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FISCAL IMPACT REPORT

SPONSOR:	Eisenstadt	DATE TYPED:	02/16/00	HB	
SHORT TITLE:	Electronic Commerce Services			SB	100/aHAFC
				ANALYST:	Woodlee

APPROPRIATION

Appropriation Contained		Estimated Additional Impact		Recurring or Non-Rec	Fund Affected
FY00	FY01	FY00	FY01		
NFI		See Narrative			

(Parenthesis () Indicate Expenditure Decreases)

Duplicates/Conflicts with/Companion to/Relates to

SOURCES OF INFORMATION

Economic Development Department

State Department of Public Education

SUMMARY

Synopsis of HAFC Amendment

The amendment adds a new section to the bill that serves as a disclaimer for the electronic commerce marketplace. The section explains that the Legislature finds the state does not support or oppose the establishment of an online portal on state web sites, and the state does not represent that consumers will buy more or less money when making purchases on the online portal.

Synopsis of Bill

Senate Bill 100 directs the Secretary of Economic Development to contract for no cost services to establish an electronic portal on a state owned website to enable consumers to access an electronic commerce marketplace. The electronic marketplace must pay a rebate to the state on all sales made by participating vendors for transactions that occur through the state website. The revenue generated would be deposited in the Educational Technology Fund.

Significant Issues

The 1994 Technology for Education Act established the Technology for Education Fund and the Council on Technology in Education. Annual requests for funding are made on behalf of the K-12 community to the State Board of Education and the Legislature by the council. The Legislature has made annual appropriations to the fund. The revenue from the website would be in addition to the annual appropriation.

FISCAL IMPLICATIONS

The bill does not contain an appropriation. Revenues from the electronic commerce portal are to be

deposited into the Educational Technology Fund.

MW/gm