or specialized services in which a certifiable conflict</u>
- 11 of interest would exist if a particular work or services project
- 12 was performed by employes of the Commonwealth, or of its
- 13 <u>departments</u>, <u>boards</u> or <u>commissions</u>, <u>and the chief administrative</u>
- 14 officer of the department, board or commission so certifies in
- 15 <u>writing</u>.
- 16 (c) The provisions of this section shall not be construed as
- 17 <u>eliminating</u>, <u>displacing</u> or <u>diluting</u> the provisions of any other
- 18 law which regulates or limits the letting of contracts, but
- 19 shall instead be construed as being in addition thereto.
- 20 Section 2. This act shall take effect in 60 days.