1 A bill to be entitled 2 An act relating to quasi-public entities; creating s. 3 20.059, F.S.; providing definitions; requiring the 4 Governor to specify affiliated departments for certain 5 quasi-public entities by a certain date; providing 6 requirements for the affiliated department; providing 7 for the repeal of a quasi-public entity on a certain 8 date unless reviewed and saved from repeal through 9 reenactment by the Legislature; providing requirements 10 for a law creating a quasi-public entity; requiring a 11 quasi-public entity to contract with an independent 12 entity selected from a certain list to conduct a costbenefit analysis; requiring the completion of a cost-13 14 benefit analysis at certain intervals; requiring a cost-benefit analysis to include certain information; 15 requiring a quasi-public entity to submit a cost-16 17 benefit analysis and an annual report that includes certain information to the Governor, the Legislature, 18 19 and its affiliated department by a certain date; requiring a quasi-public entity to maintain a website 20 21 that includes certain information; prohibiting an 22 employee of a quasi-public entity from receiving an 23 annual salary in excess of a certain amount; 24 prohibiting a person who is employed by more than one 25 quasi-public entity from receiving a cumulative annual

Page 1 of 17

26

27

28

29

30

31

32

33

34

35

36

37

38 39

40

41

42

43

44

45

46 47

48

49

50

salary in excess of a certain amount; prohibiting a quasi-public entity from using public funds to retain a lobbyist; authorizing certain employees of a quasipublic entity to register as a lobbyist and represent the quasi-public entity; prohibiting a quasi-public entity from creating an entity separate from itself; providing for the future repeal of certain existing entities; requiring that meetings of the quasi-public entity's governing body be video recorded; prohibiting an executive director or similar officer of a quasipublic entity from certain involvement with the entity's governing body; amending s. 215.985, F.S.; requiring a quasi-public entity to post and update certain information on the secure contract tracking system established and maintained by the Chief Financial Officer; requiring a quasi-public entity to redact certain information; providing that the Chief Financial Officer, the Department of Financial Services, and officers, employees, and contractors thereof are not responsible for redacting, and are not liable for the failure to redact, certain information posted on the secure contract tracking system by a quasi-public entity; providing that the posting of certain information does not supersede the duty of a quasi-public entity to respond to certain requests or

Page 2 of 17

subpoenas; providing that certain actions by the Chief Financial Officer do not supersede the duty of a quasi-public entity to provide certain records upon request; revising and providing definitions; providing an effective date.

Be It Enacted by the Legislature of the State of Florida:

Section 1. Section 20.059, Florida Statutes, is created to read:

20.059 Quasi-public entities.-

- (1) As used in this section, the term:
- (a) "Cost-benefit analysis" means an analysis conducted by an independent entity of the current structure of a quasi-public entity and its relationship to state government with the goal of determining whether it would be more efficient or cost-effective to maintain the quasi-public entity or transfer its functions to a state agency and dissolve the entity.
- (b) "Governmental entity" means a state, regional, county, municipal, special district, or other political subdivision whether executive, judicial, or legislative, including, but not limited to, a department, division, bureau, commission, authority, district, or agency thereof, or public school, Florida College System institution, state university, or associated board.

Page 3 of 17

(c) "Operational audit" has the same meaning as in s. 11.45(1).

- (d) "Quasi-public entity" means an entity established by general law, regardless of form, for a public purpose or to effectuate a government program, and that is not directly controlled by a governmental entity. This term does not include a citizen support organization or a direct-support organization.
- (2) (a) For a quasi-public entity created in law before July 1, 2000:
- 1. The Governor must specify a department with which the quasi-public entity will be affiliated, unless a department is already specified in law, no later than December 31, 2021. The affiliated department, whether specified by the Governor or in law, shall serve in an advisory capacity to the governing body of the affiliated quasi-public entity. The head of the affiliated department shall review the activities of the affiliated quasi-public entity at least annually and shall recommend appropriate statutory changes to the Legislature, as necessary, to ensure the most efficient and cost-effective operation.
- 2. The quasi-public entity is repealed on June 30, 2025, unless reviewed and saved from repeal through reenactment by the Legislature.
- (b) For a quasi-public entity created in law on or after July 1, 2000, but before July 1, 2021:

Page 4 of 17

	<u>1.</u>	The	Gove	erno	r m	ust	spe	cify	a a	dep	artr	nent	with	whi	ch	the
quas	i-pul	blic	ent	ity	wil	l b	e af	fili	ate	d,	unle	ess a	a dep	artm	ent	is
alre	ady :	spec	ifie	d in	la	.W, I	no l	ater	th	an	Dece	embe:	r 31,	202	1.	The
affi.	liat	ed d	epart	men	t,	whe	ther	spe	cif	ied	by	the	Gove	rnor	or	in
law,	sha	ll s	erve	in	an	adv.	isor	у са	pac	ity	as	des	cribe	d in		
para	grapl	h (a	) .													

