Committee Report

CONSENT CALENDAR

May 18, 2021

HOUSE OF REPRESENTATIVES

REPORT OF COMMITTEE

The Committee on Executive Departments and Administration to which was referred SB 104-FN-A,

AN ACT (New Title) adopting omnibus legislation relative to the classification of state employee positions and reverse auctions. Having considered the same, report the same with the following amendment, and the recommendation that the bill OUGHT TO PASS WITH AMENDMENT.

Rep. Stephen Pearson

FOR THE COMMITTEE

Original: House Clerk

Cc: Committee Bill File

COMMITTEE REPORT

Committee:	Executive Departments and Administration
Bill Number:	SB 104-FN-A
Title:	(New Title) adopting omnibus legislation relative to the classification of state employee positions and reverse auctions.
Date:	May 18, 2021
Consent Calendar:	CONSENT
Recommendation:	OUGHT TO PASS WITH AMENDMENT 2021-1514h

STATEMENT OF INTENT

This bill, as amended, is an omnibus bill containing 3 parts. Part 1 establishes an unclassified salary grade for 16 management-level positions in the executive branch. Some of these positions were formerly classified and others were at a different pay level in the unclassified system. All of these changes were adopted by the Joint Committee on Employee Classification and now need to be codified. Part 2 establishes a procedure for the use of reverse auctions to price state contracts. Part 3 was added by the committee amendment and makes certain administrative functions in the department uniform such as the authority of the Commissioner to appoint certain positions rather than the Governor. It also cleans up some language.

Vote 18-0.

Rep. Stephen Pearson FOR THE COMMITTEE

Original: House Clerk

Cc: Committee Bill File

CONSENT CALENDAR

Executive Departments and Administration

SB 104-FN-A, (New Title) adopting omnibus legislation relative to the classification of state employee positions and reverse auctions. **OUGHT TO PASS WITH AMENDMENT.**

Rep. Stephen Pearson for Executive Departments and Administration. This bill, as amended, is an omnibus bill containing 3 parts. Part 1 establishes an unclassified salary grade for 16 management-level positions in the executive branch. Some of these positions were formerly classified and others were at a different pay level in the unclassified system. All of these changes were adopted by the Joint Committee on Employee Classification and now need to be codified. Part 2 establishes a procedure for the use of reverse auctions to price state contracts. Part 3 was added by the committee amendment and makes certain administrative functions in the department uniform such as the authority of the Commissioner to appoint certain positions rather than the Governor. It also cleans up some language. Vote 18-0.

Original: House Clerk

Cc: Committee Bill File

Amendment to SB 104-FN-A

1	Amen	d the title of the bill by replacing it with the fol	llowing:
2			
3 4 5	AN AO	1 0	e to the classification of state employee positions, n of the department of administrative services.
6	Amen	d section 1 of the bill, Sponsorship, by inserting	g after Part II the following new Part:
7			
8		Part III, relative to the organization of the de	epartment of administrative services.
9			
10	Amen	d Part I of the bill by replacing sections 1 and 2	2 with the following:
11			
12	1	Compensation of Certain State Officers; Sala	aries Established. Amend the salary grades in
13	RSA 9	4:1-a, I(b) by deleting:	
14	BB	department of health and human services	program manager
15	EE	department of health and human services	director of communications
16	$\mathbf{F}\mathbf{F}$	department of health and human services	director, project management
17	$\mathbf{F}\mathbf{F}$	department of health and human services	substance abuse senior policy analyst
18	$\mathbf{F}\mathbf{F}$	department of health and human services	LEAN Coordinator
19	$\mathbf{F}\mathbf{F}$	department of corrections	director, professional standards
20	FF	department of health and human services	information security officer
21	GG	department of health and human services	substance abuse manager
22	2	Compensation of Certain State Officers; Sala	aries Established. Amend the salary grades in
23	RSA 9	4:1-a, I(b) by inserting:	
24	DD	department of justice	victim/witness specialist
25	EE	department of health and human services	process improvement manager
26	EE	department of health and human services	substance use disorder planning and
27			evaluation manager
28	$\mathbf{F}\mathbf{F}$	department of health and human services	director of communications
29	FF	department of health and human services	senior project manager
30	$\mathbf{F}\mathbf{F}$	department of justice	director of communications
31	GG	department of administrative services	deputy director, risk and benefits
32	GG	department of corrections	director, professional standards

Amendment to SB 104-FN - Page 2 -

1	GG	department of health and human services	information security officer
2	GG	department of health and human services	deputy director, division of economic and
3			housing stability
4	GG	department of safety	deputy director, division of administration
5	HH	department of health and human services	director, intergovernmental affairs
6	HH	department of administrative services	director (administrator), division of plant and
7			property management
8	HH	department of health and human services	director, employee assistance program
9	KK	department of corrections	pharmacist
10	NN	department of corrections	chief pharmacist

Amend Part I of the bill by inserting after section 2 the following and renumbering the original sections 3-5 to read as sections 4-6, respectively:

- 3 New Subparagraph; Salary Adjustment for Recruitment or Retention; Department of Corrections; Director of Nursing. Amend RSA 94:3-b, II by inserting after subparagraph (e) the following new subparagraph:
 - (f) Director of nursing, department of corrections, \$110,000 \$155,000

Amend RSA 21-I:11-e as inserted by section 1 of Part II of the bill by inserting after paragraph III the following new paragraphs:

 $\frac{21}{22}$

- IV. Notwithstanding RSA 91-A:4 and RSA 21-G:37, no information shall be available to the public or to the members of the general court or its staff concerning specific reverse auction RFB from the release of the reverse auction RFB until the contract is approved by the governor and executive council, or, if the contract does not require approval from the governor and executive council, until the contract has been actually awarded as determined by the issuing agency, except:
- (a) In the case of an RFB that requires approval from the governor and executive council, the issuing agency shall, at least 5 business days prior to submitting the contract to the department of administrative services, post the vendors' names and respective final prices for each qualified bidder on its website.
- (b) In the case of an RFB that does not require approval from the governor and executive council, the issuing agency shall, at minimum, post the vendors' names and respective final prices for each qualified bidder on its website at the time that the RFB is awarded.
- V. Notwithstanding paragraph IV, the department of administrative services shall share such pricing information as is necessary to conduct the reverse auction. During the reverse auction, such pricing information shall be shared only with the bidders and other parties participating in the

