



GOVERNOR'S OFFICE OF
BUDGET AND PROGRAM PLANNING

Fiscal Note 2027 Biennium

Bill#/Title: **HB0722.01: Provide a retention period for electronic communications after a public employee's employment ends**

Primary Sponsor: Brad Barker Status: As Introduced

☐ Included in the Executive Budget ☒ Needs to be included in HB 2 ☐ Significant Local Gov Impact
☐ Significant Long-Term Impacts ☐ Technical Concerns ☐ Dedicated Revenue Form Attached

FISCAL SUMMARY

	<u>FY 2026</u> <u>Difference</u>	<u>FY 2027</u> <u>Difference</u>	<u>FY 2028</u> <u>Difference</u>	<u>FY 2029</u> <u>Difference</u>
Expenditures				
General Fund (01)	\$169,400	\$163,200	\$0	\$0
Other	\$0	\$0	\$163,200	\$163,200
Revenues				
General Fund (01)	\$0	\$0	\$0	\$0
Other	\$0	\$0	\$163,200	\$163,200
Net Impact	<u>(\$169,400)</u>	<u>(\$163,200)</u>	<u>\$0</u>	<u>\$0</u>
General Fund Balance				

Description of fiscal impact

HB 722 requires storage of an employee's data after the employees have left state government. Additional storage, setup, and support time costs would be incurred by the Department of Administration.

FISCAL ANALYSIS


Assumptions

Department of Administration

1. Retention of former employee records is based on a maximum one-year retention period. If a longer retention period is needed, an alternative solution would need to be found with a higher expected cost.
2. Average offboarding of 4,183 users per year with an average mailbox size of 20 gigabytes in size.
3. Additional storage would be required to add all agencies to the management console for \$126,000.
4. The storage and service will require additional support.
5. The setup and support time would require SITSD professional services hours of 280 hours in year one, and 240 hours in year two.
6. For the 2029 biennium, the department would have the opportunity to build the cost into its proprietary rates.

Fiscal Analysis Table

	FY 2026 Difference	FY 2027 Difference	FY 2028 Difference	FY 2029 Difference
<u>Fiscal Impact</u>				
<u>Expenditures</u>				
Operating Expenses	\$0	\$0	\$0	\$0
Storage Costs	\$126,000	\$126,000	\$126,000	\$126,000
Support Expert Time	\$37,200	\$37,200	\$37,200	\$37,200
Set up Expert Time	\$6,200	\$0	\$0	\$0
TOTAL Expenditures	\$169,400	\$163,200	\$163,200	\$163,200
<u>Funding of Expenditures</u>				
General Fund (01)	\$169,400	\$163,200	\$0	\$0
Other	\$0	\$0	\$163,200	\$163,200
TOTAL Funding of Expenditures	\$169,400	\$163,200	\$163,200	\$163,200
<u>Revenues</u>				
Other	\$0	\$0	\$163,200	\$163,200
TOTAL Revenues	\$0	\$0	\$163,200	\$163,200
<u>Net Impact to Fund Balance (Revenue minus Funding of Expenditures)</u>				
General Fund (01)	(\$169,400)	(\$163,200)	\$0	\$0
Other	\$0	\$0	\$0	\$0



Sponsor's Initials

20250303
Date



Budget Director's Initials

3/3/2025
Date