Date 2-8-79
Time 1:15 p.m.

## **WEST VIRGINIA LEGISLATURE**

**REGULAR SESSION, 1979** 

# ENROLLED

Committee Substitute for HOUSE BILL No. 825

(By Miss Shuman 4 mr. Dreen)

Passed Felruary 2, 1979

In Effect menty days from Passage

6. 825

#### **ENROLLED**

#### COMMITTEE SUBSTITUTE

**FOR** 

## H. B. 825

(By Miss Shuman and Mr. Greer)

[Passed February 2, 1979; in effect ninety days from passage.]

AN ACT to amend chapter four of the code of West Virginia, one thousand nine hundred thirty-one, as amended, by adding thereto a new article, designated article ten, relating to providing for the periodic and systematic termination of governmental entities and programs in the state of West Virginia and the powers and jurisdiction of such governmental entities and programs; performance and fiscal audits; providing for the continuation of such governmental entities, programs and powers and jurisdiction for a period of one year following termination and the cessation of existence, unless continued and reestablished; providing for the continuation and reestablishment of governmental entities and programs scheduled for termination for a period of time not to exceed six years; establishing the joint committee on government operations; the powers and duties of said committee; subpoenas; enforcement of subpoenas; penalties; reports by the committee; relating to preservation of rights and claims of both persons and governmental entities; and relating to the right of members of the Legislature to introduce and the Legislature to consider bills creating new governmental entities or amending laws relating to existing governmental entities.

#### Enr. Com. Sub. for H. B. 825] 2

#### Be it enacted by the Legislature of West Virginia:

That chapter four of the code of West Virginia, one thousand nine hundred thirty-one, as amended, be amended by adding thereto a new article, designated article ten, to read as follows:

#### ARTICLE 10. THE WEST VIRGINIA SUNSET LAW.

#### §4-10-1. Short title.

- 1 This article shall be known as and may be cited as the
- 2 "West Virginia Sunset Law."

#### §4-10-2. Legislative findings.

- The Legislature finds that state governmental actions have
- 2 produced a substantial increase in the number of governmental
- 3 entities, growth of programs and proliferation of rules and
- 4 regulations and that the whole process developed without suf-
- 5 ficient legislative oversight, regulatory accountability or a
- 6 system of checks and balances; that often governmental en-
- 7 tities have been created without a demonstrable need and
- 8 evidence that the benefits to the public clearly justify their
- 9 creation; that once established, governmental entities tend to
- 10 acquire a "permanent" status, often without regard for the
- 11 condition that originally gave rise to their establishment; that
- 12 the personnel of such entities are often beyond the effective
- 13 control of elected officials, and that efforts to force their
- 14 modernization or even to review their performance and impact
- 15 have typically proven difficult at best; that too often, govern-
- 16 mental entities acquire a combination of autonomy and au-
- 17 thority inconsistent with democratic principles as well as
- 18 a capacity for self-perpetuation incompatible with principles
- 19 of accountability; and that by establishing a system for the
- 20 termination, continuation or reestablishment of such govern-
- 21 mental entities, the position of the Legislature to evaluate
- 22 the need for the continued existence of existing and future
- 23 governmental entities will be enhanced.

#### §4-10-3. Definitions.

- As used in this article, unless the context clearly indicates
- 2 a different meaning:

- 5 this article.
- 6 (2) "Governmental entity" means any office, department,
- 7 board, agency, commission, bureau, authority, division or
- 8 council of the state of West Virginia. In addition, the term
- 9 "governmental entity" wherever used in this article shall be
- 10 construed to also mean the "powers and jurisdiction" vested
- in officers mentioned in section four of this article but not the
- 12 actual officers themselves.
- 13 (3) "Program" means a program administered by a govern-
- 14 mental entity and supported by appropriations made by the
- 15 Legislature.
- 16 (4) "Person" means any individual, partnership, corpora-
- 17 tion, labor organization, association, personal representative of
- 18 a decedent, trustee, trustee in bankruptcy, receiver, guardian,
- 19 committee for an incompetent or conservator.

#### §4-10-4. Termination of governmental entities or programs.

- 1 The following governmental entities and programs shall be
- 2 terminated on the dates indicated but no governmental entity
- 3 or program shall be terminated under this article unless a per-
- 4 formance and fiscal audit has been conducted of such entity
- 5 or program, except as authorized under section fourteen of
- this article:



- (1) On the first day of July, one thousand nine hundred eighty; division of archives and history; state board of insurance; interstate commission on the Potomac River basin.
- 1 1. **ا**
- (2) On the first day of July, one thousand nine hundred eighty-two, Ohio River basin commission; Ohio River valley
  - 12 water sanitation commission; commission on postmortem
  - 13 examination; state commission on manpower, training and
  - 14 technology; southern regional education board; commission on
  - 15 uniform state laws; judicial council of West Virginia; geo-
  - 16 logical and economic survey commission; interagency council
  - 17 on child development service; motor vehicle license certificate
  - 18 appeal board; child welfare licensing board.

