Department of Planning and Budget 2018 Fiscal Impact Statement

| 1. | Bill Numbe | ill Number: SB580 | | | | | |
|----|---|-------------------|--------------|--|------------|--|-----------|
| | House of Orig | gin 🖂 | Introduced | | Substitute | | Engrossed |
| | Second House | · | In Committee | | Substitute | | Enrolled |
| 2. | Patron: | Hanger | | | | | |
| 3. | . Committee: General Laws and Technology | | | | | | |
| 1. | Title: Data collection and dissemination: governance. | | | | | | |

- 5. Summary: The bill creates an Office of Data Governance, led by a Director and housed in the office of the Secretary of Technology, to develop guidelines regarding data sharing among Virginia state and local entities and private entities where appropriate, data storage, privacy, and compliance with federal law. The office is also to generally oversee and assist with data sharing in the Commonwealth to promote the usage of data in improving the delivery of services, improving outcomes, and assisting policy and decision-making. The bill also amends the Government Data Collection and Dissemination Practices Act to define "proper purpose" and to allow the sharing of data among agencies of the Commonwealth and between the Commonwealth and political subdivisions if such sharing would accomplish a proper purpose of the agency or political subdivision.
- 6. Budget Amendment Necessary: Yes Item 424
- 7. **Fiscal Impact Estimates:** Preliminary see Item 8. Additional fiscal impacts for state agencies are currently indeterminate.

7a. Expenditure Impact:

| Fiscal Year | Dollars | Positions | Fund |
|-------------|-----------|------------------|---------|
| 2018 | \$0 | 0 | - |
| 2019 | \$148,236 | 1 | General |
| 2020 | \$148,236 | 1 | General |
| 2021 | \$148,236 | 1 | General |
| 2022 | \$148,236 | 1 | General |
| 2023 | \$148,236 | 1 | General |
| 2024 | \$148,236 | 1 | General |

8. Fiscal Implications: This legislation would create a new Office of Data Governance in the office of the Secretary of Technology. The new office would consist of a Director, appointed by the Secretary, and other additional staff deemed necessary by the Secretary or the Governor. The Director would be responsible for developing guidelines and best practices for data sharing, storage, security, privacy, and compliance with federal laws. Additionally, the Director is to assist state and local public bodies in applying the Government Data Collection and Dissemination Practices Act and understanding federal privacy laws, assist the Chief

Information Officer of the Commonwealth (CIO) with matters related to the creation, storage, or dissemination of data, and to encourage and coordinate efforts of agencies across multiple secretariats to access data. The Virginia Information Technologies Agency (VITA) estimates the salary and benefits for the Director position is \$148,236.

The Virginia Information Technologies Agency (VITA) notes that additional staff for the Office of Data Governance may be required depending on the volume of questions from state and local governments or requests from the CIO.

The bill requires the Director to encourage and coordinate efforts of agencies across multiple secretariats to access data and amends the Government Data Collection and Dissemination Practices Act by inserting a proper purpose provision whereby Commonwealth agencies and political subdivisions could potentially increase the volume and frequency of data or information shared among and between agencies. Any direct fiscal impact would depend upon the extent to which the bill results in an increase for data that is shared, the prevailing data storage costs at the time the data are shared and maintained, and the need for any systems or interfaces to facilitate the sharing of data.

- **9. Specific Agency or Political Subdivisions Affected:** Secretary of Technology, all agencies and political subdivisions
- 10. Technical Amendment Necessary: No.

11. Other Comments: None.

Date: January 31, 2018

File: SB580