



Legislative Fiscal Office
 82nd Oregon Legislative Assembly
 2024 Regular Session

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 Reviewed by: Kim To
 Date: February 15, 2024

Bill Title: Relating to information technology; declaring an emergency.

Government Unit(s) Affected: Department of Administrative Services

Summary of Fiscal Impact

2023-25 Biennium	General Fund	Lottery Funds	Other Funds	Federal Funds	Total Funds	Positions	FTE
Department of Administrative Services	\$ 1,300,000	\$ -	\$ -	\$ -	\$ 1,300,000	-	-
Total Fiscal Impact	\$ 1,300,000	\$ -	\$ -	\$ -	\$ 1,300,000	-	-

2025-27 Biennium	General Fund	Lottery Funds	Other Funds	Federal Funds	Total Funds	Positions	FTE
Department of Administrative Services	\$ -	\$ -	\$ -	\$ -	\$ -	-	-
Total Fiscal Impact	\$ -	\$ -	\$ -	\$ -	\$ -	-	-

Measure Description

This measure directs the State Chief Information Officer to contract with a third party to conduct an independent assessment of the information technology environment within the executive department. The assessment is to examine current information technology governance programs, and organizational and operational environments that are affecting performance, operations, and resources within the executive department. The assessment is also to identify and describe alternative information technology governance programs and organizational and operational models, conduct a gap analysis to compare the current information technology environment with the recommended information technology environment, and provide a plan to implement the recommendations.

Fiscal Analysis

The estimated fiscal impact is \$1.3 million General Fund in the 2023-25 biennium. There may be additional costs in the 2025-27 biennium due to the recommendations made in the assessment, but these costs are outside of the scope of this fiscal impact statement.

The Department of Administrative Services (DAS) houses Enterprise Information Services (EIS) and the State Chief Information Officer. DAS EIS costs to contract for the independent assessment are estimated at \$1.3 million General Fund, based on a request for information that DAS sent to vendors. Additional costs could be incurred based on the ultimate scope of the assessment. DAS will use existing staff to work on this assessment, however, depending on the number of bills passed during this legislation that impact the work of EIS, as well as the eventual scope of this assessment, additional resources may be required.

Based on vendor responses, DAS notes that the assessment would need to be started by April 2024 in order to complete the assessment by September 30, 2024, as required by this measure. Due to the size of the contract, there will be required legal sufficiency review prior to release of the solicitation and prior to contract execution.

Any delays in contracting with a vendor via a standalone request for proposal could make it difficult to meet the timelines required. If unforeseen delays occur, DAS EIS may be able to pursue vendor selection by accessing existing Oregon statewide IT price agreements, NASPO ValuePoint Cooperative contracts, or U.S. GSA Multiple Award Schedule - IT contracts available to states across the nation. In addition, if specific criteria are met, DAS EIS may explore the use of a special procurement authorized under ORS 279B.085 or declaration of a procurement emergency under the authority granted via ORS 279B.080.

Relevant Dates

The measure declares an emergency and takes effect on passage.

The assessment must be completed by September 30, 2024.

The State Chief Information Officer is to submit a report to the Governor and the Joint Legislative Committee on Information Management and Technology, and any other appropriate legislative committee, by February 1, 2025. The report must provide the results of the assessment and include a budget request to implement the recommendations.