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# FISCAL IMPACT REPORT

| SPONSOR    | Robinson     | ORIGINAL DATE LAST UPDATED | 2/26/07<br><b>HB</b> |        |
|------------|--------------|----------------------------|----------------------|--------|
| SHORT TITL | E Disclosure | by Procurement Contractors | SB                   | 1177   |
|            |              |                            | ANALYST              | Wilson |

# ESTIMATED ADDITIONAL OPERATING BUDGET IMPACT (dollars in thousands)

|       | FY07 | FY08    | FY09    | 3 Year            | Recurring  | Fund                  |
|-------|------|---------|---------|-------------------|------------|-----------------------|
|       |      |         |         | <b>Total Cost</b> | or Non-Rec | Affected              |
| Total |      | (\$0.1) | (\$0.1) | (\$0.1)           | Recurring  | General Fund & Others |

(Parenthesis ( ) Indicate Expenditure Decreases)

SB 1177 is related to several other bills addressing ethics in government

### SOURCES OF INFORMATION

LFC Files

Responses Received From Corrections Department (CD)

#### **SUMMARY**

### Synopsis of Bill

Senate Bill 1177 clarifies the definition of "family member" for the purposes of the disclosure requirement and prohibition of campaign contributions by prospective contractors.

The bill defines a "family member" to mean a spouse, father, mother, child, father-in-law, mother-in-law, daughter-in-law or son-in-law of a prospective contractor, if the prospective contractor is a natural person; or an owner of a prospective contractor, if the prospective contractor is not a natural person and 100% of the ownership interest in the prospective contractor is held by less than fifteen natural persons;

### FISCAL IMPLICATIONS

There is no fiscal impact.

### SIGNIFICANT ISSUES

The provisions in this bill will give guidance to state agencies and potential contracts of what exactly a family member means—especially if the contractor is not a natural person such as a company or corporation.

#### **ADMINISTRATIVE IMPLICATIONS**

There might be additional paperwork for the contracting agency, but it can be handled with existing staff as part of ongoing responsibilities.

# CONFLICT, DUPLICATION, COMPANIONSHIP, RELATIONSHIP

## SB 1177 relates to:

- HB 553, Contributions to State Agents & Candidates
- HB 818, Public Financing of Statewide Campaigns
- HB 819 Gift Act
- HB 820, Legislative Campaign Funds for Office Duties
- HB 821, Campaign Reporting Requirements
- HB 822, State Ethics Commission Act
- HB 823, Prohibit Certain Acts by Public Officers
- HB 1154, Lobbyist Filing Fees
- HB 1295, Retaliation for Ethics Violation Reporting
- HB 1053, Campaign Reporting Act Exception Statements
- HB 1296, Investigation of Elected Officials by AG
- SB 342, Candidate Withdrawal Requirements
- SB 400, Contributions to State Agents & Candidates (dup HB 553)
- SB 445, Extend Governmental Conduct Act
- SB 588, Former Legislators as Lobbyists
- SB 671, Candidate Withdrawal Requirements (dup SB 342)
- SB 737, Disclosure by Procurement Contractors
- SB 796, Legislative Campaign Funds for Office Duties (dup HB 820)
- SB 799, Public Financing of Statewide Campaigns (dup HB 818)
- SB 800, Campaign Reporting Requirements (dup HB 821)
- SB 815, State Ethics Commission Act (dup HB 822)
- SB 931, Gift Act (dup HB 819)
- SB 953, Lobbyist Filing Fees (dup HB 1154)
- SB 1043, Whistleblower Protection Act
- SB 1051, Inclusion in Governmental Conduct Act
- SB 1107, Prohibit Certain Acts by Public Officers (dup HB 823)
- SB 1137, Reporting of Lobbyist Compensation

DW/csd