## HOUSE RESEARCH =

## Bill Summary =

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**Version:** As introduced

**Authors:** Downey and others

**Subject:** Performance-based Organizations

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## Overview

This bill allows the governor to designate state agency programs as performance-based organizations and specifies requirements for performance-based organization agreements, funding, duration, and reporting.

- 1 Performance-based Organizations. Creates § 15.996.
  - **Subd. 1. Designation.** Allows the governor to designate one or more programs within DHS and within up to two other executive branch state agencies whose missions involve people with disabilities as performance-based organizations. Sets out the goals of the performance-based organization designation. Allows agencies with this designation more flexibility in their operations in exchange for a greater level of accountability. Allows performance-based organization agreements to exempt agencies from procedural laws, rules, or policies that otherwise would govern the program, with any required legislative approval.
  - **Subd. 2. Performance-based organization agreement.** Requires designation of a performance-based organization to be implemented through an agreement. Specifies the entities that may be part of a performance-based organization agreement. Specifies the elements that must be included in the agreement.
  - **Subd. 3. Funding.** Authorizes agencies to transfer appropriations among programs that are subject to an agreement. Requires transfers to be approved by the commissioner of management and budget.
  - **Subd. 4. Duration; legislative approval.** Allows performance-based organization agreements to be up to three years and to be renewed. Specifies when exemptions from procedural laws terminate.
  - **Subd. 5. Reporting.** Specifies reporting requirements for state agencies whose programs are subject to performance-based organization.