- 2. The quasi-public entity is repealed on June 30, 2026, unless reviewed and saved from repeal through reenactment by the Legislature.
- (c) For a quasi-public entity created in law on or after July 1, 2021, the law creating the quasi-public entity shall:
- 1. Specify a department with which the quasi-public entity will be affiliated. The affiliated department shall serve in an advisory capacity to the governing body of the affiliated quasi-public entity. The head of the affiliated department shall review the activities of the affiliated quasi-public entity at least annually and shall recommend appropriate statutory changes to the Legislature, as necessary, to ensure the most efficient and cost-effective operation.
- 2. State that the quasi-public entity is repealed on June 30 of the 7th year after enactment, unless reviewed and saved from repeal through reenactment by the Legislature.
- (3) Each quasi-public entity shall contract with an independent entity to conduct a cost-benefit analysis. The

  Office of Program Policy Analysis and Government Accountability

Page 5 of 17

126	shall generate a list of independent entities qualified to
127	perform the cost-benefit analysis, and the quasi-public entity
128	shall select an independent entity from the list.
129	(a) A quasi-public entity created in law:
130	1. Before July 1, 2000, shall have a cost-benefit analysis
131	completed no later than August 1, 2023, and every 10 years
132	thereafter.
133	2. On or after July 1, 2000, but before July 1, 2021,
134	shall have a cost-benefit analysis completed no later than
135	August 1, 2024, and every 10 years thereafter.
136	3. On or after July 1, 2021, shall have a cost-benefit
137	analysis completed by August 1 of the 10th year following its
138	creation and every 10 years thereafter.
139	(b) The cost-benefit analysis shall include the following:
140	1. A detailed description of the quasi-public entity's
141	activities.
142	2. An analysis of the quasi-public entity's current
143	performance, based on existing performance metrics.
144	3. An analysis of the goals achieved by, and the
145	advantages and disadvantages of, allowing the quasi-public
146	entity to:
147	a. Continue in its current form.
148	b. Be dissolved and have its duties and functions
149	transferred to a department.

Page 6 of 17

An analysis documenting the direct and indirect

CODING: Words stricken are deletions; words underlined are additions.

150

specific baseline costs, savings, efficiencies of scale, and
qualitative and quantitative benefits involved in or resulting
from each of the following scenarios:

- <u>a. Maintaining the quasi-public entity in its current</u> form; or
- b. Transferring the quasi-public entity's duties and functions to a department and dissolving the quasi-public entity.
- 5. A description of the specific accountability and transparency measures by which the quasi-public entity must abide.
- 6. A description of the specific performance standards, if any, that the quasi-public entity must meet to ensure adequate performance.
  - 7. An operational audit.

- (c) Each quasi-public entity shall submit the cost-benefit analysis to the Governor, the President of the Senate, the Speaker of the House of Representatives, and its affiliated department by September 15 of the year in which such analysis is due.
- (4) By September 15 of each year, each quasi-public entity shall submit a report to the Governor, the President of the Senate, the Speaker of the House of Representatives, and its affiliated department that includes all of the following information:

Page 7 of 17

HB 1083 2021

176	(a) The name, mailing address, physical address, telephone
177	number, and website address of the quasi-public entity.
178	(b) The statutory authority creating the quasi-public
179	entity.
180	(c) A description of the quasi-public entity's mission.
181	(d) A description of the plans of the quasi-public entity
182	for the next 3 fiscal years.
183	(e) A copy of the quasi-public entity's code of ethics.
184	(f) If the quasi-public entity is a corporation not-for-
185	profit, a copy of the entity's most recent federal Internal
186	Revenue Service Return of Organization Exempt from Income Tax
187	Form (Form 990).
188	(g) If the quasi-public entity is organized as a
189	corporation, a copy of all of the following:
190	1. Corporate governance framework and structure.
191	2. Policies and practices of the corporation's significant
192	committees, including any compensation committee.
193	3. Policies and practices for directing senior management.
194	4. Processes by which the board, its committees, and
195	senior management ensure an appropriate amount of oversight over
196	the corporation's activities.
197	(h) If the quasi-public entity has created an entity of
198	any type with which it is affiliated, the following information
199	must be included for each such affiliated entity:
200	1. The name, mailing address, physical address, telephone

Page 8 of 17

CODING: Words stricken are deletions; words underlined are additions.

