CORRECTED REPORT

HOUSE COMMITTEE OF REFERENCE REPORT

April 28, 2016

	Chairman of Committee Date
	Committee on Appropriations.
	After consideration on the merits, the Committee recommends the following:
	HB16-1209 be amended as follows, and as so amended, be referred to the Committee on Legislative Council with favorable recommendation:
1 2	Strike the Local Government Committee Report, dated February 17, 2016, and substitute:
3	"Amend printed bill, strike everything below the enacting clause and substitute:
5	"SECTION 1. In Colorado Revised Statutes, add part 5 to article
6 7	37 of title 24 as follows: PART 5
8	EVALUATION OF STATE AND LOCAL PROGRAMS
9	24-37-501. Legislative declaration. (1) THE GENERAL ASSEMBLY
0	HEREBY FINDS AND DECLARES THAT:
1	(a) IT IS IMPORTANT FOR THE STATE TO INVEST IN PROGRAMS THAT
2	IMPROVE OUTCOMES FOR ITS CUSTOMERS IN AN EFFICIENT, EFFECTIVE, AND
3	COST-EFFECTIVE MANNER;
4	(b) IN ORDER TO ENSURE SUCH INVESTMENT, IT IS EQUALLY
5	IMPORTANT THAT THE STATE HAS THE ABILITY TO EVALUATE PROGRAMS
6	THAT THE STATE CURRENTLY FUNDS AND TO EVALUATE FUTURE
7	PROGRAMS THAT THE STATE MAY FUND;
8	(c) THE STATE IS A NATIONAL LEADER IN PROGRAM EVALUATION
9	AND SUCH PROGRESS IS BEST SUSTAINED BY GETTING THE EXPERTS
0	TOGETHER IN AN EVALUATION METHODOLOGY WORKING GROUP TO
1 2	REVIEW AND ANALYZE THE EXISTING SUCCESSFUL PROGRAMS TO DETERMINE BEST PRACTICES; AND

(d) ESTABLISHING AN EVALUATION METHODOLOGY WORKING GROUP TO EXAMINE WAYS TO ADVANCE PROGRAM EVALUATION METHODOLOGY IN THE STATE IS AN EFFECTIVE APPROACH TO ENRICHING THE VALUE OF LEGISLATIVE, POLICY, OR BUDGETARY RECOMMENDATIONS.

1 2

24-37-502. Definitions. AS USED IN THIS PART 5, UNLESS THE CONTEXT OTHERWISE REQUIRES:

- (1) "EVALUATION METHODOLOGY WORKING GROUP" OR "WORKING GROUP" MEANS THE EVALUATION METHODOLOGY WORKING GROUP CREATED IN SECTION 24-37-503.
- (2) "EVIDENCE-BASED PROGRAM OR PRACTICE" MEANS A PROGRAM OR PRACTICE WITH A HIGH LEVEL OF EVALUATIVE RESEARCH ON EFFECTIVENESS FOR AN INTENDED POPULATION, DETERMINED AS A RESULT OF RIGOROUS EVALUATION. AN "EVIDENCE-BASED PROGRAM OR PRACTICE" MAY SPECIFY PROCEDURES THAT ALLOW FOR SUCCESSFUL REPLICATION.
- (3) "PROGRAM OR PRACTICE" OR "PROGRAM" MEANS A STATE ADMINISTERED, STATE SUPERVISED, AND STATE FUNDED PROGRAM.
- (4) "PROMISING PROGRAM OR PRACTICE" MEANS A PROGRAM OR PRACTICE WITH SOME EVALUATIVE RESEARCH THAT DEMONSTRATES EFFECTIVENESS, BUT DOES NOT MEET THE FULL CRITERIA FOR AN EVIDENCE-BASED PROGRAM OR PRACTICE.
- (5) "THEORY-BASED PROGRAM OR PRACTICE" MEANS A PROGRAM OR PRACTICE THAT HAS BEEN EVALUATED USING LESS RIGOROUS RESEARCH DESIGNS OR A NEW OR INNOVATIVE PROGRAM THAT HAS NOT BEEN EVALUATED. A "THEORY-BASED PROGRAM OR PRACTICE" DOES NOT MEET THE FULL CRITERIA OR STANDARDS FOR AN EVIDENCE-BASED PROGRAM OR PRACTICE OR A PROMISING PROGRAM OR PRACTICE.
- 24-37-503. Evaluation methodology working group to examine program evaluation methodology in the state creation. (1) (a) There is hereby created an evaluation methodology working group that consists of up to ten members. Two members of the evaluation methodology working group are members of the general assembly, one appointed by the speaker of the house of representatives and one appointed by the president of the senate, and both appointed no later than August 15, 2016. Eight members are appointed by the governor no later than August 15, 2016. The members of the working group appointed by the governor must include representatives from:
 - (I) THE GOVERNOR'S OFFICE;
- 40 (II) STATE AGENCIES, EITHER THE EXECUTIVE DIRECTOR OR HIS OR

