

Department of Planning and Budget 2003 Fiscal Impact Statement

1. Bill Number HB1575

House of Origin ☐ Introduced ☐ Substitute ☐ Engrossed

Second House ☒ In Committee ☐ Substitute ☐ Enrolled

2. Patron Parrish

3. Committee General Laws

4. Title Review and approval of certain information technology projects.

5. Summary/Purpose:

Legislation directs the Secretary of Technology to review all information technology projects regardless of how the project is financed and to approve procurements in excess of \$1.0 million. It also requires the information provided by the Governor in the Budget Document to include as a schedule and description of all data processing or other projects in which the Commonwealth has entered into or plans to enter into a contract, agreement or other financing agreement that contains unique provisions. The budget submissions shall also include as a schedule of all terms, anticipated duration, and costs to all users of all such contracts.

6. Fiscal Impact –Indeterminate. See Note 8.

7. Budget amendment necessary: Yes. Item 282.

8. Fiscal implications: The bill requires the Executive Budget to include for each data processing contract or other project that the Commonwealth has entered into or plans to enter into, or a project that has unique payment provisions, a project description and schedule that consists of a summary of terms, anticipated duration, costs or charges to any user, and terms and conditions that bind the Commonwealth or restrict Commonwealth operations and the method of procurement used to reach such terms. To meet the requirement of the legislation, an significant number of Department of Planning and Budget staff hours would be spent obtaining this information, reviewing possibly hundreds of current contracts, summarizing the information, and inputting it into an electronic format. Assuming that one page will be needed per contract to provide this information, this would result in a greatly expanded Budget Document and added printing costs. Staff hours needed for review of the Budget Document could also be considerably increased.

9. Specific agency or political subdivisions affected: Department of Planning and Budget, Department of Information Technology

10. Technical amendment necessary : No.

11. Other comments: DIT has approximately 100 state contracts and 250 DIT specific contracts. Information on these contracts is currently available upon request from the Acquisition Services Division in the Department of Information Technology.

Please note that DIT does not maintain all contracts. Many agencies and universities negotiate and maintain their own contracts. This response does not address that scenario.

Date: 01/28/02/mwg

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cc:Secretary of Technology