- 19 (3) On the first day of July, one thousand nine hundred 20 eighty-four! bureau of labor and department of weights and
- 21 measures in the department of labor; the following divisions
- 22 of the programs of the department of agriculture: Soil conser-
- 23 servation committee, rural resource division, meat inspection;
- 24 and the following divisions of programs of the department of
- 25 natural resources: Water resources, U. S. geological survey,
- 26 rabies control, work incentive program; West Virginia alcoholic
- 27 beverage control licensing advisory board; driver's licensing
- 28 advisory board; oil and gas inspectors' examining board.

#### **§4-10-5.** Continuance of existence of governmental entity or program after termination and purpose therefor; continuance of powers and authority after termination; cessation of all activities; reestablishment of terminated governmental entity or program.

- 1 Upon termination, each governmental entity or program
- shall continue in existence until the first day of July of the
- 3 next succeeding year for the purpose of winding up its affairs.
- 4 During such year, termination shall not reduce or otherwise
- 5 limit the powers or authority of each such governmental en-
- 6 tity or program. Upon the expiration of one year after termi-7
- nation, each such governmental entity or program shall cease all activities: Provided, That a governmental entity or pro-
- 9
- gram which has been terminated pursuant to the provisions of
- 10 this article, may be reestablished by the Legislature.

#### §4-10-6. Continuation or reestablishment of governmental entities or programs scheduled for termination.

- 1 The life of any governmental entity or program scheduled
- for termination under the provisions of section four of this
- article may be continued or reestablished by the Legislature
- for a period of time not to exceed six years.

#### **§4-10-7.** Joint committee on government operations created; compensation and expenses.

- There is hereby created a statutory body to be known as the
- 2 joint committee on government operations. Said committee
- shall be composed of five members of the Senate, to be ap-
- pointed by the president thereof, no more than three of

whom shall be appointed from the same political party; five 6 members of the House of Delegates, to be appointed by the 7 Speaker thereof, no more than three of whom shall be appoint-8 ed from the same political party; and five citizens of this state 9 who are not legislators, public officials or public employees, 10 to be appointed by the governor to serve at his will and 11 pleasure, not more than three of whom shall be appointed from 12 the same political party, and at least one of whom shall reside 13 in each congressional district of this state. All citizen members 14 shall sign a conflict of interest statement. The committee shall 15 be headed by two cochairmen, one to be selected by the 16 president of the Senate from the members appointed from the 17 Senate, and one to be selected by the speaker of the House of 18 Delegates from the members appointed from the House of 19 Delegates. All members of the committee shall serve until 20 their successors shall have been appointed as heretofore pro-21 vided. Members of the committee shall receive such compen-22 sation and reimbursement for expenses in connection with 23 performance of interim duties between regular sessions of the 24 Legislature as may be authorized by the citizens legislative 25 compensation commission established by section thirty-three, 26 article six of the constitution of West Virginia. Each citizen 27 member of the committee shall receive thirty-five dollars 28 per diem for each day or substantial portion thereof that he is 29 engaged in the work of the committee, in addition to reim-30 bursement for his necessary expenses incurred in the perfor-31 mance of his duties under this article, such reimbursement to 32 be subject to the same limitations as govern the expenses of 33 the legislative members of the committee. Compensation and 34 expenses shall be paid from an appropriation to be made 35 expressly for the committee, but if no such appropriation be 36 made or the total amount appropriated has been expended, 37 such expenses shall be paid from the appropriation under 38 "Account No. 103 for Joint Expenses," but no expense of any 39 kind whatever payable under said Account No. 103 for joint 40 expenses shall be incurred unless first approved by the joint 41 committee on government and finance. The committee shall 42 meet upon call of the cochairmen or either of them and may 43 meet at any time, both during sessions of the Legislature and 44 in the interim.

#### §4-10-8. Powers of the committee; failure of witnesses to appear, testify or produce records; public hearings; allowance of per diem and mileage for witnesses.

