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## FISCAL IMPACT REPORT

		ORIGINAL DATE	01/30/12		
SPONSOR	Rue	LAST UPDATED	02/02/12	HB	

SHORT TITLEGSD Contracts DatabaseSB206

ANALYST Hanika-Ortiz

#### ESTIMATED ADDITIONAL OPERATING BUDGET IMPACT (dollars in thousands)

	FY12	FY13	FY14	3 Year Total Cost	Recurring or Nonrecurring	Fund Affected
Total		(\$4.0)			Recurring	Other State Funds

(Parenthesis ( ) Indicate Expenditure Decreases)

# SOURCES OF INFORMATION

LFC Files

<u>Responses Received From</u> Department of Information Technology (DoIT) Department of Finance and Administration (DFA) Human Services Department (HSD) General Services Department (GSD)

#### SUMMARY

#### Synopsis of Bill

Senate Bill 206 (SB 206) repeals a provision within the Procurement Code that required GSD to maintain a contracts database.

#### **FISCAL IMPLICATIONS**

DFA reports that the repeal of this section would save GSD the funds it requires to maintain the system.

GSD estimates \$4,000 annual data storage cost savings as a result of not being required to store data that is duplicated with data stored and published in the Sunshine Portal.

#### SIGNIFICANT ISSUES

The State's "Sunshine Portal" is the official transparency and accountability portal for state government spending, budgets, revenues, employees, and contracts.

#### Senate Bill 206 – Page 2

The Sunshine Portal Transparency Act requires a broader database of information for contracts below and above the \$20 thousand limit set forth in the original Procurement Code legislation.

GSD reports that contracts are posted to the Sunshine Portal within a week, whereas, the GSD site is updated on an annual basis after the fiscal year has closed.

#### PERFORMANCE IMPLICATIONS

The GSD staff workload would be reduced.

### ADMINISTRATIVE IMPLICATIONS

The DoIT reports that Sections 10-16D-1 through 10-16D-6 NMSA 1978, the Sunshine Portal Transparency Act, makes the section of the Procurement Code relating to a contracts database redundant.

#### SIGNIFICANT ISSUES

The information presented on the Sunshine Portal comes from numerous data sources, including the Statewide Human Resource, Accounting and Management Reporting (SHARE) system, the State Land Office, the Department of Finance and Administration, and the State Investment Council. SHARE is the State's financial and human resource computer system. All agencies except the New Mexico State Fair use SHARE to account for all financial transactions. All payments for goods and services are reported in SHARE.

## WHAT WILL BE THE CONSEQUENCES OF NOT ENACTING THIS BILL

GSD will be required to continue to maintain a separate contracts database.

AHO/amm:lj