

## HOUSE BILL NO. 236

INTRODUCED BY ERICKSON

A BILL FOR AN ACT ENTITLED: "AN ACT CLARIFYING AND REVISING THE USE OF BONDS ISSUED FOR TECHNOLOGY PROJECTS; PROVIDING FOR THE USE OF REMAINING BOND PROCEEDS ALLOCATED TO THE DEPARTMENT OF REVENUE FOR STABILIZATION AND ASSESSMENT OF SOFTWARE AND DATA IN THE POINTS PROJECT, FOR THE PLANNING, DEVELOPMENT, ACQUISITION, INSTALLATION, ADMINISTRATION, AND IMPLEMENTATION OF INFORMATION TECHNOLOGY SYSTEMS TO REPLACE DEPARTMENT OF REVENUE INFORMATION TECHNOLOGY SYSTEMS, FOR THE PLANNING, DEVELOPMENT, AND IMPLEMENTATION OF BUSINESS PROCESS CHANGES TO FACILITATE AND ENABLE THE REPLACEMENT ACTIVITIES, AND FOR STAFFING A PROJECT MANAGEMENT OFFICE TO FACILITATE AND ENABLE THE REPLACEMENT AND BUSINESS PROCESS CHANGE ACTIVITIES; AMENDING SECTIONS 2 AND 8, CHAPTER 447, LAWS OF 1997, AND SECTIONS 2 AND 5, CHAPTER 519, LAWS OF 1999; AND PROVIDING AN IMMEDIATE EFFECTIVE DATE AND A RETROACTIVE APPLICABILITY DATE."

BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF MONTANA:

**Section 1.** Section 2, Chapter 447, Laws of 1997, is amended to read:

**"Section 2. Appropriation of bond proceeds and approval of information technology information projects.** Upon the sale of general obligation bonds by the board of examiners, the following bond proceeds are appropriated from the capital projects fund to each responsible agency for the following information technology projects:

Agency/Project	Bond Proceeds
DEPARTMENT OF REVENUE	
Integrated Revenue and Tax Systems	\$14,000,000
(Consolidation of Employer's Reporting	
for Income Tax Withholding, Old Fund	
Liability Tax, and Unemployment Insurance	
Contributions; Income Tax Modernization; <del>and</del>	

1 Property Tax Integration; PLANNING, DEVELOPMENT, ACQUISITION, INSTALLATION, ADMINISTRATION, AND  
2 IMPLEMENTATION OF INFORMATION TECHNOLOGY SYSTEMS TO REPLACE DEPARTMENT OF REVENUE INFORMATION  
3 TECHNOLOGY SYSTEMS; PLANNING, DEVELOPMENT, AND IMPLEMENTATION OF BUSINESS PROCESS CHANGES TO  
4 FACILITATE AND ENABLE THE REPLACEMENT ACTIVITIES; AND STAFFING A PROJECT MANAGEMENT OFFICE TO FACILITATE  
5 AND ENABLE THE REPLACEMENT AND BUSINESS PROCESS CHANGE ACTIVITIES; and Stabilization of Software and Data  
6 in POINTS Project)  
7 DEPARTMENT OF ADMINISTRATION  
8 Montana Project to Reengineer Revenue  
9 and the Information Management  
10 Environment (MT PRRIME) 19,800,000  
11 OFFICE OF BUDGET AND PROGRAM PLANNING  
12 Montana Integrated Budget System (MIBS) 500,000  
13 DEPARTMENT OF LABOR  
14 Unemployment Benefit Package 3,600,000  
15 MONTANA UNIVERSITY SYSTEM  
16 Technology Initiative 3,200,000  
17 DEPARTMENT OF CORRECTIONS  
18 Information Technology Plan 1,890,408"

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20 **Section 2.** Section 8, Chapter 447, Laws of 1997, is amended to read:

21 **"Section 8. Expenditures.** Expenditures of bond proceeds under [sections 1 through 8] may be used  
22 for information technology project administration and implementation, including software and required hardware,  
23 software licensing, and contracted services. The remaining amount of \$134,816 of bond proceeds allocated to  
24 the department of revenue for the MT PRRIME project may be used on the stabilization AND ASSESSMENT of  
25 software and data in the POINTS project, ON PLANNING, DEVELOPMENT, ACQUISITION, INSTALLATION, ADMINISTRATION,  
26 AND IMPLEMENTATION OF INFORMATION TECHNOLOGY SYSTEMS TO REPLACE DEPARTMENT OF REVENUE INFORMATION  
27 TECHNOLOGY SYSTEMS AND PLANNING, DEVELOPMENT, AND IMPLEMENTATION OF BUSINESS PROCESS CHANGES TO  
28 FACILITATE AND ENABLE THE REPLACEMENT ACTIVITIES, AND ON STAFFING OF A PROJECT MANAGEMENT OFFICE TO  
29 FACILITATE AND ENABLE THE REPLACEMENT AND BUSINESS PROCESS CHANGE ACTIVITIES."

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**Section 3.** Section 2, Chapter 519, Laws of 1999, is amended to read:

**"Section 2. Appropriation of bond proceeds and approval of information technology project.** Upon the sale of general obligation bonds by the board of examiners, the following bond proceeds are appropriated from the capital projects fund for the following projects:

Agency/Project	Bond Proceeds
DEPARTMENT OF REVENUE	
Project META <u>and stabilization of software and data in the POINTS project</u>	\$18,000,000
MONTANA UNIVERSITY SYSTEM	
Banner Project	800,000"

**Section 4.** Section 5, Chapter 519, Laws of 1999, is amended to read:

**"Section 5. Expenditures.** (1) Except as provided in subsection (2), bond proceeds under [sections 1 through 4] may be used only for information technology project administration and implementation, including software and required hardware, software licensing, and contract services. ~~The~~ EXCEPT AS PROVIDED IN THIS SUBSECTION, THE department of revenue and the Montana university system are prohibited from using any of the proceeds from the sale of bonds, authorized by [sections 1 through 5], for agency current level operating expenses. The department of revenue may use \$2.5 million of remaining bond proceeds issued for project META for stabilization AND ASSESSMENT of software and data in the POINTS project, ON PLANNING, DEVELOPMENT, ACQUISITION, INSTALLATION, ADMINISTRATION, AND IMPLEMENTATION OF INFORMATION TECHNOLOGY SYSTEMS TO REPLACE DEPARTMENT OF REVENUE INFORMATION TECHNOLOGY SYSTEMS AND PLANNING, DEVELOPMENT, AND IMPLEMENTATION OF BUSINESS PROCESS CHANGES TO FACILITATE AND ENABLE THE REPLACEMENT ACTIVITIES, AND ON STAFFING OF A PROJECT MANAGEMENT OFFICE TO FACILITATE AND ENABLE THE REPLACEMENT AND BUSINESS PROCESS CHANGE ACTIVITIES.

(2) All of the bonds authorized and issued for the Montana university system under [sections 1 through 4] must be used to reduce student fees levied for information technology purposes."

NEW SECTION. **Section 5. Effective date.** [This act] is effective on passage and approval.

NEW SECTION. SECTION 6. RETROACTIVE APPLICABILITY. [THIS ACT] APPLIES RETROACTIVELY, WITHIN THE MEANING OF 1-2-109, TO ACTS AND EXPENDITURES AFTER NOVEMBER 1, 2002.

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