

  
*Colorado Legislative Council Staff Fiscal Note*  
**STATE**  
**REVISED FISCAL IMPACT**  
(replaces fiscal note dated March 26, 2013)

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| <b>Drafting Number:</b> LLS 13-0434                | <b>Date:</b> April 12, 2013                              |
| <b>Prime Sponsor(s):</b> Rep. Tyler<br>Sen. Newell | <b>Bill Status:</b> Senate Business Labor and Technology |
|  | <b>Fiscal Analyst:</b> Kori Donaldson (303-866-4976)     |

**TITLE:** CONCERNING THE CREATION OF THE JOINT TECHNOLOGY COMMITTEE OF THE SENATE AND HOUSE OF REPRESENTATIVES, AND, IN CONNECTION THEREWITH, MAKING AN APPROPRIATION.

| Fiscal Impact Summary  | FY 2013-2014 | FY 2014-2015 |
|--|--------------|--------------|
| <b>State Revenue</b>   |              |              |
| <b>State Expenditures</b>  |              |              |
| General Fund   | \$174,920    | \$177,269    |
| <b>FTE Position Change</b>   | 2.7 FTE      | 2.7 FTE      |
| <b>Effective Date:</b> Upon signature of the Governor, or upon becoming law without his signature. |              |              |
| <b>Appropriation Summary for FY 2013-2014:</b> \$174,920 General Fund                              |              |              |
| <b>Local Government Impact:</b> None.  |              |              |

**Summary of Legislation**

*As amended by the House of Representatives*, this bill creates the Joint Technology Committee to oversee state agencies, projects, and issues related to information technology. The committee will oversee the Governor's Office of Information Technology (OIT), including its annual budget requests and any significant information technology projects managed or initiated by OIT. The committee also oversees and may review any information technology purchased or implemented by a state agency that is not managed by, or does not follow, the standards of OIT. Higher education institutions are exempt from the committee's oversight.

The committee is authorized to meet year round, and as often as necessary to perform its functions. The committee's scope encompasses all computer-based equipment and related services designed for the storage, manipulation, and retrieval of data by electronic or mechanical means, or both. It does not include routine maintenance, hardware replacement, or post-implementation support. The committee may submit recommendations about information technology requests to the Joint Budget Committee and the Capital Development Committee for consideration. The committee is also directed to review legislation pertaining to information technology, as determined by the Speaker of the House of Representatives or the President of the Senate.

The committee consists of six members — three members of the House of Representatives and three members of the Senate. Each house is represented by two members of the majority party and one member of the minority party. The bill directs that members of the committee should have experience in business analysis, business process, or information technology.

### **State Expenditures**

**For FY 2013-14, the bill will increase expenditures from the General Fund by \$174,920 and 2.7 FTE. For FY 2014-15, the bill will increase expenditures from the General Fund by \$177,269 and 2.7 FTE. These expenditures are detailed below.**

*State agency costs.* The OIT will require additional staff to respond to requests from the Joint Technology Committee for data, reports, or information pertaining to the purchase or implementation of information technology from a state agency managed by the OIT. The OIT will employ 0.5 FTE General Professional III and 1.0 FTE General Professional V to implement this bill. For agencies outside the purview of the OIT, it is assumed that any additional reporting requirements will be absorbed within existing resources.

*Committee staffing costs.* Legislative Council Staff will require an additional 1.0 FTE to staff the Joint Technology Committee. Committee staff will be responsible for coordinating budget requests, collecting and distributing the requested data and reports, scheduling committee hearings, monitoring legislation with an impact on information technology, and responding to research requests related to information technology. The Office of Legislative Legal Services will require an additional 0.2 FTE to staff the Joint Technology Committee. This fiscal note assumes that because the bill establishes a new statutory committee that meets during the legislative session and interim, the committee staffing costs are not included in the existing Legislative Department appropriation for approved interim committees.

Since the Joint Technology Committee is authorized to meet during the legislative interim, additional costs are assumed for member salary and travel expenses. This fiscal note assumes the committee will meet at least five times during the 2013 and 2014 legislative interims to study information technology practices and to review operating and capital budget requests pertaining to information technology purchases or implementation. The total interim meeting cost for each year is \$5,610, or \$1,122 per meeting. This cost includes \$99 salary per diem and \$187 in travel expenses per member, per meeting.

Table 1 summarizes the costs under the bill.

| <b>Table 1. Expenditures Under HB 13-1079</b> |                   |                   |
|---|-------------------|-------------------|
| <b>Cost Components</b>                        | <b>FY 2013-14</b> | <b>FY 2014-15</b> |
| Personal Services                             | \$155,177         | \$169,284         |
| FTE: Executive Branch                         | 1.5               | 1.5               |
| FTE: Legislative Branch                       | 1.2               | 1.2               |
| Operating Expenses and Capital Outlay         | 14,133            | 2,375             |
| Interim Meeting Expenses                      | 5,610             | 5,610             |
| <b>TOTAL</b>                                  | <b>\$174,920</b>  | <b>\$177,269</b>  |

**Expenditures Not Included**

Pursuant to a Joint Budget Committee policy, certain costs associated with this bill are addressed through the annual budget process and centrally appropriated in the Long Bill or supplemental appropriations bills, rather than in this bill. The centrally appropriated costs subject to this policy are summarized in Table 2.

| <b>Table 2. Expenditures Not Included Under HB 13-1079*</b>          |                   |                   |
|--|-------------------|-------------------|
| <b>Cost Components</b>   | <b>FY 2013-14</b> | <b>FY 2014-15</b> |
| Employee Insurance (Health, Life, Dental, and Short-term Disability) | \$18,173          | \$18,173          |
| Supplemental Employee Retirement Payments                            | 10,391            | 11,756            |
| <b>TOTAL</b>   | <b>\$28,564</b>   | <b>\$29,929</b>   |

*\*More information is available at: <http://colorado.gov/fiscalnotes>*

**State Appropriations**

For FY 2013-14, the bill requires the following appropriations from the General Fund:

- \$75,247 and 1.2 FTE to the Legislative Branch; and
- \$99,673 and 1.5 FTE to the Governor's Office of Information Technology.

**Departments Contacted**

All Departments