NOTE: As provided in LFC policy, this report is intended for use by the standing finance committees of the legislature. The Legislative Finance Committee does not assume responsibility for the accuracy of the information in this report when used in any other situation.

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## FISCAL IMPACT REPORT

02/06/01

DATE TYPED:

SHORT TITLE:	Amend Campaig	n Reporting Ac	et	SB	321	
			A	NALYST:	Woodlee	
		<u>APPI</u>	ROPRIATION	[		
Appropriation Contained		Estimated Additional Impact			Recurring	Fund
FY01	FY02	FY01	FY02		or Non-Rec	Affected
	\$ 778.0		\$ 1	16.7	Recurring	General Fund
Parenthesis ( ) I	ndicate Expenditur	e Decreases)				
Duplicates/Relate	es to					

## SOURCES OF INFORMATION

Feldman

Secretary of State LFC Files

#### **SUMMARY**

SPONSOR:

# Synopsis of Bill

Senate Bill 321 appropriates \$778.0 from the general fund for fiscal years 2002 and 2003 to the Secretary of State for the purpose of adding an electronic filing requirement to the Campaign Reporting Act and the development of a computer system to file reports electronically and to publish the reports to the Internet in a searchable format.

# Significant Issues

The bill provides that the Secretary of State shall contract for services to develop a system that allows for the electronic submission and review by the public. The system shall include:

- 1. An electronic format for reports and statements;
- 2. Computer software to be provided to reporting individuals for their compliance with the Campaign Reporting Act; and
- 3. Provisions for encrypted transmissions.

# Senate Bill 321 -- Page 2

In addition to the above provisions of the electronic filing system. The bill also stipulates when certain reports may begin to be filed electronically as follows:

- January 1, 2002 for statewide elective offices, except for individuals who have contributions or expenditures less than \$2,500;
- January 1, 2004 for legislative, public regulation commission and political committee, except for individuals who have contributions or expenditures less than \$500;
- January 1, 2008 for all statewide elective offices, legislative, public regulation commission and political committee individuals.

## FISCAL IMPLICATIONS

The bill appropriates \$778.0 for expenditure in fiscal years 2002 and 2003. Any unexpended or unencumbered balance remaining at the end of fiscal year 2003 shall revert to the general fund.

In addition to the appropriation, the agency indicates that the will be an annual cost of \$116.7 for the maintenance, technical support and licensing fees. This is based on an industry standard of 15 percent of the initial system cost.

MW/sb