200

201	number, and website address of the affiliated entity.
202	2. The statutory authority creating, or authorizing the
203	creation of, the affiliated entity, if any.
204	3. A description of the affiliated entity's mission.
205	4. If the affiliated entity is a corporation, a copy of
206	all of the information described in paragraph (g).
207	5. If the affiliated entity is a corporation not-for-
208	profit, a copy of the entity's most recent federal Internal
209	Revenue Service Return of Organization Exempt from Income Tax
210	Form (Form 990).
211	(5) Each quasi-public entity shall maintain a publicly
212	accessible website. The website must include the following:
213	(a) The report required pursuant to subsection (4).
214	(b) The most recently approved operating budget, which
215	must be maintained on the website for 2 years.
216	(c) Position title and annual salary or rate of pay for
217	each regularly established position.
218	(d) A link to any state audit or report of the entity's
219	operations.
220	(e) A link to any program or activity descriptions for
221	which funds may be expended.
222	(f) All meeting notices for meetings of the entity's
223	governing body, which must be maintained on the website for 2
224	vears

Page 9 of 17

The official minutes of each meeting of the entity's

CODING: Words stricken are deletions; words underlined are additions.

225

(g)

governing body, which must be posted no later than 7 days after the date of the meeting in which the minutes are approved.

- an annual salary, whether base pay or base pay combined with any bonus or incentive payments, in excess of 150 percent of the annual salary paid to the head of its affiliated department. A person who is employed by more than one quasi-public entity may not receive a cumulative annual salary in excess of such amount. If the quasi-public entities with which such person is employed are affiliated with different departments, such person may not receive a cumulative annual salary in excess of 150 percent of the annual salary paid to the highest-paid head of the affiliated departments.
- (7) A quasi-public entity may not use public funds to retain a lobbyist to represent the entity before the legislative or executive branch. However, a full-time employee of the quasi-public entity may register as a lobbyist and represent the entity before the legislative or executive branch. Except as a full-time employee, a person may not accept public funds from a quasi-public entity for lobbying.
- (8) Unless specifically authorized by law, a quasi-public entity may not create an entity separate from itself, including a citizen support organization or a direct-support organization. However, any such entity in existence before July 1, 2021, may continue in existence but is repealed on the same date as the

creating quasi-public entity unless reviewed and saved from repeal through reenactment by the Legislature.

253

254

255

256

257

258

259

260261

262

263

264

265

266

267

268

269

270

271

272

273

274

275

- (9) Any meeting of a quasi-public entity's governing body must be video recorded.
- (10) The executive director of a quasi-public entity, or an officer with responsibilities similar to that of an executive director, may not recommend or otherwise be involved in the selection, appointment, or retention of any member of the entity's governing body.
- Section 2. Subsection (14) of section 215.985, Florida Statutes, is amended to read:
  - 215.985 Transparency in government spending.-
- (14) The Chief Financial Officer shall establish and maintain a secure contract tracking system available for viewing and downloading by the public through a secure website. The Chief Financial Officer shall use appropriate Internet security measures to ensure that no person has the ability to alter or modify records available on the website.
- (a) Within 30 calendar days after executing a contract, each state <u>and quasi-public</u> entity shall post the following information relating to the contract on the contract tracking system:
  - 1. The names of the contracting entities.
  - 2. The procurement method.
  - 3. The contract beginning and ending dates.

Page 11 of 17

4. The nature or type of the commodities or services purchased.

- 5. Applicable contract unit prices and deliverables.
- 6. Total compensation to be paid or received under the contract.
  - 7. All payments made to the contractor to date.
  - 8. Applicable contract performance measures.
  - 9. If a competitive solicitation was not used to procure the goods or services, the justification of such action, including citation to a statutory exemption or exception from competitive solicitation, if any.
  - 10. Electronic copies of the contract and procurement documents that have been redacted to exclude confidential or exempt information.
  - (b) Within 30 calendar days after an amendment to an existing contract, the state entity or quasi-public entity that is a party to the contract must update the information described in paragraph (a) in the contract tracking system. An amendment to a contract includes, but is not limited to, a renewal, termination, or extension of the contract or a modification of the terms of the contract.
  - (c) By January 1, 2014, each state <u>and quasi-public</u> entity shall post to the contract tracking system the information required in paragraph (a) for each existing contract that was executed before July 1, 2013, with payment from state funds made

Page 12 of 17

301 after June 30, 2013.

- (d)1. Records made available on the contract tracking system may not reveal information made confidential or exempt by law.
- 2. Each state <u>and quasi-public</u> entity that is a party to a contract must redact confidential or exempt information from the contract and procurement documents before posting an electronic copy on the contract tracking system. If a state entity <u>or quasi-public entity</u> that is a party to the contract becomes aware that an electronic copy of a contract or a procurement document has been posted but has not been properly redacted, the state entity <u>or quasi-public entity</u> must immediately notify the Chief Financial Officer and must immediately remove the contract or procurement document from the contract tracking system.