- 1 In order to carry out the duties set forth in section nine
- of this article, the committee, or any duly authorized em-2
- 3 ployee of the committee, shall have access to any and all
- records of every state governmental entity or program sched-4
- 5 uled for termination under the provisions of section four of this
- 6 article.
- 7 In addition to its regular and special meetings, the com-
- 8 mittee, or any employee duly authorized by the committee, is
- 9 empowered to hold public hearings in furtherance of the pur-
- 10 poses of this article, at such times and places within the state
- 11 as may be deemed desirable, and any member of the com-
- mittee shall have the power to administer oaths to persons 12
- 13 testifying at such hearings or meetings.
- 14 By subpoena, issued over the signature of either cochairman
- 15 of the committee and served in the manner provided by law,
- the committee may summon and compel the attendance of 16
- 17 witnesses and their examination under oath and the production
- 18 of all books, papers, documents and records necessary or con-
- 19 venient to be examined and used by the committee in the per-
- 20 formance of its duties. If any witness subpoenaed to appear at
- 21 any hearing or meeting shall refuse or fail to appear or to
- 22 answer questions put to him, or shall refuse or fail to produce
- 23 books, papers, documents or records within his control when
- 24 the same are demanded, the committee, in its discretion, may
- 26

enforce obedience to its subpoena by attachment, fine or im-

- prisonment, as provided in section five, article one of this
- 27 chapter; or it may report the facts to the circuit court of Ka-
- 28 nawha County or any other court of competent jurisdiction
- 29 and such court shall compel obedience to the subpoena as
- 30 though such subpoena had been issued by such court in the
- 31 first instance.

25

- 32 Witnesses subpoenaed to attend such hearings or meetings,
- 33 except officers or employees of the state, shall be allowed the
- 34 same mileage and per diem as is allowed witnesses before any
- 35 petit jury.

#### **§4-10-9.** Performance and fiscal audits of governmental entities and programs by the committee; performance audits.

- 1 It shall be the duty of the committee to conduct a perfor-
- 2 mance and fiscal audit of every governmental entity or program
- 3 scheduled for termination to ascertain whether there is a de-
- 4 monstrable need for the continuation of the particular entity or
- 5 program under consideration, and whether the entity or pro-
- gram should be continued.
- 7 Following a performance and fiscal audit, as hereinafter
- provided, the committee shall cease further inquiry regarding
- any such governmental entity or program and shall report its
- findings and recommendations to the Legislature as provided 10
- 11 in section ten of this article.
- 12 In conducting such performance and fiscal audits, the com-
- mittee shall consider all relevant factors and, among other 13
- 14 things, determine the following:
  - (1) The nature of the objectives intended for the program or entity and the problem or need which it was intended to address, the extent to which the objectives have been achieved,
- 17 18 and any activities of the entity or program in addition to
- 19 those granted by statute and the authority for these activities;
- 20 (2) The extent to which the governmental entity or program
- 21 has operated in the public interest and the extent to which its
- 22 operation has been impeded or enhanced by existing statutes
- and any other circumstances bearing upon the governmental
- 24 entity's or program's capacity or authority to operate in the
- 25 public interest, including budgetary, resource and personnel
- 26 matters;
- 27 (3) The extent to which the jurisdiction of the entity or
- 28 program duplicates those of other entities and programs and the
- 29 extent to which the entity or program or its activities could be
- 30 consolidated with others:
- 31 (4) The efficiency with which the agency operates;
- 32 (5) The extent to which the governmental entity or program
- 33 has recommended statutory changes to the Legislature which
- 34 would benefit the public;



16

- 35 (6) The extent to which the entity or program issues and
- 36 enforces rules relating to potential conflicts of interest of its
- 37 employees;
- 38 (7) The extent to which affirmative action requirements of
- 39 state and federal statutes and constitutions have been complied
- 40 with by the governmental entity or program;
- 41 (8) The extent to which the governmental entity or program
- 42 has encouraged participation by the public in making its de-
- 43 cisions;
- 44 (9) The impact in terms of federal intervention or loss of
- 45 federal funds if the agency is abolished;
- 46 (10) The extent to which the governmental entity or pro-
- 47 gram has caused an unnecessary burden on any citizen or
- 48 other governmental entity or program by its decisions and
- 49 activities.
- 50 The joint committee on government operations may employ
- 51 such persons, skilled in the field of performance audit, as it
- 52 may deem necessary to carry out its duties and responsibilities
- 53 under this section.

