

December 19, 2017

Government Affairs

Governor Ricardo Rosselló signs the New Government of Puerto Rico Act.

On December 18, 2017, Governor Ricardo Rosselló ("Governor") signed the New Government of Puerto Rico Act ("New Government Act") with the objective of advancing the public policy of the current administration with respect to transforming the current structure of the Executive Branch into a modern, agile, efficient and less bureaucratic organizational system, while reducing public expenditure.

The New Government Act authorizes the Governor to assess the current structure of the instrumentalities within the Executive Branch, and, if deemed necessary, submit to the Legislative Assembly the appropriate Reorganization Plans to consolidate agencies, functions, programs and faculties, as well as to allow for the outsourcing of those services that can be rendered by other entities (non-profits, municipalities, etc.).

Likewise, the New Government Act enumerates: (1) the principles and requirements to which a Restructuring Plan must adhere; (2) the agencies and instrumentalities to which these measures will not be applied; and (3) the powers and duties conferred to the heads of agencies. Furthermore, it outlines the procedure to be followed in connection with the submission (Governor), and review, approval or rejection (Legislative Assembly) of a Reorganization Plan.

You may access the New Government Act [here](#).

This communication is for information purposes only and does not constitute legal advice. This communication may be based on authorities that are subject to change and is not a substitute for professional advice or services. You should consult a qualified professional advisor before taking any action based on the information herein. This communication does not create an attorney-client relationship between Reichard & Escalera and the recipient.

[Unsubscribe](#).



For more information on this Legal Update, please contact:

Juan Carlos Méndez
jcmendez@reichardescalera.com
787.777.8834

Héctor Reichard
reichard@reichardescalera.com
787.777.8801

Antonio Silva
asilva@reichardescalera.com
787.777.8888

Fernando Ortiz
fortiz@reichardescalera.com
787.777.8802