Scott Danigole February 22, 2021 471-0055

## LB 370

## Revision: 00 FISCAL NOTE LEGISLATIVE FISCAL ANALYST ESTIMATE

ESTIMATE OF FISCAL IMPACT – STATE AGENCIES (See narrative for political subdivision estimates)						
		FY 2021-22		FY 2022-23		
		EXPENDITURES	REVENUE	EXPENDITURES	REVENUE	
GENEF	RAL FUNDS					
CA	SH FUNDS	\$274,000		\$10,300		
FEDEF	RAL FUNDS					
OTH	IER FUNDS					
TOT	TAL FUNDS	\$274,000		\$10,300		

Any Fiscal Notes received from state agencies and political subdivisions are attached following the Legislative Fiscal Analyst Estimate.

LB 370 is the Personal Privacy Protection Act.

Section 2 provides definitions for the Act.

Section 3 prohibits public agencies from requiring any individual or nonprofit organization from providing personal information or compelling the release of personal information. If in possession of personal information, each public agency is prohibited from releasing, publicizing, or publicly disclosing such information. Subsections 2 and 3 provide for exemptions from certain disclosures.

Section 5 provides an operative date of January 1, 2022.

The Secretary of State identifies that the language of LB 370 appears to require redaction of board and officer information on many of the state's public filings related to nonprofit organizations. Under this assumption, the Secretary of State's system vendor estimates a cost of \$150,000 to export existing data, make appropriate redactions, and re import the data. In addition, a one-time cost of \$120,000 is estimated to implement an ongoing automated redaction process. Ongoing costs to maintain the modified system and additional processing fees from the OCIO are estimated to be \$10,300 per year. There is no basis to disagree with these estimates.

ADMINISTRATIVE SERVICES STATE BUDGET DIVISION: REVIEW OF AGENCY & POLT. SUB. RESPONSE					
LB: 370	AM:	AGENCY/POLT. SUB: Nebraska Secretary of State			
REVIEWED BY	Lucas Martin	DATE: 02/23/2021	PHONE: (402) 471-4181		
COMMENTS: No basis to disagree with the Secretary of State's assessment of fiscal impact.					

## ADMINISTRATIVE SERVICES STATE BUDGET DIVISION: REVIEW OF AGENCY & POLT. SUB. RESPONSE LB: 370 AM: AGENCY/POLT. SUB: Nebraska Department of Administrative Services REVIEWED BY: Lucas Martin DATE: 01/25/2021 PHONE: (402) 471-4181 COMMENTS: No basis to disagree with the Department of Administrative Services' assessment of no fiscal impact.

Please complete <u>ALL</u> (5) blanks in the first three lines.

<b>LB</b> <sup>(1)</sup> 370				FISCAL NOTE		
State Agency OR Political Subdivision Name: <sup>(2)</sup> Prepared by: <sup>(3)</sup> Joan Arnold		Secretary of State				
		Date Prepared: <sup>(4)</sup>	2/12/2021 Phone: (5	0 402-471-2384		
	ESTIMATE PROVID	DED BY STATE AGEN(	CY OR POLITICAL SUBDIVIS	ION		
	FY	<u>2021-22</u>	<u>FY 202</u>	FY 2022-23		
	EXPENDITURES	<u>REVENUE</u>	<b>EXPENDITURES</b>	<u>REVENUE</u>		
GENERAL FUNDS						
CASH FUNDS \$274,000			\$10,300			
FEDERAL FUNDS						
OTHER FUNDS						
TOTAL FUNDS	\$274,000		\$10,300			

**Explanation of Estimate:** 

The language in LB370 prevents public disclosure of personal information of people associated with a nonprofit organization, with some exclusions. Personal information includes "data that directly or indirectly identifies a person as a member, supporter, or volunteer of, or donor of financial or nonfinancial support to, any nonprofit organization..." Without a specific exclusion, this legislation would appear to require redaction of board and officer information on many of our office's public filings related to nonprofit organizations. Our system vendor estimates that it would cost \$150,000 to export, redact, and re-import over 700,000 pages that are likely to contain "personal information". Additionally, our system vendor estimates a one-time \$120,000 cost to implement an ongoing automated redaction process for documents that continue to be filed with our office, plus \$6,300 annually for ongoing maintenance of that process. We also expect needing additional virtual server processing, which is estimated at \$4,000 per year ongoing in OCIO fees.

BREAK	DOWN BY MA.	JOR OBJECTS O	F EXPENDITURE	
Personal Services:				
POSITION TITLE	NUMBER OF POSITIONS           21-22         22-23		2021-22 <u>EXPENDITURES</u>	2022-23 <u>EXPENDITURES</u>
Benefits	· · · · · · · · · · · · · · · · · · ·			
Operating			\$274,000	\$10,300
Travel				
Capital outlay				
Aid				
Capital improvements				
TOTAL			\$274,000	\$10,300

Please complete <u>ALL</u> (5) blanks in the first three lines.

LB <sup>(1)</sup> 370				FISCAL NOTE		
State Agency OR P	olitical Subdivision Name: <sup>(2)</sup>	Department of Administrative Services (DAS)				
Prepared by: (3)	Jennifer Sommars-Link	Date Prepared: <sup>(4)</sup>	1-15-2021 Phone: (5)	402-471-1405		
	ESTIMATE PROVII	DED BY STATE AGENO	Y OR POLITICAL SUBDIVISI	ON		
F		<u>2021-22</u>	FY 202	2-23		
	EXPENDITURES		EXPENDITURES	REVENUE		
GENERAL FUNI	DS					
CASH FUNDS						
FEDERAL FUNI REVOLVING FUNDS	DS					
TOTAL FUNDS						

**Explanation of Estimate:** 

LB 370 would prohibit the State from: (1) requiring or compelling an individual to release records or data that identifies the a person as a member, supporter, volunteer, or donor to a nonprofit organization ("personal information"); (2) requiring or compelling any non-profit to provide, release, publicize or disclose personal information, (3) releasing any personal information in the State's possession, and (4) requiring or requesting a current or prospective contractor to provide a list of non-profit corporations which the contractor has provided financial or nonfinancial support.

There is no fiscal impact to DAS.

## BREAKDOWN BY MAJOR OBJECTS OF EXPENDITURE

Personal Services:				
	NUMBER OF POSITIONS		2021-22	2022-23
POSITION TITLE	21-22	21-23	<b>EXPENDITURES</b>	<b>EXPENDITURES</b>
	·		,	
	. <u></u>			
Benefits				
Operating				
Travel				
Capital outlay				
Aid				
Capital improvements				
TOTAL				