

BILL ANALYSIS

Department, Board, Or Commission	Author	Bill Number
Franchise Tax Board	Gordon and Irwin	AB 2623

SUBJECT

State Agency Information Security Costs Annual Report

SUMMARY

This bill would modify an annual reporting requirement to the Department of Technology.

REASON FOR THE BILL

The reason for the bill is to allow the Department of Technology to capture statewide information security expenditures.

EFFECTIVE/OPERATIVE DATE

This bill would be effective January 1, 2017, and specifically operative for reports due beginning on or before January 1, 2018, and annually thereafter.

STATE LAW

Current state law requires specified agencies, including the Franchise Tax Board (FTB), to annually report to the Department of Technology a summary of the agency's actual and projected information technology and telecommunications costs, including personnel, for the immediately preceding fiscal year and current fiscal year, in a format prescribed by the Department of Technology.

THIS BILL

This bill would modify existing reporting requirements by describing information as "security" costs in addition to "technology and telecommunications" costs and by including the expenditures of information security costs including federal grant funds for information security purposes.

LEGISLATIVE HISTORY

None identified.

OTHER STATES' INFORMATION

Because this bill requires a report to the Department of Technology regarding expenditures for information security, a review of other states' tax information would not be relevant.

FISCAL IMPACT

Depending on the format of the report required by the Department of Technology, this bill could require changes to the FTB's personnel time reporting system and a budget change proposal may be requested if necessary.

ECONOMIC IMPACT

Because this bill would modify an existing reporting requirement to the Department of Technology, this bill would not impact the state's income tax revenue.

APPOINTMENTS

None.

SUPPORT/OPPOSITION

Support: None on file.

Opposition: None on file.

VOTES

	Date	Yes	No
Concurrence	08/24/16	79	0
Senate Floor	08/18/16	38	0
Assembly Floor	05/31/16	77	2

LEGISLATIVE STAFF CONTACT**Contact**

Marybel Batjer, Agency Secretary, GovOps

Khaim Morton, Legislative Deputy, GovOps

Selvi Stanislaus, Executive Officer, FTB

Gail Hall, Legislative Director, FTB

Work

916-651-9024

916-651-9100

916-845-4543

916-845-6333