Amendment to SB 104-FN - Page 3 -

1 reverse auction as specified in subparagraph III(c). Such information shall include only prices 2 proposed and not names of bidders. 3 VI. Reverse auction RFBs shall be subject to RSA 21-G:37, IV-VI. 4 Amend the bill by inserting after Part II the following: 5 6 7 Part III 8 Relative to the organization of the department of administrative services. 9 1 Department of Administrative Services; Commissioner; Directors. Amend RSA 21-I:2 to read 10 as follows: 11 21-I:2 Commissioner; Directors. 12 I. The commissioner of the department shall be appointed by the governor, with the consent 13 of the council, and shall serve for a term of 4 years. 14 II. The commissioner shall nominate for appointment by the governor, with the consent of 15 the council, each unclassified division director, the assistant commissioner, and the deputy 16 commissioner, the internal auditor, the director of financial data management, the director of risk 17 and benefits, and the senior operational analyst. The unclassified division directors, the assistant 18 commissioner, the deputy commissioner, the internal auditor, the director of financial data management, the director of risk and benefits, and the senior operational analyst shall each serve 19 20 for a term of 4 years]. 21 III. The commissioner shall appoint each unclassified deputy division director, a 22state budget officer, a chief financial officer, a deputy state comptroller, the internal 23 auditor, the senior operational analyst, 2 superintendents of buildings and grounds, a 24superintendent of court facilities, an education and training officer, and the manager of 25 employee relations, each of whom shall serve at the pleasure of the commissioner. 26 The commissioner may appoint such other unclassified deputy division 27 directors as he or she determines are necessary to carry out the functions of the divisions of 28 the department. Deputy directors shall serve at the pleasure of the commissioner. 29 2 New Paragraph; Duties of Commissioner; Authority to Establish Divisions, Units, and 30 Officers. Amend RSA 21-I:13 by inserting after paragraph XVII the following new paragraph: 31 XVIII. Establish within the department such divisions, units, and officers, not expressly 32 provided for or prohibited by law, as the commissioner deems advisable for the discharge of his or 33 her duties. The commissioner may appoint such deputy division directors and other officers as he or 34 she believes are necessary to carry out the functions of the divisions of the department.

3 Department of Administrative Services; State Budget Office. Amend the introductory paragraph of RSA 21-I:6 to read as follows:

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Amendment to SB 104-FN - Page 4 -

- 21-I:6 Budget [Unit] *Office*. There is hereby established within the office of the commissioner of administrative services a state budget [unit] *office* under the supervision of an unclassified budget director who shall:
 - 4 Assistant Commissioner. Amend RSA 21-I:3-a, II to read as follows:

 2

- II. The assistant commissioner shall [serve as budget director] oversee the state budget office and shall perform such duties as are assigned by the commissioner. The assistant commissioner shall assume the duties of the commissioner in the event that the commissioner is unable for any reason to perform such duties.
- 5 Manager of Employee Relations. Amend the introductory paragraph of RSA 21-I:44, II to read as follows:
- II. There is established within the division a bureau of employee relations, under the direction of an unclassified manager of employee relations[, who shall serve a 4-year term]. The bureau of employee relations shall be responsible for the following functions, in accordance with applicable laws:
- 6 Manager of Employee Relations and Education and Training Officer. Amend RSA 21-I:44, IV to read as follows:
- IV. The commissioner, after consultation with the director of personnel, shall [nominate] appoint the manager of employee relations and the education and training officer [who shall be appointed by the governor, with the consent of the council]. The manager of employee relations and the education and training officer shall be qualified by reason of education and experience [and shall each serve a 4-year term]. The salary of the manager of employee relations and the education and training officer shall be as specified in RSA 94:1-a.
- 7 Director of the Division of Public Works Design and Construction. Amend RSA 21-I:11, I(b) to read as follows:
- (b) The division of public works design and construction[, which shall be under the supervision of a classified public works manager VII, who] shall be responsible for the functions [of the division under] set forth in RSA 21-I:12, III.
 - 8 Internal Audit. Amend RSA 21-I:7, I to read as follows:
- I. Assist the commissioner by supplying analytical reports of examinations conducted of the department's various divisions, bureaus, units, programs and functions. Examinations will be conducted and reports prepared in accordance with standards of governmental auditing and program evaluation specified by authoritative national standard setting bodies. Reports shall contain analyses, appraisals, comments and recommendations relating to the accuracy and competence of accounting, financial, and management procedures in use. Organizational and operational practices may also be reviewed by the [budget director] state budget officer.
- 9 Reference Change. Department of Information Technology. Amend RSA 21-R:4, XI to read as follows:

Amendment to SB 104-FN - Page 5 -

1	XI. Developing, in concert with the commissioner of administrative services and the [budget
2	director as defined in RSA 21-I:1-a] state budget office established in RSA 21-I:6, the capital and
3	operating budget requests for implementing each agency's information technology plan, including,
4	but not limited to, appropriate standards for the uniform presentation of the general budget
5	requests.
6	10 Division of Plant and Property. Amend RSA 21-I:11, I(c)(4)-(6) to read as follows:
7	(4) Supervising the [activities and functions of the bureau of] planning and
8	management $\it functions\ of\ the\ department$ under RSA 21-I:12, II(a).
9	(5) Supervising the [activities and functions of the bureau of] general services
10	functions of the department under RSA 21-I:12, II(b).
11	(6) Supervising the [activities and functions of the bureau of] functions of the
12	department related to court facilities under RSA 21-I:12, II(c).
13	11 Division of Plant and Property. Amend RSA 21-I:12, II to read as follows:
14	II. The division of plant and property shall [include the following internal organizational
15	units and functions]:
16	(a) [A bureau of planning and management under the supervision of a classified
17	administrator of planning and management who shall] be responsible for the following functions
18	relative to planning and management, in accordance with applicable laws:
19	(1) Recommending assignment of office and office-related space, including rented
20	space, or space under consideration for rental, to the director, who shall report such
21	recommendations to the commissioner.
22	(2) Preparing and maintaining an inventory of all physical space in real property
23	rented or leased for use by the state. This inventory shall be made available to the comptroller in
24	order to assist the comptroller to comply with accounting principles.
25	(3) Planning for any additional office space needs of the state in consultation with
26	the division of public works design and construction.
27	(4) Planning for any major renovation to state office buildings in consultation with
28	the division of public works design and construction.
29	(5) Centrally managing all space rented by, or all proposed rentals of space by, state
30	agencies, and providing central administration and management of the processes by which space is
31	rented by state agencies, except as is otherwise provided by law. Unless otherwise allowed by law,

agencies seeking to rent space shall do so only in consultation with the [bureau of planning and

management] division of plant and property. The central management and administration

provided by the [bureau] division shall include assisting agencies in their selection of property, in

the formulation of rental documents, in the preparation of notices, in agencies' solicitation of bids or

proposals and selection of lessors, in space planning, in office layout, and in such other matters as

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Amendment to SB 104-FN - Page 6 -

are necessary for effective central planning and management relative to rented space but shall not include the power to enter into rental agreements on behalf of an agency.

- (b) [A bureau of general services under the supervision of a classified administrator of general services who shall] Be responsible for the following **general service** functions, in accordance with applicable laws:
- (1) Providing support services, including but not limited to, mailing and messenger services to state government.
- (2) Providing for the general maintenance of state-owned buildings and grounds, except as otherwise provided by law.
- (c) [A bureau of court facilities under the supervision of a classified administrator who shall] Be responsible for the following *court facility* functions, in accordance with applicable laws:
- (1) Providing suitable court facilities for the conduct of all court sessions held within each judicial district and county, subject to the availability of appropriated funds, in accordance with RSA 490-B.
- (2) Providing for the general maintenance of state-owned court buildings and grounds, except as otherwise provided by law.
- (d) *Be responsible for* the department's functions relating to energy management, managed by such personnel as may be assigned by the commissioner.
- (e) *Be responsible for* the department's support of facilities of the department of health and human services managed by such personnel as may be assigned by the commissioner.
 - 12 Positions and Transfers.

