

FISCAL IMPACT OF PROPOSED LEGISLATION

79th Oregon Legislative Assembly – 2017 Regular Session
Legislative Fiscal Office

Measure: SB 90 - 1

***Only Impacts on Original or Engrossed
Versions are Considered Official***

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Date: March 10, 2017

Measure Description:

Transfers information technology security functions of certain state agencies in executive branch to State Chief Information Officer.

Government Unit(s) Affected:

Department of Administrative Services (DAS), Statewide

Summary of Expenditure Impact:

The measure transfers positions from state agencies to the Department of Administrative Services (DAS) Office of the State Chief Information Officer (OSCIO). Proposed 2017-19 rates to be charged by DAS anticipate covering these costs and were calculated with the intent of making the changes in the measure cost neutral to state government overall. Given the changes and new responsibilities in the bill, it is unclear whether there will be other costs and/or savings incurred by DAS OSCIO or affected state agencies and therefore the total cost is indeterminate at this time.

Analysis:

This measure assigns responsibility for state agency information technology security to the Office of the State Chief Information Officer (OSCIO) and transfers records, contracts, property, and positions related to these functions from state agencies to the OSCIO. DAS projects an increase in costs in the amount of \$11,446,352 and the addition of 36 positions for the OSCIO. Since the intention is that these positions and costs are eliminated from state agency budgets, it is anticipated that there will be no overall cost increase or decrease to the state budget. However, DAS has stated that the OSCIO may need administrative support for this new unit and may request additional staff and funding in the future.

The measure also establishes the Oregon Cybersecurity Center of Excellence as part of the OSCIO and provides that the Center would be responsible for coordinating the cybersecurity information sharing, cross-sector incidence response, performing cybersecurity threat analysis and remediation. The bill also creates the Oregon Cybersecurity Fund for funding the operations of the Center, and authorizes the fund to accept federal funds and gifts, grants, and donations. No funds have yet been identified from any of these sources, so it is unclear how the Center would operate.

While the transfer of current resources is cost neutral, it cannot be determined at this time whether there will be additional costs or savings as the measure is implemented. Ultimately, the actions of the OSCIO in implementing the new responsibilities will be a major factor in costs and/or savings for individual agencies and state government as a whole. This measure does have subsequent referrals to the Joint Committee on Legislative Information Management and Technology and the Joint Committee on Ways and Means for additional consideration.