



GOVERNOR'S OFFICE OF
BUDGET AND PROGRAM PLANNING

Fiscal Note 2015 Biennium

Bill # HB0212

Title: Revise Uniform Commercial Code laws

Primary Sponsor: Knudsen, Austin

Status: As Introduced

- | | | |
|---|--|--|
| <input type="checkbox"/> Significant Local Gov Impact | <input type="checkbox"/> Needs to be included in HB 2 | <input type="checkbox"/> Technical Concerns |
| <input type="checkbox"/> Included in the Executive Budget | <input type="checkbox"/> Significant Long-Term Impacts | <input type="checkbox"/> Dedicated Revenue Form Attached |

FISCAL SUMMARY

	<u>FY 2014 Difference</u>	<u>FY 2015 Difference</u>	<u>FY 2016 Difference</u>	<u>FY 2017 Difference</u>
Expenditures:				
Other - SOS Proprietary	\$70,000			
Revenue:				
Other - SOS Proprietary	\$0	\$0	\$0	\$0
Net Impact-General Fund Balance:	\$0	\$0	\$0	\$0

Description of fiscal impact: The Secretary of State's (SOS) office will need to update and enhance its SOS Information Management System (SIMS), which is a Commercial Off-the-Shelf (COTS) product, to accommodate the removal of the debtor's organizational fields and to update the national forms for on-line filing per the requirements of HB 212. SOS will negotiate with the SIMS vendor and other jurisdictions which are adopting similar legislation to reduce/share the cost associated with this enhancement. The exact fiscal impact of this enhancement is unknown at this time.

FISCAL ANALYSIS

Assumptions:

1. The SIMS vendor has estimated the cost could be as much as \$70,000 for internal and external (B2B and on-line) COTS system enhancements, however since jurisdictions will strive to adopt similar legislation to stay in harmony with other jurisdictions across the country SOS will negotiate with the vendor to eliminate or reduce the cost as it is not specific to SOS only.
2. If there are residual costs that must be incurred with the SIMS vendor, SOS will negotiate with the other jurisdictions that have adopted this act to reduce and/or share any costs involved with implementing the same type of enhancements to the SIMS system.

- There could be minimal costs associated for two SOS staff to perform testing and verification of the updates/enhancements.

	<u>FY 2014</u> <u>Difference</u>	<u>FY 2015</u> <u>Difference</u>	<u>FY 2016</u> <u>Difference</u>	<u>FY 2017</u> <u>Difference</u>
<u>Fiscal Impact:</u>				
<u>Expenditures:</u>				
Operating Expenses	\$70,000	\$0	\$0	\$0
TOTAL Expenditures	<u>\$70,000</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>
<u>Funding of Expenditures:</u>				
Other - Proprietary	\$70,000	\$0	\$0	\$0
TOTAL Funding of Exp.	<u>\$70,000</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>
<u>Revenues:</u>				
Other	\$0	\$0	\$0	\$0
TOTAL Revenues	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>
<u>Net Impact to Fund Balance (Revenue minus Funding of Expenditures):</u>				
Other	(\$70,000)	\$0	\$0	\$0

Sponsor's Initials

Date

Budget Director's Initials

Date