- I. The salaries of the state budget officer, the chief financial officer, the deputy state comptroller, the deputy director of financial data management, the deputy director of plant and property management, the deputy director of personnel, the deputy director of procurement and support services, the director of public works design and construction, the deputy director of public works design and construction, the internal auditor, the 2 superintendents of buildings and grounds, and the superintendent of court facilities shall be determined after assessment and review of the appropriate temporary letter grade allocation in RSA 94:1-a, I(b) for the position, which shall be conducted pursuant to RSA 94:1-d and RSA 14:14-c.
- II. Upon completion of the actions described in paragraph I, and the appointment of each unclassified position there noted, the applicable classified position shall be abolished and its available funding shall be utilized to create an unclassified expenditure class within the applicable accounting unit.
- III. For any unclassified position converting from a term of appointment to an appointment at the pleasure of the commissioner, the commissioner shall make such appointment when the term expires or when the position becomes vacant, whichever is earlier. For each such position, the

Amendment to SB 104-FN - Page 7 -

- commissioner shall certify to the secretary of state and the director of legislative services that the term has expired and the position is subject to the commissioner's appointment.
- IV. The incumbent in any classified or unclassified position converted to a position subject to appointment by the commissioner pursuant to this act, shall be offered the opportunity to seek such appointment.
- 6 13 Repeal. The following are repealed:

- I. RSA 21-I:7-d, relative to the position of deputy director of risk and benefits.
- 8 II. RSA 21-I:1-a, I-a, relative to the definition of budget director.
- 9 14 Effective Date. Part III of this act shall take effect July 1, 2021.

Amendment to SB 104-FN - Page 8 -

2021-1514h

AMENDED ANALYSIS

This bill adopts legislation relative to:

- I. The classification of certain state employee positions, as requested by the joint committee on employee classification, established in RSA 14:14-c.
 - II. Reverse auctions, as requested by the department of administrative services.
- III. The organization of the department of administrative services and the transition of certain classified positions within the department to unclassified positions subject to appointment by the commissioner.

Archived: Tuesday, May 25, 2021 11:34:33 AM

From: Miriam Simmons

Sent: Tuesday, May 25, 2021 11:06:47 AM

To: Miriam Simmons

Subject: SB 104 Committee Report RepPearson

Response requested: No **Importance:** Normal

From: Carol McGuire <mcguire4house@gmail.com>

Sent: Friday, May 21, 2021 9:56 AM

To: Miriam Simmons <miriam.simmons@leg.state.nh.us>; Pam Smarling <Pam.Smarling@leg.state.nh.us>

Subject: Fwd: Tuesday

----- Forwarded message ------

From: Carol McGuire < mcguire4house@gmail.com >

Date: Wed, May 19, 2021 at 12:56 PM

Subject: Re: Tuesday

To: Stephen Pearson < pearsonforderry@gmail.com >

I added "as amended" to each - since you've got a 50 page amendment, you need to acknowledge it!

Carol ----- .---- .

SB 104 blurb

SB 104, as amended, is an omnibus bill containing 3 parts. Part 1 covers the Pay Classifications of certain State job titles. It eliminates 8 job classifications, establishes 16 and adjusts 1. These position classifications are determined by the JCEC and codified into statute by the Legislature. Part 2 establishes a procedure for the use of reverse auctions to price state contracts. Part 3 establishes authority of the department of admin services to appoint certain positions instead of them being appointed by the Governor. It also cleans up some language. The committee voted 18-0 to adopt this legislation.

On Wed, May 19, 2021 at 10:34 AM Stephen Pearson < pearsonforderry@gmail.com > wrote:

Here is what I put together for SB 58 and 104.

Representative Steve Pearson Assistant Majority Leader Rockingham District 6 Derry, 603-548-8523 Pearsonforderry@gmail.com

Voting Sheets

HOUSE COMMITTEE ON EXECUTIVE DEPARTMENTS AND ADMINISTRATION

EXECUTIVE SESSION on SB 104-FN-A

BILL TITLE: (New Title) adopting omnibus legislation relative to the classification of state

employee positions and reverse auctions.

DATE: May 18, 2021

LOB ROOM: Remote / Hybrid

MOTIONS: OUGHT TO PASS WITH AMENDMENT

Moved by Rep. S. Pearson Seconded by Rep. Schuett AM Vote: 18-0

Amendment # 2021-1514h

Moved by Rep. S. Pearson Seconded by Rep. McGuire Vote: 18-0

CONSENT CALENDAR: YES

Statement of Intent: Refer to Committee Report

Respectfully submitted,

Rep John Sytek, Clerk

HOUSE COMMITTEE ON ED+A

EXECUTIVE SESSION ON HE 53 104

	ITLE: (NSW 777 5-18-21	E) AN OPTING CHINIBUS LEG CURSTIFICATION OF STATE AND REVERSE AN	
LOB RO	OOM: 306-708		
MOTION	: (Please check one b	ox)	. /
П ОТР	☐ ITL	Retain (1 st year) Interim Study (2 nd year)	Adoption of Amendment # 1514 H (if offered)
Moved by	Rep. PEARSON	Seconded by Rep. SCHVETT	Vote: 18-0
MOTION	: (Please check one b	ox)	
□ ОТР	ОТР/А	ITL Retain (1st year) Interim Study (2nd year)	Adoption of Amendment # (if offered)
Moved by	Rep. PEARSON	Seconded by Rep. M & GUIR	E
MOTION	: (Please check one b	ox)	
□ ОТР	ОТР/А	ITL Retain (1st year) Interim Study (2nd year)	Adoption of Amendment #(if offered)
Moved by	Rep	Seconded by Rep.	Vote:
MOTION	: (Please check one b	ox)	
□ ОТР	OTP/A	ITL Retain (1st year) Interim Study (2nd year)	Adoption of Amendment #
Moved by	Rep	Seconded by Rep.	Vote:
	CONSEN	Γ CALENDAR?	YesNo
Minority I		ubmitted, Rep.	, Motion:,

OFFICE OF THE HOUSE CLERK



1/22/2021 9:57:48 AM Roll Call Committee Registers Report

P-M=6

2021 SESSION

Executive Departments and Administration

Bill #: <u>58 104</u> Motion: <u>OTP/A</u> AM #: <u>1514H</u> Exec Session Date: <u>5-18-21</u>

<u>Members</u>	YEAS	Nays	NV
McGuire, Carol M. Chairman	X		
Roy, Terry Vice Chairman	X		
Sytek, John Clerk	X		
Pearson, Stephen C.	X		
Yakubovich, Michael	X		
Lekas, Tony	X		
Alliegro, Mark C.	X		
Bailey, Glenn	X		
Lanzara, Tom E.	X		
Santonastaso, Matthew	X		
Goley, Jeffrey P.	X		
Schuett, Dianne E.	X		
Jeudy, Jean L.			
Schmidt, Peter B.	X		
Schultz, Kristina M.	X		
Fellows, Sallie D.	X		
Fontneau, Timothy In PIMENTEL	X		
Grote, Jaci L.	X		
O'Brien, Michael B.	X		
TOTAL VOTE:			