#### §4-10-10. Reports by the committee.

- 1 The committee shall complete its deliberations with respect
- 2 to any governmental entity or program scheduled to be termi-
- 3 nated and make a report thereon to the Legislature not later
- 4 than ten days after the Legislature convenes in regular session
- 5 in the year of the scheduled termination for the entity or
- 6 program: Provided, That any such report required in the year
- 7 one thousand nine hundred eighty-one and every fourth year
- 8 thereafter shall be made not later than ten days after the Legis-
- 9 lature convenes on the second Wednesday in February. Such
- 10 report shall consist of a full and complete analysis of the gov-
- 11 ernmental entity or program including the need for the govern-
- 12 mental entity or program, the benefits to the public as opposed
- 13 to the burden on the public and such other matters as are
- 14 expressly mandated to be considered by the committee as set
- 15 forth in section nine of this article, together with the recom-
- 16 mendations of the committee. The committee shall make one

- 17 of three recommendations: (1) The governmental entity or
- 18 program be terminated as scheduled, (2) the governmental
- 19 entity or program be continued and reestablished or (3) the
- 20 governmental entity or program be continued and reestablished,
- 21 but the statutes governing the entity should be amended in
- 22 specific ways to correct discriminatory practices and proce-
- 23 dures, burdensome rules and regulations, lack of protection of
- 24 the public interest, inefficiency, overlapping of jurisdiction with
- 25 other governmental entities, unwarranted exercise of authority
- 26 either in law or in fact and any other deficiencies.
- 27 Copies of such reports shall be made immediately available
- 28 to all members of the Legislature, to the governmental entity or
- 29 program which is the subject of the report and the public
- 30 generally. A copy of each report shall be formally filed by the
- 31 committee with the clerk of each house.

## §4-10-11. Bill for continuation and reestablishment of governmental entity.

- In the event the committee recommends the continuation
- 2 and reestablishment of such governmental entity or program,
- 3 its report shall be accompanied by a bill originating in such
- 4 standing committee to effectuate its recommendation.
- 5 No bill shall provide for the continuation and reestablish-
- 6 ment of more than one governmental entity or program.

#### §4-10-12. Preservation of rights and claims.

- 1 Nothing in this article shall be construed as adversely
- 2 affecting any right or claim by any person against a govern-
- 3 mental entity or program or by any governmental entity or
- 4 program against any person. Responsibility for prosecuting or
- 5 defending any such rights or claims should the Legislature
- 6 fail to continue and reestablish a governmental entity or pro-
- 7 gram within one year after its termination shall be assumed
- 8 by the attorney general of the state.

#### §4-10-13. Not to be construed as limiting new legislation.

- 1 Nothing in this article shall be construed as limiting or
- 2 interfering with the right of any member of the Legislature to
- 3 introduce or the Legislature from considering any bill that
- 4 would create a new state governmental entity or program or
- 5 amend the law with respect to an existing one.



#### §4-10-14. Immediate termination of certain governmental entities.

- (a) The Legislature finds that the following govern-
- 2 mental entities or programs are inactive and unnecessary and
- 3 should not be continued:
- 4 (1) The commission on energy, economy and environment,
- 5 created in article seventeen, chapter five of this code;
- 6 (2) The bureau of negro welfare and statistics, created
- 7 in article five, chapter twenty-nine of this code;
- 8 (3) The Droop mountain battlefield commission, created
- 9 in section one, article four, chapter twenty of this code;
- 10 (4) The Prickett's Fort state park commission, created
- 11 in section one, article four, chapter twenty of this code;
- 12 (5) The Point Pleasant battle monument commission,
- 13 created in section one, article four, chapter twenty of this
- 14 code;
- 15 (6) The Philippi battlefield memorial commission,
- 16 created in section one, article four, chapter twenty of this
- 17 code; and
- 18 (7) The mining council, created in section two, article
- 19 six-b, chapter twenty of this code.
- 20 (b) The governmental entities or programs listed in sub-
- 21 section (a) of this section shall be terminated on the first
- 22 day of July, one thousand nine hundred seventy-nine.

### 11 [Enr. Com. Sub. for H. B. 825

foregoing bill is correctly enrolled.
James L. Davis
// Chairman Senate Committee
Chairman House Committee
Originated in the House.
Takes effect ninety days from passage.
Dewillon Jr.
· · Clerk of the Senate
(aBlankenshyp)
Clerk of the House of Delegates
MANATON OF THE STATE OF THE STA
President of the Senate
The Marie Marie
Speaker House of Delegates
The within this the
day of
, V- v-
Governor C-641

The Joint Committee on Enrolled Bills hereby certifies that the

RECEIVED

Feb. 5. 4 06 PM '79

OFFICE OF THE GOVERNOR