

Department of Planning and Budget 2016 Fiscal Impact Statement

1. Bill Number: HB823

House of Origin	<input type="checkbox"/>	Introduced	<input type="checkbox"/>	Substitute	<input type="checkbox"/>	Engrossed
Second House	<input type="checkbox"/>	In Committee	<input type="checkbox"/>	Substitute	<input checked="" type="checkbox"/>	Enrolled

2. Patron: LeMunyon

3. Committee: Passed both houses

4. Title: Government to government purchase order data

5. Summary: Requires state governmental agencies that purchase goods or services from other governmental agencies to place the purchase orders for such goods and services on the Department of General Services' (DGS) central electronic procurement system. The bill also requires institutions of higher education with management agreements delegating procurement authority to the institution to provide government to government purchase order data through interface or integration with the Department of General Services' central electronic procurement system. In addition, the bill requires the Department of General Services to publish a government-to-government transaction transparency report on its central electronic procurement system website.

6. Budget Amendment Necessary: No

7. Fiscal Impact Estimates: Final. See Item 8.

8. Fiscal Implications: State agencies currently have the option but are not required to place agency-to-agency purchase orders in the DGS central electronic procurement system known as eVA. This bill requires state agencies to post these purchase orders just as they do when buying from a private vendor. Agency-to-agency purchase orders are exempt from eVA agency and vendor transaction fees so the only fiscal impact on the contracting agencies will be the personnel resources needed to post the additional purchase orders to eVA. It is anticipated that impacted state agencies can absorb these costs.

Institutions of higher education with management agreements delegating procurement authority to the institution will be required to provide government-to-government purchase order data through interface or integration of their enterprise resource planning system used for purchase orders with eVA, as they do for private vendor purchases. Personnel resources may be required to input data or change the technical coding of automated systems already in place to also include government-to-government transactions. It is anticipated that impacted institutions can absorb these costs.

DGS can publish the government-to-government transaction transparency report with existing resources.

9. Specific Agency or Political Subdivisions Affected: The Department of General Services and all state agencies including public institutions of higher education with management agreements delegating procurement authority to the institution.

10. Technical Amendment Necessary: Yes. Line 31 - Strike the “.” after “23” and insert a “-“.

11. Other Comments: None