OFFICE OF THE HOUSE CLERK



1/22/2021 9:57:48 AM Roll Call Committee Registers Report

PGAR/SCUETS 2021 SESSION

Executive Departments and Administration

Bill #: <u>58 104</u> Motion: <u>ADA AMEND</u> AM #: <u>1514 H</u> Exec Session Date: <u>5-18-21</u>

<u>Members</u>	YEAS	<u>Nays</u>	<u>NV</u>
McCiting Caval M. Chairman			
McGuire, Carol M. Chairman			
Roy, Terry Vice Chairman	X		
Sytek, John Clerk			
Pearson, Stephen C.	X		
Yakubovich, Michael	X		
Lekas, Tony	X		
Alliegro, Mark C.	X		
Bailey, Glenn	X		
Lanzara, Tom E.	X		
Santonastaso, Matthew	X		
Goley, Jeffrey P.			
Schuett, Dianne E.	X		
Jeudy, Jean L.			
Schmidt, Peter B.	X		
Schultz, Kristina M.	λ		
Fellows, Sallie D.	X		
Pontneau, Timothy J. PIMEN YEL	X		
Grote, Jaci L.	X		
O'Brien, Michael B.	X		
TOTAL VOTE:			

Amendment to SB 104-FN-A

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Amendment to SB 104-FN - Page 2 -

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Amendment to SB 104-FN - Page 3 -

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- 21-I:6 Budget [Unit] *Office*. There is hereby established within the office of the commissioner of administrative services a state budget [unit] *office* under the supervision of an unclassified budget director who shall:
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 2

- II. The assistant commissioner shall [serve as budget director] oversee the state budget office and shall perform such duties as are assigned by the commissioner. The assistant commissioner shall assume the duties of the commissioner in the event that the commissioner is unable for any reason to perform such duties.
- 5 Manager of Employee Relations. Amend the introductory paragraph of RSA 21-I:44, II to read as follows:
- II. There is established within the division a bureau of employee relations, under the direction of an unclassified manager of employee relations[, who shall serve a 4-year term]. The bureau of employee relations shall be responsible for the following functions, in accordance with applicable laws:
- 6 Manager of Employee Relations and Education and Training Officer. Amend RSA 21-I:44, IV to read as follows:
- IV. The commissioner, after consultation with the director of personnel, shall [nominate] appoint the manager of employee relations and the education and training officer [who shall be appointed by the governor, with the consent of the council]. The manager of employee relations and the education and training officer shall be qualified by reason of education and experience [and shall each serve a 4-year term]. The salary of the manager of employee relations and the education and training officer shall be as specified in RSA 94:1-a.
- 7 Director of the Division of Public Works Design and Construction. Amend RSA 21-I:11, I(b) to read as follows:
- (b) The division of public works design and construction[, which shall be under the supervision of a classified public works manager VII, who] shall be responsible for the functions [of the division under] set forth in RSA 21-I:12, III.
 - 8 Internal Audit. Amend RSA 21-I:7, I to read as follows:
- I. Assist the commissioner by supplying analytical reports of examinations conducted of the department's various divisions, bureaus, units, programs and functions. Examinations will be conducted and reports prepared in accordance with standards of governmental auditing and program evaluation specified by authoritative national standard setting bodies. Reports shall contain analyses, appraisals, comments and recommendations relating to the accuracy and competence of accounting, financial, and management procedures in use. Organizational and operational practices may also be reviewed by the [budget director] state budget officer.
- 9 Reference Change. Department of Information Technology. Amend RSA 21-R:4, XI to read as follows:

Amendment to SB 104-FN - Page 5 -

- XI. Developing, in concert with the commissioner of administrative services and the [budget director as defined in RSA 21-I:1-a] state budget office established in RSA 21-I:6, the capital and operating budget requests for implementing each agency's information technology plan, including, but not limited to, appropriate standards for the uniform presentation of the general budget requests.
 - 10 Division of Plant and Property. Amend RSA 21-I:11, I(c)(4)-(6) to read as follows:

- (4) Supervising the [activities and functions of the bureau of] planning and management functions of the department under RSA 21-I:12, II(a).
- (5) Supervising the [activities and functions of the bureau of] general services functions of the department under RSA 21-I:12, II(b).
- (6) Supervising the [activities and functions of the bureau of] functions of the department related to court facilities under RSA 21-I:12, II(c).
 - 11 Division of Plant and Property. Amend RSA 21-I:12, II to read as follows:
- II. The division of plant and property shall [include the following internal organizational units and functions]:
- (a) [A bureau of planning and management under the supervision of a classified administrator of planning and management who shall] be responsible for the following functions relative to planning and management, in accordance with applicable laws:
- (1) Recommending assignment of office and office-related space, including rented space, or space under consideration for rental, to the director, who shall report such recommendations to the commissioner.
- (2) Preparing and maintaining an inventory of all physical space in real property rented or leased for use by the state. This inventory shall be made available to the comptroller in order to assist the comptroller to comply with accounting principles.
- (3) Planning for any additional office space needs of the state in consultation with the division of public works design and construction.
- (4) Planning for any major renovation to state office buildings in consultation with the division of public works design and construction.
- (5) Centrally managing all space rented by, or all proposed rentals of space by, state agencies, and providing central administration and management of the processes by which space is rented by state agencies, except as is otherwise provided by law. Unless otherwise allowed by law, agencies seeking to rent space shall do so only in consultation with the [bureau of planning and management] division of plant and property. The central management and administration provided by the [bureau] division shall include assisting agencies in their selection of property, in the formulation of rental documents, in the preparation of notices, in agencies' solicitation of bids or proposals and selection of lessors, in space planning, in office layout, and in such other matters as

Amendment to SB 104-FN - Page 6 -

are necessary for effective central planning and management relative to rented space but shall not include the power to enter into rental agreements on behalf of an agency.

- (b) [A bureau of general services under the supervision of a classified administrator of general services who shall] Be responsible for the following **general service** functions, in accordance with applicable laws:
- (1) Providing support services, including but not limited to, mailing and messenger services to state government.
- (2) Providing for the general maintenance of state-owned buildings and grounds, except as otherwise provided by law.
- (c) [A bureau of court facilities under the supervision of a classified administrator who shall] Be responsible for the following *court facility* functions, in accordance with applicable laws:
- (1) Providing suitable court facilities for the conduct of all court sessions held within each judicial district and county, subject to the availability of appropriated funds, in accordance with RSA 490-B.
- (2) Providing for the general maintenance of state-owned court buildings and grounds, except as otherwise provided by law.
- (d) *Be responsible for* the department's functions relating to energy management, managed by such personnel as may be assigned by the commissioner.
- (e) *Be responsible for* the department's support of facilities of the department of health and human services managed by such personnel as may be assigned by the commissioner.
 - 12 Positions and Transfers.