HER DESIGNEE, PREFERABLY WITH EXPERIENCE IN CURRENT STATE AGENCY EVALUATION PROCESSES;

(III) THE JUDICIAL BRANCH;

- (IV) A NONPROFIT MEMBERSHIP ASSOCIATION WHOSE PURPOSE IS TO OFFER ASSISTANCE TO COUNTY COMMISSIONERS, MAYORS, AND COUNCIL MEMBERS; AND
 - (V) LOCAL NONPROFITS OR SERVICE PROVIDERS.
- (b) MEMBERS OF THE WORKING GROUP SERVE THREE-YEAR TERMS; EXCEPT THAT MEMBERS OF THE GENERAL ASSEMBLY SERVE TWO-YEAR TERMS.
 - (c) THE GOVERNOR APPOINTS THE CHAIR OF THE WORKING GROUP.
- (d) THE WORKING GROUP MAY CREATE ADVISORY COMMITTEES AND MEMBERS OF SUCH ADVISORY COMMITTEES ARE APPOINTED BY THE CHAIR OF THE WORKING GROUP. ADVISORY COMMITTEES MAY CONSIST OF WORKING GROUP MEMBERS OR OTHER EXPERTS WHO MAY ASSIST THE WORKING GROUP IN PERFORMING ITS DUTIES.
- (e) THE WORKING GROUP MEMBERS ARE ENTITLED TO REIMBURSEMENT OF ANY NECESSARY EXPENSES RELATED TO HIS OR HER PARTICIPATION IN THE WORKING GROUP.
- (2) THE WORKING GROUP IS STAFFED JOINTLY BY THE GOVERNOR'S OFFICE, THE OFFICE OF STATE PLANNING AND BUDGETING, LEGISLATIVE COUNCIL STAFF, AND JOINT BUDGET COMMITTEE STAFF.
 - (3) THE DUTIES OF THE WORKING GROUP ARE TO:
- (a) SET COMMON DEFINITIONS AND STANDARDS FOR EVIDENCE-BASED PROGRAMS OR PRACTICES, PROMISING PROGRAMS OR PRACTICES, AND THEORY-BASED PROGRAMS OR PRACTICES IN THE STATE USING THE DEFINITIONS SET FORTH IN SECTION 24-37-502 AS A STARTING POINT;
- (b) MAKE RECOMMENDATIONS TO THE GENERAL ASSEMBLY, THE GOVERNOR'S OFFICE, AND EXECUTIVE BRANCH AGENCIES REGARDING THE BUILDING OF PROGRAM EVALUATION METHODOLOGY FOR THE STATE;
- (c) REVIEW RECOMMENDATIONS BASED ON GOOD GOVERNMENT PRACTICES FROM AROUND THE COUNTRY FOR PROGRAM EVALUATION BEST PRACTICES;
- (d) ENSURE THAT THE STATE'S PROGRAM EVALUATION ALLOWS FOR CONTINUED INNOVATION IN PROGRAM DEVELOPMENT;
- 37 (e) PROVIDE THE STATE WITH COMPREHENSIVE SYSTEM-LEVEL
 38 EVALUATION METHODOLOGY RECOMMENDATIONS WHILE AIMING FOR
 39 MANAGEABLE IMPLEMENTATION OF THE STATE'S PROGRAM EVALUATION;
 40 AND

(f) RECOGNIZE, SUPPORT, AND INCORPORATE THE NEED FOR CULTURE CHANGE IN THE AREA OF PROGRAM EVALUATION PRACTICES.

