(SUBSTITUTED FOR - SEE 2ND SUB)

Establishes the performance management act.

Creates the office of performance management in the office of the governor and requires the office of performance management to adopt and implement a state performance management plan.

Requires each state agency to adopt an agency performance management plan.

Requires the director of the office of financial management, in a proposed operating budget or supplemental operating budget, to redirect cost savings realized from implementation of an agency performance management plan.