- I. The salaries of the state budget officer, the chief financial officer, the deputy state comptroller, the deputy director of financial data management, the deputy director of plant and property management, the deputy director of personnel, the deputy director of procurement and support services, the director of public works design and construction, the deputy director of public works design and construction, the internal auditor, the 2 superintendents of buildings and grounds, and the superintendent of court facilities shall be determined after assessment and review of the appropriate temporary letter grade allocation in RSA 94:1-a, I(b) for the position, which shall be conducted pursuant to RSA 94:1-d and RSA 14:14-c.
- II. Upon completion of the actions described in paragraph I, and the appointment of each unclassified position there noted, the applicable classified position shall be abolished and its available funding shall be utilized to create an unclassified expenditure class within the applicable accounting unit.
- III. For any unclassified position converting from a term of appointment to an appointment at the pleasure of the commissioner, the commissioner shall make such appointment when the term expires or when the position becomes vacant, whichever is earlier. For each such position, the

Amendment to SB 104-FN - Page 7 -

1 commissioner shall certify to the secretary of state and the director of legislative services that the 2 term has expired and the position is subject to the commissioner's appointment. 3 IV. The incumbent in any classified or unclassified position converted to a position subject to appointment by the commissioner pursuant to this act, shall be offered the opportunity to seek such 4 5 appointment. 6 13 Repeal. The following are repealed: 7 I. RSA 21-I:7-d, relative to the position of deputy director of risk and benefits. 8 II. RSA 21-I:1-a, I-a, relative to the definition of budget director. 14 Effective Date. Part III of this act shall take effect July 1, 2021. 9

2021-1514h

AMENDED ANALYSIS

This bill adopts legislation relative to:

- I. The classification of certain state employee positions, as requested by the joint committee on employee classification, established in RSA 14:14-c.
 - II. Reverse auctions, as requested by the department of administrative services.
- III. The organization of the department of administrative services and the transition of certain classified positions within the department to unclassified positions subject to appointment by the commissioner.

Sub-Committee Minutes

HOUSE COMMITTEE ON EXECUTIVE DEPARTMENTS AND ADMINISTRATION

SUBCOMMITTEE WORK SESSION on SB 55 104

BILL TITLE:	relative to the admir professional licensur	nistration of occupational regulation by the re and certification.	e office of
DATE:			
Subcommittee Schuett	e Members: Reps.	Alliegro, Santonastaso, P. Schmidt,	, S. Pearson and
	d Recommendations:	orts into 1. Smarling a	will down
Adding	secont JCEC	ats into 1. Smarling and Classifications into	the Amerlon
MOTIONS:	OTP, OTP/A, ITL, R	etained (1st Yr), Interim Study (2nd Yr) (Please circle one)	
Moved by Rep.		Seconded by Rep	AM Vote:
Adoption	n of Amendment #		
Moved by Rep		Seconded by Rep	Vote:
	Amendment Adopted	Amendment Failed	
MOTIONS:	OTP, OTP/A, ITL, R	etained (1st Yr), Interim Study (2nd Yr) (Please circle one)	
Moved by Rep		Seconded by Rep.	AM Vote:
Adoption	n of Amendment #		
Moved by Rep		Seconded by Rep	Vote:
	Amendment Adopted	Amendment Failed	
	F	Respectfully submitted,	

Subcommittee Chairman/Clerk

HOUSE COMMITTEE ON

SUBCOMMITTEE WORK SESSION $_{\mathrm{on}}$

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	Seconded by Rep. Allyw. Seconded by Rep. Amendment Failed etained (1st Yr), Interim Study (2nd Yr) (Please circle one) Seconded by Rep. Allyw. Seconded by Rep. Amendment Failed Respectfully submitted,

Amendment to SB 104-FN-A

Amend RSA 21-I:11-e as inserted by section 1 of Part II of the bill by inserting after paragraph III the following new paragraphs:

- IV. Notwithstanding RSA 91-A:4 and RSA 21-G:37, no information shall be available to the public or to the members of the general court or its staff concerning specific reverse auction RFB from the release of the reverse auction RFB until the contract is approved by the governor and executive council, or, if the contract does not require approval from the governor and executive council, until the contract has been actually awarded as determined by the issuing agency, except:
- (a) In the case of an RFB that requires approval from the governor and executive council, the issuing agency shall, at least 5 business days prior to submitting the contract to the department of administrative services, post the vendors' names and respective final prices for each qualified bidder on its website.
- (b) In the case of an RFB that does not require approval from the governor and executive council, the issuing agency shall, at minimum, post the vendors' names and respective final prices for each qualified bidder on its website at the time that the RFB is awarded.
- V. Notwithstanding paragraph IV, the department of administrative services shall share such pricing information as is necessary to conduct the reverse auction. During the reverse auction, such pricing information shall be shared only with the bidders and other parties participating in the reverse auction as specified in subparagraph III(c). Such information shall include only prices proposed and not names of bidders.
 - VI. Reverse auction RFBs shall be subject to RSA 21-G:37, IV-VI.

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Amendment to SB 104-FN-A

1	Amend the title of the bill by replacing it with the following:
2 3 4 5	AN ACT adopting omnibus legislation relative to the classification of state employee positions, reverse auctions, and the organization of the department of administrative services.
6	Amend the bill by inserting after Part II the following:
7	Part III
8	relative to the organization of the department of administrative services.
9	1 Department of Administrative Services; Commissioner; Directors. Amend RSA 21-I:2 to read
10	as follows:
11	21-I:2 Commissioner; Directors.
12	I. The commissioner of the department shall be appointed by the governor, with the consent
13	of the council, and shall serve for a term of 4 years.
14	II. The commissioner shall nominate for appointment by the governor, with the consent of
15	the council, each unclassified division director, the assistant commissioner, and the deputy
16	commissioner[, the internal auditor, the director of financial data management, the director of risk
17	and benefits, and the senior operational analyst. The unclassified division directors, the assistant
18	commissioner, the deputy commissioner, the internal auditor, the director of financial data
19	management, the director of risk and benefits, and the senior operational analyst shall each serve
20	for a term of 4 years].
21	III. The commissioner shall appoint each unclassified deputy division director, a
22	state budget officer, a chief financial officer, a deputy state comptroller, the internal
23	auditor, the senior operational analyst, 2 superintendents of buildings and grounds, a
24	superintendent of court facilities, an education and training officer, and the manager of
25	employee relations, each of whom shall serve at the pleasure of the commissioner.
26	IV. The commissioner may appoint such other unclassified deputy division
27	directors as he or she determines are necessary to carry out the functions of the divisions of

Officers. Amend RSA 21-I:13 by inserting after paragraph XVII the following new paragraph:

2 New Paragraph; Duties of Commissioner; Authority to Establish Divisions, Units, and

the department. Deputy directors shall serve at the pleasure of the commissioner.

