# **SENATE . . . . . . . . . . . . . . . . No. 2104**

### The Commonwealth of Massachusetts

PRESENTED BY:

Michael D. Brady

To the Honorable Senate and House of Representatives of the Commonwealth of Massachusetts in General Court assembled:

The undersigned legislators and/or citizens respectfully petition for the adoption of the accompanying bill:

An Act to strengthen the taxpayer protection act.

#### PETITION OF:

NAME:	DISTRICT/ADDRESS:	
Michael D. Brady	Second Plymouth and Norfolk	
Vanna Howard	17th Middlesex	1/29/2025
Jacob R. Oliveira	Hampden, Hampshire and Worcester	2/10/2025
James K. Hawkins	2nd Bristol	2/11/2025
Paul W. Mark	Berkshire, Hampden, Franklin and Hampshire	3/28/2025
Pavel M. Payano	First Essex	6/23/2025
James B. Eldridge	Middlesex and Worcester	10/23/2025

## **SENATE . . . . . . . . . . . . . . . No. 2104**

By Mr. Brady, a petition (accompanied by bill, Senate, No. 2104) of Michael D. Brady, Vanna Howard, Jacob R. Oliveira and James K. Hawkins for legislation to strengthen the taxpayer protection act. State Administration and Regulatory Oversight.

### The Commonwealth of Alassachusetts

In the One Hundred and Ninety-Fourth General Court (2025-2026)

An Act to strengthen the taxpayer protection act.

Be it enacted by the Senate and House of Representatives in General Court assembled, and by the authority of the same, as follows:

- SECTION 1. Section 53 of chapter 7 of the General Laws, as appearing in the 2022
- 2 Official Edition, is hereby amended by striking out the definition of "Agency" and inserting in
- 3 place thereof the following definition:-
- 4 "Agency", an executive office, department, division, board, commission or other office or
- 5 officer in the executive branch of the government of the commonwealth, the Massachusetts Bay
- 6 Transportation Authority, the Massachusetts Turnpike Authority, the Massachusetts Department
- 7 of Transportation, the Massachusetts Port Authority and the Woods Hole, Martha's Vineyard and
- 8 Nantucket Steamship Authority, a school district as defined in section 2 of chapter 70 or an
- 9 education collaborative as established under section 4E of chapter 40.
- SECTION 2. Said section 53 of said chapter 7, as so appearing, is hereby further
- amended by striking out the definition of "Privatization contract" and inserting in place thereof
- 12 the following definition:-

"Privatization contract", an agreement or combination or series of agreements by which a non-governmental person or entity agrees with an agency to provide services, valued at \$500,000, but as of January 1 each year, the amount shall increase to reflect increases in the consumer price index calculated by the United States Bureau of Labor Statistics for all urban consumers nationally during the most recent 12 month period for which data are available or more, which are substantially similar to and in lieu of, services theretofore provided, in whole or in part, by regular employees of an agency. Any subsequent agreement, including any agreement resulting from a rebidding of previously privatized service, or any agreement renewing or extending a privatization contract, shall be considered a privatization contract. A contract for information technology services shall not be considered a privatization contract if an employee organization recognized under chapter 150E, as the exclusive representative of an affected employee, as determined by the secretary of administration and finance, agrees to the terms of the contract in writing. An agreement solely to provide legal, planning, engineering or design services shall not be considered a privatization contract.

SECTION 3. Paragraph (6) of section 54 of said chapter 7, as so appearing, is hereby amended by adding the following sentence:-

If the designated bidder proposes to perform any or all of the contract which increases the cost of services or products provided to a resident of the commonwealth, said contract cost shall be increased by the amount of those increased costs to said services or products; provided, however, that no privatization contract shall permit payment based on a percentage of revenue or fees collected from the privatization contract, including but not limited to, tuition sharing.

SECTION 4. Section 55 of said chapter 7, as so appearing, is hereby amended by striking out subsection (d) and inserting in place thereof the following 2 subsections:-

- (d) The objection of the state auditor pursuant to subsection (a) shall be final and binding on the agency, unless the state auditor thereafter in writing withdraws the objection, stating the specific reasons, based upon a revised certificate by the agency and by the commissioner of administration and upon the state auditor's review thereof. The attorney general may bring a civil action for equitable relief in the superior court to enforce sections 52 through 55 or to prevent or remedy the dismissal, demotion or other action prejudicing any employee as a result of a report of a violation of said sections 52 to 55.
- (e) Before the renewal of a privatization contract, the state auditor shall conduct a financial and performance audit of said privatization contract to ensure compliance.