# LEGISLATIVE SERVICES AGENCY OFFICE OF FISCAL AND MANAGEMENT ANALYSIS

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## FISCAL IMPACT STATEMENT

LS 7152 NOTE PREPARED: Feb 3, 2004
BILL NUMBER: HB 1156 BILL AMENDED: Feb 2, 2004

SUBJECT: State Information Security Management.

FIRST AUTHOR: Rep. Hasler

BILL STATUS: 2<sup>nd</sup> Reading - 1<sup>st</sup> House

FIRST SPONSOR:

FUNDS AFFECTED: X GENERAL IMPACT: State

DEDICATED FEDERAL

Summary of Legislation: (Amended) This bill requires the state Information Technology Oversight Commission to appoint a group of individuals to develop a state information security policy. The bill requires the Commission to appoint a Director of Information Security to implement the policy. The bill requires each state agency and branch of state government to designate an information security liaison. The bill requires each state agency and branch of state government to implement the information security policy. It provides that the executive director of the Information and Technology Oversight Commission serves as the chief information officer of Indiana. The bill requires the Chief Information Officer to serve as director of the state information security policy group.

Effective Date: July 1, 2004.

Explanation of State Expenditures: (Revised) Information Technology Oversight Commission: This bill requires the Information Technology Oversight Commission (ITOC) to designate an eight-member group to develop a state information security policy. The group will consist of 8 members representing the executive, legislative, and judicial branches of state government. The state's Chief Information Officer will serve as the director of the information security policy group.

The impact of this provision on ITOC will largely depend on the administrative action taken by the Commission.

Other State Agencies: The bill requires each state agency, the legislative branch, and the judicial branch to appoint an employee to serve as the agency's or branch's information security liaison. Each information security liaison is responsible for implementing the security policy within the liaison's branch or agency. It is presumed that any administrative costs associated with this provision would be absorbed within the

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respective workloads of each agency or branch of government.

Depending on the information security policy developed, this provision could also influence the computer hardware and software purchasing decisions of state agencies, the legislative branch, and the judicial branch. The impact of this provision on agency's future technology expenditures is expected to be limited.

#### **Explanation of State Revenues:**

## **Explanation of Local Expenditures:**

## **Explanation of Local Revenues:**

<u>State Agencies Affected:</u> Information Technology Oversight Commission; State agencies; Legislative Branch; Judicial Branch.

## **Local Agencies Affected:**

## **Information Sources:**

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