XVIII. Establish within the department such divisions, units, and officers, not expressly provided for or prohibited by law, as the commissioner deems advisable for the discharge of his or

Amendment to SB 104-FN-A - Page 2 -

- her duties. The commissioner may appoint such deputy division directors and other officers as he or she believes are necessary to carry out the functions of the divisions of the department.
 - 3 Department of Administrative Services; State Budget Office. Amend the introductory paragraph of RSA 21-I:6 to read as follows:
 - 21-I:6 Budget [Unit] *Office*. There is hereby established within the office of the commissioner of administrative services a state budget [unit] *office* under the supervision of an unclassified budget director who shall:
 - 4 Assistant Commissioner. Amend RSA 21-I:3-a, II to read as follows:

- II. The assistant commissioner shall [serve as budget director] oversee the state budget office and shall perform such duties as are assigned by the commissioner. The assistant commissioner shall assume the duties of the commissioner in the event that the commissioner is unable for any reason to perform such duties.
- 5 Manager of Employee Relations. Amend the introductory paragraph of RSA 21-I:44, II to read as follows:
- II. There is established within the division a bureau of employee relations, under the direction of an unclassified manager of employee relations[, who shall serve a 4-year term]. The bureau of employee relations shall be responsible for the following functions, in accordance with applicable laws:
- 6 Manager of Employee Relations and Education and Training Officer. Amend RSA 21-I:44, IV to read as follows:
- IV. The commissioner, after consultation with the director of personnel, shall [nominate] appoint the manager of employee relations and the education and training officer [who shall be appointed by the governor, with the consent of the council]. The manager of employee relations and the education and training officer shall be qualified by reason of education and experience [and shall each serve a 4-year term]. The salary of the manager of employee relations and the education and training officer shall be as specified in RSA 94:1-a.
- 7 Director of the Division of Public Works Design and Construction. Amend RSA 21-I:11, I(b) to read as follows:
- (b) The division of public works design and construction[, which shall be under the supervision of a classified public works manager VII, who] shall be responsible for the functions [of the division under] set forth in RSA 21-I:12, III.
 - 8 Internal Audit. Amend RSA 21-I:7, I to read as follows:
- I. Assist the commissioner by supplying analytical reports of examinations conducted of the department's various divisions, bureaus, units, programs and functions. Examinations will be conducted and reports prepared in accordance with standards of governmental auditing and program evaluation specified by authoritative national standard setting bodies. Reports shall contain analyses, appraisals, comments and recommendations relating to the accuracy and competence of

Amendment to SB 104-FN-A - Page 3 -

accounting, financial, and management procedures in use. Organizational and operational practices may also be reviewed by the [budget director] state budget officer.

- 9 Reference Change. Department of Information Technology. Amend RSA 21-R:4, XI to read as follows:
- XI. Developing, in concert with the commissioner of administrative services and the [budget director as defined in RSA 21-I:1-a] state budget office established in RSA 21-I:6, the capital and operating budget requests for implementing each agency's information technology plan, including, but not limited to, appropriate standards for the uniform presentation of the general budget requests.
 - 10 Division of Plant and Property. Amend RSA 21-I:11, I(c)(4)-(6) to read as follows:
- (4) Supervising the [activities and functions of the bureau of] planning and management functions of the department under RSA 21-I:12, II(a).
- (5) Supervising the [activities and functions of the bureau of] general services functions of the department under RSA 21-I:12, II(b).
- (6) Supervising the [activities and functions of the bureau of] functions of the department related to court facilities under RSA 21-I:12, II(c).
 - 11 Division of Plant and Property. Amend RSA 21-I:12, II to read as follows:
- II. The division of plant and property shall [include the following internal organizational units and functions]:
- (a) [A bureau of planning and management under the supervision of a classified administrator of planning and management who shall] Be responsible for the following functions relative to planning and management, in accordance with applicable laws:
- (1) Recommending assignment of office and office-related space, including rented space, or space under consideration for rental, to the director, who shall report such recommendations to the commissioner.
- (2) Preparing and maintaining an inventory of all physical space in real property rented or leased for use by the state. This inventory shall be made available to the comptroller in order to assist the comptroller to comply with accounting principles.
- (3) Planning for any additional office space needs of the state in consultation with the division of public works design and construction.
- (4) Planning for any major renovation to state office buildings in consultation with the division of public works design and construction.
- (5) Centrally managing all space rented by, or all proposed rentals of space by, state agencies, and providing central administration and management of the processes by which space is rented by state agencies, except as is otherwise provided by law. Unless otherwise allowed by law, agencies seeking to rent space shall do so only in consultation with the [bureau of planning and management] division of plant and property. The central management and administration

Amendment to SB 104-FN-A - Page 4 -

- provided by the [bureau] *division* shall include assisting agencies in their selection of property, in the formulation of rental documents, in the preparation of notices, in agencies' solicitation of bids or proposals and selection of lessors, in space planning, in office layout, and in such other matters as are necessary for effective central planning and management relative to rented space but shall not include the power to enter into rental agreements on behalf of an agency.
- (b) [A bureau of general services under the supervision of a classified administrator of general services who shall] Be responsible for the following **general service** functions, in accordance with applicable laws:
- (1) Providing support services, including but not limited to, mailing and messenger services to state government.
- (2) Providing for the general maintenance of state-owned buildings and grounds, except as otherwise provided by law.
- (c) [A bureau of court facilities under the supervision of a classified administrator who shall] Be responsible for the following *court facility* functions, in accordance with applicable laws:
- (1) Providing suitable court facilities for the conduct of all court sessions held within each judicial district and county, subject to the availability of appropriated funds, in accordance with RSA 490-B.
- (2) Providing for the general maintenance of state-owned court buildings and grounds, except as otherwise provided by law.
- (d) **Be responsible for** the department's functions relating to energy management, managed by such personnel as may be assigned by the commissioner.
- (e) *Be responsible for* the department's support of facilities of the department of health and human services managed by such personnel as may be assigned by the commissioner.
 - 12 Positions and Transfers.

- I. The salaries of the state budget officer, the chief financial officer, the deputy state comptroller, the deputy director of financial data management, the deputy director of plant and property management, the deputy director of personnel, the deputy director of procurement and support services, the director of public works design and construction, the deputy director of public works design and construction, the internal auditor, the 2 superintendents of buildings and grounds, and the superintendent of court facilities shall be determined after assessment and review of the appropriate temporary letter grade allocation in RSA 94:1-a, I(b) for the position, which shall be conducted pursuant to RSA 94:1-d and RSA 14:14-c.
- II. Upon completion of the actions described in paragraph I, and the appointment of each unclassified position there noted, the applicable classified position shall be abolished and its available funding shall be utilized to create an unclassified expenditure class within the applicable accounting unit.

Amendment to SB 104-FN-A - Page 5 -

III. For any unclassified position converting from a term of appointment to an appointment
at the pleasure of the commissioner, the commissioner shall make such appointment when the term
expires or when the position becomes vacant, whichever is earlier. For each such position, the
commissioner shall certify to the secretary of state and the director of legislative services that the
term has expired and the position is subject to the commissioner's appointment.
IV. The incumbent in any classified or unclassified position converted to a position subject to
appointment by the commissioner pursuant to this act, shall be offered the opportunity to seek such
appointment.
13 Repeal. The following are repealed:
I. RSA 21-I:7-d, relative to the position of deputy director of risk and benefits.
II. RSA 21-I:1-a, I-a, relative to the definition of budget director.
14 Effective Date. Part III of this act shall take effect July 1, 2021.