- (4) IN ORDER TO MAKE RECOMMENDATIONS TO THE GENERAL ASSEMBLY, THE GOVERNOR'S OFFICE, AND EXECUTIVE BRANCH AGENCIES REGARDING THE BUILDING OF PROGRAM EVALUATION METHODOLOGY FOR THE STATE, THE WORKING GROUP SHALL EXAMINE:
- (a) RESOURCE AND INFRASTRUCTURE NEEDS FOR BUILDING EVALUATION METHODOLOGY IN THE STATE. THIS INCLUDES ASSESSING THE VALUE AND LOGISTICS OF ESTABLISHING FORMAL RELATIONSHIPS WITH THE STATE'S INSTITUTIONS OF HIGHER EDUCATION TO EVALUATE OR ASSIST IN EVALUATING STATE METHODOLOGY PURSUANT TO THE COMMON DEFINITIONS AND STANDARDS SET BY THE WORKING GROUP AS SPECIFIED IN PARAGRAPH (a) OF SUBSECTION (3) OF THIS SECTION.
- (b) Integrating in the state's program evaluation any existing good government practices, including programs such as the "State Measurement for Accountable, Responsive, and Transparent (SMART) Government Act", part 2 of article 7 of title 2, C.R.S., and existing lean government processes;
- (c) COLLECTING AN INVENTORY OF STATE PROGRAMS AND CLASSIFYING SUCH PROGRAMS AS AN EVIDENCE-BASED PROGRAM OR PRACTICE, PROMISING PROGRAM OR PRACTICE, OR THEORY-BASED PROGRAM OR PRACTICE;
- (d) EXISTING PROCUREMENT PRACTICES, INCLUDING PERFORMANCE-BASED CONTRACTING;
 - (e) DATA COLLECTION REQUIREMENTS AND METHODOLOGY; AND
 - (f) CURRENT EVALUATION REQUIREMENTS FOR STATE PROGRAMS.
- **24-37-504. Repeal of part.** This part 5 is repealed, effective December 31, 2019.
- **SECTION 2. Appropriation.** (1) For the 2016-17 state fiscal year, \$23,728 is appropriated to the office of governor for use by the office of state planning and budgeting. This appropriation is from the general fund. To implement this act, the office may use this appropriation as follows:
- (a) \$11,254 for personal services, which amount is based on an assumption that the office will require an additional 0.2 FTE; and
 - (b) \$12,474 for operating expenses.
- (2) For the 2016-17 state fiscal year, \$13,690 is appropriated to the legislative department. This appropriation is from the general fund and is based on an assumption that the department will require an additional 0.2 FTE. The department may use this appropriation to

implement this act.

1

2 **SECTION 3.** Act subject to petition - effective date. This act takes effect at 12:01 a.m. on the day following the expiration of the 4 ninety-day period after final adjournment of the general assembly (August 10, 2016, if adjournment sine die is on May 11, 2016); except that, if a referendum petition is filed pursuant to section 1 (3) of article V of the 6 state constitution against this act or an item, section, or part of this act 7 8 within such period, then the act, item, section, or part will not take effect unless approved by the people at the general election to be held in 9 10 November 2016 and, in such case, will take effect on the date of the 11 official declaration of the vote thereon by the governor.".

- Page 1 of the bill, line 101, strike "A RESULTS FIRST" and substitute "AN
- 13 EVALUATION METHODOLOGY".
- 14 Page 1 of the bill, line 103, strike "PROGRAMS." and substitute
- 15 "PROGRAMS, AND, IN CONNECTION THEREWITH, MAKING AN
- 16 APPROPRIATION.".".

** *** ** ***