

Department of Planning and Budget 2007 Fiscal Impact Statement

1. Bill Number SB1006

House of Origin ☒ Introduced ☐ Substitute ☐ Engrossed

Second House ☐ In Committee ☐ Substitute ☐ Enrolled

2. Patron Saslaw

3. Committee Finance

4. Title Commonwealth Innovations Incentive Fund.

5. Summary/Purpose: The bill establishes the Commonwealth Innovations Incentive Fund to provide funds to state agencies and public-private partnerships to foster productivity through process reengineering efforts and innovative approaches aimed at making state government more efficient.

The Fund is administered by the Innovations Council, comprising the Secretaries of Administration, Finance, and Technology. The Chief Information Officer of the Commonwealth and the Directors of the Department of Human Resource Management and the Department of Planning and Budget (DPB) also serve on the Council as ex officio, nonvoting members.

The bill also stipulates that the Council may make allocations from the Fund to foster productivity through process reengineering efforts and innovative approaches aimed at making state government more efficient. The DPB Director may administratively appropriate the agency or public-private partnership share of such savings to the affected state agency based on a plan for the use of such savings as approved by the agency head and the Council.

6. Minimal Fiscal Impact

7. Budget amendment necessary: No.

8. Fiscal implications: The State Comptroller's Office, the Auditor of Public Accounts, and DPB may incur some minimal cost to establish and monitor the Fund. DPB and state agencies would also incur some administrative cost to develop and implement a process for requesting and distributing funds. The agencies impacted could absorb these additional costs within their existing budgets.

9. Specific agency or political subdivisions affected: Secretaries of Administration, Finance, and Technology; the Departments of Planning and Budget and Human Resource Management; State Comptroller's Office and the Auditor of Public Accounts; state agencies and public-private partnerships

10. Technical amendment necessary: No.

11. Other comments: None.

Date: 01/17/07 / acd

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cc: Secretary of Finance