

FISCAL NOTE

November 20, 2019

Bill No:	SB 810	Printer's No:	1398	Sponsor:	Phillips-Hill (R)
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COST / (SAVINGS)

Fund (s)	2020-21	2021-22
General Fund	\$27.939 million	\$27.124 million

SUMMARY: This bill creates the Office of Information Technology (OIT) within the Governor's Office of Administration (OA) and codifies PA-STARNET administration by the Pennsylvania State Police (PSP).

ANALYSIS: SB 810 establishes the Office of Information Technology within the Governor's Office of Administration. The office shall consolidate and operate all information technology responsibilities for each state agency under the governor's jurisdiction including daily operation, long-term planning, contracts, disaster recovery, shared services, financing, security. OIT shall also have the authority to contract and handle procurement for all IT services for state agencies.

This bill also establishes the Information Technology Fund within the General Fund for the operations and duties of the office. The fund shall receive money by the transfer of prior unencumbered IT funds from each state agency, transfers authorized by the General Assembly, or transfers from each state agency's GGO for IT employees.

In addition, the bill creates the Joint Cybersecurity Oversight Committee to review and coordinate cybersecurity policies and recommended policy changes.

SB 810 also establishes PSP shall be responsible for developing, managing, and maintaining PA-STARNET and creates a PA-STARNET committee within PSP.

FISCAL IMPACT: There are costs associated with creating a new office within OA and shifting IT procurement which is currently handled by the Department of General Services (DGS). Additional costs would occur to develop a portal and software to track contracts.

OA, DGS and the administration have recently implemented reforms to address IT and procurement inefficiencies. This bill would potentially disrupt this progress.

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	Fiscal Year 2020-21	Fiscal Year 2021-22
OA - Personnel	\$12.193 million	\$12.193 million
OA - Infrastructure	\$ 3.542 million	\$ 3.542 million
OA - External Services	\$ 9.880 million	\$ 9.880 million
OA Total	\$25.615 million	\$25.615 million
DGS - Staff	\$ 1.209 million	\$ 1.209 million
DGS - Subscriptions	\$.450 million	\$.100 million
DGS - IT	\$.565 million	\$.100 million
DGS - Miscellaneous	\$.100 million	\$.100 million
DGS Total	\$ 2.324 million	\$ 1.509 million
Grand Total	\$27.939 million	\$27.124 million

Costs would continue into Fiscal Year 2022-23 with a total three-year fiscal impact of \$82.2 million.