## 2 <u>2SSB 5468</u> - S AMD - 000227 3 By Senator Anderson

4 NOT ADOPTED 2/15/94 - ROLL CALL VOTE 20-28

5 Strike everything after the enacting clause and insert the 6 following:

- "NEW SECTION. Sec. 1. (1) The competitive strategies task force is established for the purposes of developing strategies for: Reducing the cost of government services or other public sector activities; improving the quality of services, without increasing costs, that citizens require; and minimizing the role of government where market competition is able to achieve the social good without significant government interference.
- 14 (2) The task force shall be composed of the following members: The 15 executive director of the commission for efficiency and accountability 16 in government or his or her designee, who shall serve as chair; the 17 governor or the governor's designee; the director of the department of general administration or his or her designee; a representative from 18 19 each caucus of the house of representatives to be appointed by the 20 speaker of the house of representatives; a representative from each 21 caucus of the senate to be appointed by the president of the senate; a 22 representative from a major state-wide public employee union; two 23 representatives from major state-wide private sector unions; three representatives from a major state-wide business organization that 24 25 represents a cross section of private sector industry; and two representatives from the general public. 26
  - (3) The task force shall:

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- 28 (a) Perform a thorough review and inventory of all state services 29 and other activities of state government;
- (b) Identify various arrangements that the state government might implement as alternative methods to the purchase or delivery of necessary services including but not limited to: The transfer of facility operation to a private sector management company; cooperative public-private finance and development plans, joint public-private operation of existing facilities, infrastructure, and services; sale or lease of government-owned real estate assets; transfer of selected

- 1 services to the private sector; sale or recapitalization of government-
- 2 owned companies; enhancement of cash management and debt restructuring;
- 3 restructuring government organizations and management; use of leases
- 4 and lease purchase arrangements for facilities and infrastructure;
- 5 voucher-based programs; and intergovernmental agreements;
- 6 (c) Consider incentives to encourage the active use of the 7 arrangements identified under (b) of this subsection by state agencies, 8 departments, and institutions;
- 9 (d) Develop comprehensive guidelines or procedures for the 10 implementation of arrangements identified under (b) of this subsection 11 that ensure satisfactory accountability measures and protection of the 12 public interest;
- 13 (e) Investigate efforts made by other states and nations to arrange 14 for the use of competitive strategies; and
- 15 (f) Report its final findings and recommendations to the 16 legislature no later than December 15, 1994, including any legislation 17 the task force finds necessary for the implementation of the findings 18 and recommendations.
- 19 (4) The office of financial management shall provide the necessary 20 staff support for the purposes of the task force.

## 21 <u>NEW SECTION.</u> **Sec. 2.** It is the intent of the legislature that:

- (1) All agencies, departments, offices of elective or appointed state officers, state institutions, colleges, universities, community colleges, technical colleges, college districts, public school districts, the supreme court, the court of appeals, and any other entities receiving appropriations from the legislature deliver high-quality services to the people of the state of Washington in the most efficient and cost-effective manner possible;
- 29 (2) The director of general administration, through the state 30 purchasing and material control director established in RCW 43.19.180, 31 be provided the highest level of flexibility in the purchase of all 32 materials, supplies, services, and equipment necessary for the 33 efficient support, maintenance, repair, and use of all agencies and 34 departments under RCW 43.19.190; and
- 35 (3) Primary deliberation regarding the purchase or delivery of 36 services by state agencies, departments, and institutions focus upon 37 strategies that foster cost controls and increased quality or service 38 levels through the use of free market enterprise competition.

- 1 Sec. 3. RCW 41.06.380 and 1979 ex.s. c 46 s 2 are each amended to 2 read as follows:
- 3 ((Nothing contained in this chapter shall prohibit any department)) 4 An agency, as defined in RCW 41.06.020, ((from purchasing services by contract with individuals or business entities if such services were 5 regularly purchased by valid contract by such department prior to April 6 7 23, 1979: PROVIDED, That no such contract may be executed or renewed 8 if it would have the effect of terminating classified employees or 9 classified employee positions existing at the time of the execution or renewal of the contract)) may purchase services or the delivery of 10 services through contracts with individuals or business entities. The 11 execution or renewal of the contract must be in compliance with RCW 12 43.19.1906.
- 14 Sec. 4. RCW 41.06.382 and 1979 ex.s. c 46 s 1 are each amended to 15 read as follows:

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- 16 ((Nothing contained in this chapter shall prohibit any)) institution of higher education, as defined in RCW 28B.10.016, or 17 18 related board ((from purchasing services by contract with individuals or business entities if such services were regularly purchased by valid 19 contract at such institution prior to April 23, 1979: PROVIDED, That 20 no such contract may be executed or renewed if it would have the effect 21 of terminating classified employees or classified employee positions 22 23 existing at the time of the execution or renewal of the contract)) may purchase services or the delivery of services through contracts with 24 individuals or business entities. The execution or renewal of the 25 contract must be in compliance with RCW 43.19.1906. 26
- 27 <u>NEW SECTION.</u> **Sec. 5.** A new section is added to chapter 28A.400 28 RCW to read as follows:
- Nothing in this chapter may be construed as prohibiting the 29 procurement or provision of nonacademic services. Directors of school 30 districts may purchase services or the delivery of services through 31 32 contracts with individuals or business entities. The execution or renewal of the contract must be in compliance with RCW 43.19.1906. 33
- 34 NEW SECTION. Sec. 6. This act shall take effect July 1, 1994."

| 1 | 2SSB 54 | <b>168</b> - S | AMD      |
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| 2 | By      | Senator        | Anderson |

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NOT ADOPTED 2/15/94

On page 1, line 2 of the title, after "assistance;" strike the remainder of the title and insert "amending RCW 41.06.380 and 41.06.382; adding a new section to chapter 28A.400 RCW; creating new sections; and providing an effective date."

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