  Within 7 business days, the state entity <u>or quasi-public entity</u> must post a properly redacted copy of the contract or procurement document on the contract tracking system.
- 3.a. If a party to a contract, or an authorized representative of a party to a contract, discovers that an electronic copy of a contract or procurement document has been posted to the contract tracking system but has not been properly redacted, the party or representative may request the state entity or quasi-public entity that is a party to the contract to redact the confidential or exempt information. Upon receipt of the request, the state entity or quasi-public entity shall

Page 13 of 17

326 redact the confidential or exempt information.

- b. A request to redact confidential or exempt information must be made in writing and delivered by mail, facsimile, electronic transmission, or in person to the state entity or quasi-public entity that is a party to the contract. The request must identify the specific document, the page numbers that include the confidential or exempt information, the information that is confidential or exempt, and the applicable statutory exemption. A fee may not be charged for a redaction made pursuant to the request.
- c. A party to a contract may petition the circuit court for an order directing compliance with this paragraph.
- 4. The contract tracking system shall display a notice of the right of an affected party to request redaction of confidential or exempt information contained on the system.
- 5.a. The Chief Financial Officer, the Department of Financial Services, or an officer, employee, or contractor thereof, is not responsible for redacting confidential or exempt information from an electronic copy of a contract or procurement document posted by another state entity or quasi-public entity on the system.
- b. The Chief Financial Officer, the Department of Financial Services, or an officer, employee, or contractor thereof, is not liable for the failure of a state entity or quasi-public entity to redact the confidential or exempt

Page 14 of 17

351 information.

- (e)1. The posting of information on the contract tracking system or the provision of contract information on a website for public viewing and downloading does not supersede the duty of a state entity or quasi-public entity to respond to a public records request or subpoena for the information.
- 2. A request for a copy of a contract or procurement document or certified copy of a contract or procurement document shall be made to the state entity or quasi-public entity that is party to the contract. The request may not be made to the Chief Financial Officer, the Department of Financial Services, or an officer, employee, or contractor thereof, unless the Chief Financial Officer or the department is a party to the contract.
- 3. A subpoena for a copy of a contract or procurement document or certified copy of a contract or procurement document must be served on the state entity or quasi-public entity that is a party to the contract and that maintains the original documents. The Chief Financial Officer, the Department of Financial Services, or an officer, employee, or contractor thereof, may not be served a subpoena for those records unless the Chief Financial Officer or the department is a party to the contract.
- (f) The Chief Financial Officer may regulate and prohibit the posting of records that could facilitate identity theft or fraud, such as signatures; compromise or reveal an agency

Page 15 of 17

investigation; reveal the identity of undercover personnel; reveal proprietary business information or trade secrets; reveal an individual's medical information; or reveal another record or information that the Chief Financial Officer believes may jeopardize the health, safety, or welfare of the public. However, such action by the Chief Financial Officer does not supersede the duty of a state entity or quasi-public entity to provide a copy of a public record upon request.

(g) The Chief Financial Officer may adopt rules to administer this subsection.

- (h) For purposes of this subsection, the term:
- 1. "Procurement document" means any document or material provided to the public or any vendor as part of a formal competitive solicitation of goods or services undertaken by a state entity or quasi-public entity, and a document or material submitted in response to a formal competitive solicitation by any vendor who is awarded the resulting contract.
- 2. "Quasi-public entity" means an entity established by law, regardless of form, for a public purpose or to effectuate a government program, and that is not directly controlled by a governmental entity. This term does not include a citizen support organization or a direct-support organization.
- 3.2. "State entity" means an official, officer, commission, board, authority, council, committee, or department of the executive branch of state government; a state attorney,

Page 16 of 17

public defender, criminal conflict and civil regional counsel, capital collateral regional counsel, and the Justice Administrative Commission; the Public Service Commission; and any part of the judicial branch of state government.

401

402

403

404

405

406

407

408

409

410 411

412

413

414

415

416

- (i) In lieu of posting in the contract tracking system administered by the Chief Financial Officer, the Department of Legal Affairs and the Department of Agriculture and Consumer Services may post the information described in paragraphs (a) through (c) to its own agency-managed website. The data posted on the agency-managed website must be downloadable in a format that allows offline analysis.
- (j) The requirement under paragraphs (a) through (c) that each agency post information and documentation relating to contracts on the tracking system does not apply to any record that could reveal attorney work product or strategy.
  - Section 3. This act shall take effect July 1, 2021.

Page 17 of 17