Amendment to SB 104-FN-A - Page 6 -

2021-1202h

AMENDED ANALYSIS

This bill adopts legislation relative to:

- I. The classification of certain state employee positions, as requested by the joint committee on employee classification, established in RSA 14:14-c.
 - II. Reverse auctions, as requested by the department of administrative services.
- III. The organization of the department of administrative services and the transition of certain classified positions within the department to unclassified positions subject to appointment by the commissioner.

Hearing Minutes

HOUSE COMMITTEE ON EXECUTIVE DEPARTMENTS AND ADMINISTRATION

PUBLIC HEARING ON SB 104-FN-A

BILL TITLE: (New Title) adopting omnibus legislation relative to the classification of

state employee positions and reverse auctions.

DATE: April 27, 2021

LOB ROOM: 306 Time Public Hearing Called to Order: 10:00 a.m.

Time Adjourned: 10:55 a.m.

<u>Committee Members</u>: Reps. McGuire, Roy, Sytek, S. Pearson, Yakubovich, T. Lekas, Alliegro, Bailey, Lanzara, Santonastaso, Goley, Schuett, Jeudy, P. Schmidt, Schultz, Fellows, Grote and O'Brien Rep. Grassie attended as replacement for Rep Fontneau

Bill Sponsors: Sen. Reagan

TESTIMONY

* Use asterisk if written testimony and/or amendments are submitted.

April 27, 2021

The entire ED&A Committee was present for all hearings except for Rep. Fontneau, who was absent and replaced by Rep. Grassie.

SB 104 (New Title) adopting omnibus legislation relative to the classification of state employee positions and reverse auctions. (10:00 AM/10:55 AM)

- **Sen. Reagan introduced Part I of the bill and spoke in support.** He explained the function of the Joint Committee on Employee Classification and said that its actions needed to be codified into statute. It is tradition that the chairman of the JCEC introduces this legislation. The positions enumerated in the bill were all part of the continuing process of reorganizing the HHS department.
- Senator Carson introduced Part II of the bill, a request of the Department of Administrative Services, and spoke in support. She explained that a reverse auction was a live, public, virtual event in which bidders providing goods and services to the state bid against each other with lower prices to achieve savings for the state. She said that reverse auctions have been used in neighboring states with greater success than traditional procurement procedures. This legislation would streamline the reverse bidding process and result in lower prices for the state.
 - She said that an amendment was being drafted in response to a comment regarding RSA 91-A privacy of financial data considerations.
- Gary Lunetta, DAS, spoke in support. He described a successful joint venture with Vermont and added details about the reverse auction process. He said that there would still be RFPs and a question session for bidders. No financial data would be released until the end of the reverse auction. He answered detailed questions about how the process would actually work (qualified vendors, necessity of taking lowest bid, cost overruns).

Rep. McGuire introduced Amendment 1202h, a request of DAS. Rep. McGuire recognized

Commissioner Arlinghaus. He explained that DAS has been internally examining and then restructuring its higher-level positions. He noted that having senior level directors as classified (hourly) workers showed how anachronistic the system was. This would convert 11 positions from classified to unclassified (salaried). It would also separate appointed staff with terms with those who serve "at the pleasure of." This bill would make for a consistent system.

Hearing closed at 10:55 a.m.

Respectfully submitted by Rep John Sytek Committee Clerk

April 27, 2021

The entire ED&A Committee was present for all hearings except for Rep. Fontneau, who was absent and replaced by Rep. Grassie.

SB 104 (New Title) adopting omnibus legislation relative to the classification of state employee positions and reverse auctions. (10:00 AM/10:55 AM)

Sen. Reagan introduced Part I of the bill and spoke in support. He explained the function of the Joint Committee on Employee Classification and said that its actions needed to be codified into statute. It is tradition that the chairman of the JCEC introduces this legislation. The positions enumerated in the bill were all part of the continuing process of reorganizing the HHS department.

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>Rep. McGuire introduced amendment 1202h, a request of DAS. Rep. McGuire recognized Commissioner Arlinghaus. He explained that DAS has been internally examining and then restructuring its higher-level positions. He noted that having senior level directors as classified (hourly) workers showed how anachronistic the system was. This would convert 11 positions from classified to unclassified (salaried). It would also separate appointed staff with terms with those who serve "at the pleasure of." This bill would make for a consistent system.

Respectfully submitted by Rep John Sytek Committee Clerk

House Remote Testify

Executive Departments and Administration Committee Testify List for Bill SB104 on 2

Support: 2 Oppose: 0 Neutral: 0 Total to Testify: 2

Export to Excel

<u>Name</u>	City, State Email Address	<u>Title</u>	Representing	Position	Testifying	Non-Germane	<u>:</u>
Carson, Sharon	Londonderry, NH deborah.chroniak@leg.state.nh.us	An Elected Official	SD 14, PART II PRIME	Support	Yes (5m)	No	2
Reagan, Senator John	Deerfield, NH kathryn.cummings@leg.state.nh.us	An Elected Official	Senate District 17	Support	Yes (0m)	No	2

Testimony

Bill as Introduced

SB 104-FN-A - AS AMENDED BY THE SENATE

02/11/2021 0217s 03/11/2021 0597s

2021 SESSION

21-0403 05/10

SENATE BILL 104-FN-A

AN ACT adopting omnibus legislation relative to the classification of state employee

positions and reverse auctions.

SPONSORS: Sen. Reagan, Dist 17

COMMITTEE: Executive Departments and Administration

AMENDED ANALYSIS

This bill adopts legislation relative to:

I. The classification of certain state employee positions, as requested by the joint committee on employee classification, established in RSA 14:14-c.

II. Reverse auctions, as requested by the department of administrative services.

.....

Explanation: Matter added to current law appears in **bold italics**.

Matter removed from current law appears [in brackets and struckthrough.]

Matter which is either (a) all new or (b) repealed and reenacted appears in regular type.

02/11/2021 0217s 03/11/2021 0597s

21-0403 05/10

STATE OF NEW HAMPSHIRE

In the Year of Our Lord Two Thousand Twenty One

AN ACT adopting omnibus legislation relative to the classification of state employee positions and reverse auctions.

Be it Enacted by the Senate and House of Representatives in General Court convened:

1	1	Sponsorship. This act consist of the following p	proposed legislation:					
2	Part I: LSR 21-0403, relative to the classification of certain state employee positions, sponsored							
3	by Sen. Reagan, Prime/Dist 17; Sen. Rosenwald, Dist 13; Sen. D'Allesandro, Dist 20; Rep. P.							
4								
5	Pa	rt II: LSR 21-1021, relative to reverse auctions	, sponsored by Sen. Carson, Prime/Dist 14.					
6	2	Legislation Enacted. The general court hereby	enacts the following legislation:					
7								
8		PART	I					
9		Relative to the classification of cert	tain state employee positions.					
10	1	Compensation of Certain State Officers; Sala	aries Established. Amend the salary grades in					
11	RSA 9	4:1-a, I(b) by deleting:						
12	BB	department of health and human services	program manager					
13	$\mathbf{E}\mathbf{E}$	department of health and human services	director of communications					
14	$\mathbf{F}\mathbf{F}$	department of health and human services	director, project management					
15	$\mathbf{F}\mathbf{F}$	department of health and human services	substance abuse senior policy analyst					
16	$\mathbf{F}\mathbf{F}$	department of health and human services	LEAN Coordinator					
17	GG	department of health and human services	substance abuse manager					
18	2	Compensation of Certain State Officers; Sala	aries Established. Amend the salary grades in					
19	RSA 9	4:1-a, I(b) by inserting:						
20	$\mathbf{E}\mathbf{E}$	department of health and human services	process improvement manager					
21	$\mathbf{E}\mathbf{E}$	department of health and human services	substance use disorder planning and					
22			evaluation manager					
23	$\mathbf{F}\mathbf{F}$	department of health and human services	director of communications					
24	$\mathbf{F}\mathbf{F}$	department of health and human services	senior project manager					
25	GG	department of health and human services	deputy director, division of economic and					
26			housing stability					
27	GG	department of safety	deputy director, division of administration					
28	НН	department of health and human services	director, intergovernmental affairs					
29	НН	department of administrative services	director (administrator), division of plant and					

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1	property management
2	3 Joint Committee on Employee Classification; Chairmanship. Amend RSA 14:14-c, II to reac
3	as follow:
4	II. The committee shall consist of 3 members of the senate, appointed by the senate
5	president, one of whom shall be a member of the senate finance committee, and 3 members of the
6	house of representatives, appointed by the speaker of the house of representatives, one of whom
7	shall be a member of the house finance committee and 2 of whom shall be members of the house
8	committee on executive departments and administration. Members shall be appointed for their term
9	of office. All members shall be eligible for reappointment so long as they are qualified under this
10	section. Members shall be appointed no later than December 30 of the year of their election to the
11	general court, except that vacancies shall be filled for an unexpired term within 30 days of the
12	creation of such vacancy. The chairperson shall be elected by the committee members and shall
13	[rotate annually] alternate every 2 years between the house and senate members[, provided that a
14	house member shall serve as the first chairperson].
15	4 Compensation of Certain State Officers; Health and Human Services Review; Certain
16	Unclassified Employees. Amend RSA 94:1-f, VI to read as follows:
17	VI. All reviews and recommendations shall be completed no later than [4] 7 years from the
18	effective date of this section. The commissioner of the department of health and human services
19	shall issue a progress report every 6 months from the effective date of this section to the fisca
20	committee of the general court until the process is completed.
21	5 Effective Date. Part I of this act shall take effect 60 days after its passage.
22	
23	PART II
24	Relative to reverse auctions.
25	1 New Section; Department of Administrative Services; Electronic Reverse Auctions. Amend
26	RSA 21-I by inserting after section 11-d the following new section:
27	21-I:11-e Electronic Reverse Auctions.
28	I. An electronic reverse auction may be conducted at the direction of the director o
29	procurement and support services when it is determined by the commissioner of department o
30	administrative services or designee that it is in the best interests of the state. Such reverse auction
31	shall be conducted with bidders who have prequalified through a request for bids (RFB) process
32	Factors to be considered in determining whether the state will utilize an electronic reverse auction
33	request for bids shall include:
34	(a) Whether specifications of requested commodities or services can be prepared that
35	permit electronic posting of bids;

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1 (b) Whether financial opportunity exists associated with cost savings, cost avoidance, or 2 administrative offset, including the indirect or direct cost for preparing and executing the reverse 3 auction; and 4 Whether the commodities or services to be purchased can be purchased in a 5 competitive marketplace. 6 II. The director may contract with qualified, industry-recognized third-party vendors to 7 conduct reverse auctions on behalf of the department of administrative services. 8 III. All reverse auctions shall be conducted electronically using real-time, on-line bidding 9 procedures. These procedures shall include the following: 10 (a) Participation as a bidder shall be subject to a pregualification process conducted in 11 accordance with requirements and specifications of the reverse auction request for bids. 12 Qualifications summary responses shall be opened so as to avoid disclosure of contents to competing 13 bidders. 14 (b) The solicitation shall designate both an opening date and time and a closing date and 15 time for bids during the reverse auction. At the opening date and time, the auctioneer shall begin 16 accepting real-time, on-line bids. The solicitation shall remain open until the closing date and time. 17 (c) At any time before the closing date and time, a bidder may offer a lower bid than the 18 lowest bid of any bidder, including the bidder's own bid. A bidder's lowest bid shall supersede any prior higher bid offered by that bidder. Bid prices may not be increased at any time after the 19

2 Effective Date. Part II of this act shall take effect 60 days after its passage.

20

21

opening date and time.

Fiscal Note

SB 104-FN-A- FISCAL NOTE

AS AMENDED BY THE SENATE (AMENDMENT #2021-0217s)

AN ACT

adopting omnibus legislation relative to the classification of state employee positions, reverse auctions, and community health workers.

PART I Relative to the classification of certain state employee positions.

This part has no fiscal impact.

PART II Relative to reverse auctions.

FISCAL IMPACT: [X] State [X] County [X] Local [] None

	Estimated Increase / (Decrease)			
STATE:	FY 2021	FY 2022	FY 2023	FY 2024
Appropriation	\$0	\$0	\$0	\$0
Revenue	\$0	\$0	\$0	\$0
Expenditures	\$0	Indeterminable	Indeterminable	Indeterminable
Funding Source:	[X] General	[] Education	[] Highway	[] Other

COUNTY:

Revenue	\$0	\$0	\$0	\$0
Expenditures	\$0	Indeterminable	Indeterminable	Indeterminable

LOCAL:

Revenue	\$0	\$0	\$0	\$0
Expenditures	\$0	Indeterminable	Indeterminable	Indeterminable

METHODOLOGY:

This bill states the Department of Administrative Services, Division of Procurement and Support Services may conduct an electronic "reverse auction" when the Department determines it is in the best interest of the state. The process allows vendors to electronically compete against each other to provide items to the state at the lowest price. The Department states this process has been used in the past and may be utilized even without this legislation. The legislation specifies factors to be considered to determine whether a reverse auction is needed and if a third party may conduct the auction for the state and what procedures should be utilized for conducting the auction. The Department is unable to determine the fiscal impact of these provisions due to unknown costs compared to the standard bidding process for future transactions. Counties and

municipalities that obtain items under a state contract may also be impacted by these provisions but such impacts are indeterminable.

It is assumed this bill will be effective July 1, 2021.

AGENCIES CONTACTED:

Department of Administrative Services

PART III establishing the position of community health worker in each of the state's regional public health networks.

FISCAL IMPACT: [X] State [X] County [X] Local [] None

	Estimated Increase / (Decrease)			
STATE:	FY 2021	FY 2022	FY 2023	FY 2024
Appropriation	\$0	\$600,000	\$600,000	\$0
Revenue	\$0	\$0	\$0	\$0
Expenditures	\$0	\$600,000	\$600,000	\$0
Funding Source:	[X] General	[] Education	[] Highway	[] Other

METHODOLOGY:

This section appropriates \$600,000 in each of FY 2022 and FY 2023 to the Department of Health and Human Services for establishing community health workers in each of the 13 public health networks.

AGENCIES CONTACTED:

None