

STATE

CONDITIONAL FISCAL IMPACT

Drafting Number: LLS 12-0354

Date: February 2, 2012

Prime Sponsor(s): Sen. Lambert
Rep. Levy

Bill Status: Senate Business, Labor & Technology
Fiscal Analyst: Kori Donaldson (303-866-4976)

TITLE: CONCERNING THE CONTINUATION OF THE OFFICE OF INFORMATION TECHNOLOGY'S AUTHORITY TO AMEND EXISTING CONTRACTS FOR INFORMATION TECHNOLOGY RESOURCES.

Fiscal Impact Summary	FY 2012-2013	FY 2013-2014
State Revenue		
State Expenditures		
FTE Position Change	0.0 FTE	0.0 FTE
Effective Date: Upon signature of the Governor, or upon becoming law without his signature.		
Appropriation Summary for FY 2012-2013: None required.		
Local Government Impact: None.		

Summary of Legislation

Recommended by the Joint Budget Committee, this bill extends by two years the authority of the Governor's Office of Information Technology (OIT) to review existing information technology contracts and negotiate contract amendments. Under the bill, the authority is extended through June 30, 2014. Contract amendments can be made by OIT if:

- all contractors agree to the amendment;
- the original contract was awarded in compliance with procurement code, and not as a sole source or emergency procurement;
- federal or other sources of funding are not jeopardized; and
- the amendment establishes a standard for the specific information technology resource to which all state agencies will adhere, unless OIT grants a waiver.

Amendments to existing contracts are exempted from the requirements of the procurement code.

State Revenue and Expenses

This bill is assessed as having a conditional fiscal impact as future contract amendments may create both costs and savings to state agencies, depending on actions of the OIT. As it is unknown how many contract amendments would be adopted under SB12-096 and what their effects would be, the amounts of potential costs or savings have not been estimated. This analysis assumes that OIT, and any affected state agencies, can manage the contract review, negotiation, and amendment processes within existing appropriations.

State Appropriations

This bill does not require any change in appropriations. This fiscal note assumes that any savings realized or additional costs incurred by state agencies as a result of this bill would be addressed through the annual budget process.

Departments Contacted

OIT Department of Personnel and Administration