

**JBC STAFF FISCAL ANALYSIS
SENATE APPROPRIATIONS COMMITTEE**

CONCERNING THE TRANSFER OF THE ENTERPRISE FACILITY FOR OPERATIONAL RECOVERY, READINESS, RESPONSE, AND TRANSITION SERVICES FROM THE DEPARTMENT OF STATE TO THE OFFICE OF INFORMATION TECHNOLOGY IN THE OFFICE OF THE GOVERNOR, AND, IN CONNECTION THEREWITH, DEVELOPING A TIMELINE TO TRANSFER FUNDING OF THE FACILITY FROM THE DEPARTMENT OF STATE CASH FUND TO THE INFORMATION TECHNOLOGY REVOLVING FUND OVER A PERIOD OF FOUR YEARS.

Prime Sponsors: Senator White
Representative Lambert

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Date Prepared: February 16, 2010

Summary of Amendments Made to the Bill After the 2/15/2010 Legislative Council Staff Fiscal Note Was Prepared

None. The Appropriations Committee is the committee of reference for this bill.

JBC Staff Concurrence with Legislative Council Staff Fiscal Note

Concurs Does Not Concur Updated Analysis

Amendments/Appropriation Status

The bill neither requires nor contains an appropriation clause for FY 2010-11.

Bill Sponsor Amendments

Staff is not aware of any sponsor amendments to be offered.

Points to Consider

1. As referenced in the Legislative Council Staff Fiscal Note dated 2/15/2010, this bill is not expected to change the statewide disaster recovery center's (E-Fort) actual expenditures. It transfers the facility's governance to the Office of Information Technology (OIT) beginning in FY 2010-11, although the Department of State will continue to fully fund the E-fort for FY 2010-11. Beginning in FY 2011-12, the costs of operating the E-fort will transfer to OIT in one-third increments, and the OIT will assume the full fiscal responsibility by FY 2013-14.

2. The OIT intends to fund the E-fort's operations by allocating its costs amongst state agencies proportional to their use of the facility, in the same manner that it recoups expenses for other statewide common policies. Departments have different fund sources, so the bill's General Fund impact will depend upon how the user agencies are funded, and then the proportional use by agencies whose primary fund source is General Fund. The facility is currently used by at least 14 state agencies, with the greatest proportion allocated to the Department of Higher Education (19.0 percent), the Department of Public Safety (17.2 percent), and the Department of Human Services (17.2 percent). The Department of State comprises approximately 12.0 percent of the facility's use.