BUD COOK, MEMBER

PO Box 202049 Harrisburg PA 17120-2049 PHONE: 717-783-8655 FAX: 717-782-2962

Email: bcook@pahousegop.com Web: www.repbudcook.com



Commonwealth of Pennsylvania Harrisburg

April 29, 2019

Honorable Eugene DePasquale, Auditor General Pennsylvania Department of the Auditor General Finance Building 613 North Street, Room 229 Harrisburg, PA 17120-0018

Dear Honorable Eugene DePasquale:

As a member of the House Gaming Oversight Committee, I respectfully request a review of the Local Share Account process oversight of DCED, specific to Washington County. Since I was sworn in as the Representative of the 49th Legislative District in January 2017, I have asked many questions. My findings have led me to the realization that reforms are desperately needed to ensure that the LSA grant program is held accountable, while guaranteeing the utmost integrity, fairness, and most importantly, open and transparent allocation of taxpayer dollars.

My primary reasons for calling for this review are as follows:

- To my knowledge, the LSA Grant Program does not require or maintain adequate voting records or meeting minutes regarding how the review committee votes, deliberates and/or discusses why they support and/or reject applicants or their respective funding requests. Solution: Voting records, meeting minutes and correspondence shall be maintained and provided by the LSA Review Committee.
- To my knowledge, the LSA Grant Program Review Committee members do not complete an ethics statement regarding potential conflicts of interest with grant awards that could benefit a group, organization or business from which they directly and/or indirectly could benefit. Solution:
 Members of the LSA Grant Review Committee shall complete and disclose ethics statements before being appointed to the committee. In addition, no group, organization or business shall be eligible for a grant award if an individual on the LSA Grant Review Committee has a conflict of interest.
- To my knowledge, the LSA Grant Review Committee has numerous individuals who serve on the committee annually. **Solution:** Members of the LSA Grant Review Committee should change annually and no individual should serve on the committee more than one year in sequence.

49th DISTRICT OFFICES:

10 Main Street Belle Vernon, PA 15012 Phone: 724-669-2242

Center in the Woods 130 Woodland Court Brownsville, PA 15417 Phone: 724-669-2242 Page 2 April 29, 2019

Without establishing these reforms, major concerns will remain regarding conflicts of interest, special interest earmarking of funds and insider deliberation of projects in advance of the grant presentations.

We owe it to the taxpayers we represent to ensure that LSA funding is allocated with integrity, transparency, and above all, that projects are funded based upon their value to our communities and the opportunities to improve the quality of life for all.

Sincerely,

Bud Cook

State Representative 49th Legislative District

cc: Daniel C. Myers, Esquire
Director of Legislative Affairs
Stephany Dugan
Assistant Director of Legislative Affairs