

AMENDED IN SENATE APRIL 23, 2013

SENATE BILL

No. 593

Introduced by Senator Lieu

February 22, 2013

An act to ~~amend Section 8203.2 of the Government Code, relating to notaries public~~ *add and repeal Title 15.5 (commencing with Section 97000) of the Government Code, relating to social impact partnerships.*

LEGISLATIVE COUNSEL'S DIGEST

SB 593, as amended, Lieu. ~~Notaries public.~~ *Social impact partnerships: pilot project.*

Existing law establishes the Office of Planning and Research and sets forth its powers and duties as the comprehensive state planning agency.

This bill would require the Office of Planning and Research to establish a pilot program to study and test the usefulness of social impact partnerships, as specified, as a mechanism for social programs operated and administered by nongovernmental organizations pursuant to a proposed contract entered into with a state agency. The bill would require the office to issue a request for applications to receive proposals for the pilot program from non-governmental organizations to address state goals in the areas of reduction of inmate recidivism, improving health care, and improving outcomes for children in the foster care system and those exiting out of the system. The bill would require the office to report its recommendations to the Governor and the Legislature on which social programs to authorize by September 15, 2014. This bill would repeal these provisions on January 1, 2020.

~~Existing law authorizes the Secretary of State to appoint and commission notaries public for the military and navel reservations of~~

~~the Army, Navy, Coast Guard, Air Force and Marine Corps of the United States, wherever located in this state, subject to specified conditions and limitations:~~

~~This bill would make technical, nonsubstantive changes to these provisions:~~

Vote: majority. Appropriation: no. Fiscal committee: ~~no~~ yes.
State-mandated local program: no.

The people of the State of California do enact as follows:

1 SECTION 1. Title 15.5 (commencing with Section 97000) is
2 added to the Government Code, to read:

3
4 TITLE 15.5. SOCIAL IMPACT PARTNERSHIPS PILOT
5 PROGRAM

6
7 CHAPTER 1. GENERAL

8
9 97000. (a) For purposes of this title, “social impact
10 partnerships,” also referred to as “social impact bonds,” means
11 a financing mechanism for social programs operated and
12 administered by nongovernmental organizations pursuant to a
13 contract entered into with a state agency. Under the contract, the
14 nongovernmental organization and the state agency shall agree
15 upon specific program goals with quantifiable target results and
16 a set timeframe to achieve those targets. Under the contract, the
17 nongovernmental organization shall pay for the entire cost of
18 providing the agreed upon service. If the nongovernmental
19 organization providing the service meets the agreed upon
20 quantifiable results under the contract, the state agency shall,
21 upon appropriation by the Legislature, reimburse the
22 nongovernmental organization for the cost of the service along
23 with an agreed upon rate of financial return.

24 (b) “Office” means the Office of Planning and Research
25 established pursuant to Section 65037.

26 97001. (a) The office shall, in addition to its powers and duties
27 set forth in Article 4 (commencing with Section 65040) of Chapter
28 1.5 of Division 1 of Title 7, conduct the Social Impact Partnerships
29 Pilot Program, which is hereby established to study and test the
30 usefulness of social impact partnerships as a mechanism to help

1 *state agencies meet their statutory goals in an efficient and*
2 *cost-effective manner.*

3 *(b) The office shall issue a request for applications to receive*
4 *proposals from nongovernmental organizations to address the*
5 *state goals under subdivision (b) of Section 97002.*

6 *(c) The request for applications shall require proposals to*
7 *include all of the following:*

8 *(1) A description of how the proposed social program will meet*
9 *the state goals under subdivision (b) of Section 97002.*

10 *(2) A description of the organization's experience in providing*
11 *the proposed social program.*

12 *(3) A description of the financial stability of the organization.*

13 *(4) An identification of each component of the social program*
14 *to be provided.*

15 *(5) A description of how the social program will be provided.*

16 *(6) A description of the recruitment or selection process, or*
17 *both, for participants in the social program.*

18 *(7) The proposed quantifiable results upon which success of the*
19 *social program will be measured.*

20 *(8) An itemization of all expenses proposed to be reimbursed*
21 *under the contract.*

22 *97002. (a) The pilot program shall consist of contracts with*
23 *nongovernmental organizations to accomplish the state goals*
24 *under subdivision (b).*

25 *(b) In order to adequately test and fully evaluate the social*
26 *impact partnership model, the pilot program shall be designed to*
27 *achieve three state goals, as follows:*

28 *(1) Reduce recidivism rates for the incarcerated population of*
29 *this state.*

30 *(2) Improve health care. The focus of the pilot program is to*
31 *further the triple aims of health care reform which includes*
32 *improving health quality, reducing costs, and improving the patient*
33 *experience. The social programs under this paragraph shall focus*
34 *on low-income or underserved communities, or both. The social*
35 *programs under this paragraph may include, but are not limited*
36 *to, programs that reduce emergency room visits and*
37 *hospitalizations, incentivize the use of primary care and*
38 *preventative health services, and coordinate the care of patients*
39 *across health care settings and providers.*

1 (3) *Improve outcomes for children under the jurisdiction of the*
2 *foster care system or those exiting out of the system. Those*
3 *outcomes include, but are not limited to, improving the health and*
4 *well-being of the children.*

5 97004. *The pilot program shall be outcome oriented, and*
6 *payment to the nongovernmental organizations under the contract*
7 *shall be based on the successful completion of the terms of the*
8 *contract. These terms shall be determined and approved by the*
9 *office in coordination with the relevant state department or agency.*

10 97005. *The office shall report its recommendations to the*
11 *Governor and the Legislature by September 15, 2014, regarding*
12 *which social programs to authorize. The recommendations shall*
13 *include proposed contracts with specific nongovernmental*
14 *organizations for specific social programs. The contracts shall*
15 *also include metrics for determining the success of the social*
16 *programs and the terms governing the proposed rate of financial*
17 *return.*

18 97006. *This title shall not create a statutory entitlement to*
19 *services or any contractual obligation on the part of the state. It*
20 *is the intent of the Legislature that a proposed contract under*
21 *Section 97005 is subject to legislative review and approval before*
22 *its execution, and that any appropriation only occur after the*
23 *review and approval.*

24 97007. *This title shall be repealed on January 1, 2020.*

25

26 *CHAPTER 2. SOCIAL IMPACT PARTNERSHIP TO REDUCE*
27 *RECIDIVISM*

28

29 97020. (a) *The office shall, in consultation with the Department*
30 *of Corrections and Rehabilitation, issue a request for applications*
31 *for two social impact partnerships to reduce recidivism at the state*
32 *or county incarceration facilities, or both.*

33 (b) *The office shall consult with the Department of Corrections*
34 *and Rehabilitation to review received applications and the*
35 *proposed contracts negotiated with the selected applicants.*

