

**LEGISLATIVE FISCAL OFFICE**

**Fiscal Note**



Fiscal Note On: **SB 149** SLS 13RS 457  
 Bill Text Version: **ENGROSSED**  
 Opp. Chamb. Action: **w/ HSE COMM AMD**  
 Proposed Amd.:  
 Sub. Bill For.:

<b>Date:</b> May 15, 2013 6:00 AM	<b>Author:</b> PERRY
<b>Dept./Agy.:</b>	<b>Analyst:</b> Travis McIlwain
<b>Subject:</b> Certification of electronic records	

FEES/LICENSES/PERMITS EG1 SEE FISC NOTE GF EX See Note Page 1 of 1  
 Provides for online certification of certain electronic records. (8/1/13)

Proposed bill provides that when a governmental agency offers online applications through the internet for any license or permit, and the license or permit requires a sworn application, the governmental agency may accept an online certification from the applicant in lieu of the sworn application. Proposed bill provides that the online certification shall require the applicant to certify that all the information the applicant submits via the online application shall be true and correct. Proposed bill provides that use by a governmental agency of any online certification provisions included in a nationwide online licensing system shall be permissible. Proposed bill provides for a governmental agency that elects to accept online applications through the internet and thus accepting an online certification in lieu of a sworn application, shall promulgate rules and regulations in accordance with R.S. 9:2619 and the Administrative Procedure Act. R.S. 9:2619 provides for the commissioner of administration to encourage and promote consistency and interoperability with similar requirements adopted by other governmental agencies of the state. Effective upon the governor's signature.

<b>EXPENDITURES</b>	<b>2013-14</b>	<b>2014-15</b>	<b>2015-16</b>	<b>2016-17</b>	<b>2017-18</b>	<b>5 -YEAR TOTAL</b>
State Gen. Fd.	SEE BELOW					
Agy. Self-Gen.	\$0	\$0	\$0	\$0	\$0	<b>\$0</b>
Ded./Other	\$0	\$0	\$0	\$0	\$0	<b>\$0</b>
Federal Funds	\$0	\$0	\$0	\$0	\$0	<b>\$0</b>
Local Funds	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u><b>\$0</b></u>
<b>Annual Total</b>						
<b>REVENUES</b>	<b>2013-14</b>	<b>2014-15</b>	<b>2015-16</b>	<b>2016-17</b>	<b>2017-18</b>	<b>5 -YEAR TOTAL</b>
State Gen. Fd.	\$0	\$0	\$0	\$0	\$0	<b>\$0</b>
Agy. Self-Gen.	\$0	\$0	\$0	\$0	\$0	<b>\$0</b>
Ded./Other	\$0	\$0	\$0	\$0	\$0	<b>\$0</b>
Federal Funds	\$0	\$0	\$0	\$0	\$0	<b>\$0</b>
Local Funds	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u><b>\$0</b></u>
<b>Annual Total</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>

**EXPENDITURE EXPLANATION**

The proposed legislation could result in an indeterminable increase in state government expenditures. This bill provides for state agencies that offer online applications for licenses or permits and that license or permit requires a sworn application, may accept an online certification from the applicant in lieu of the sworn application. To the extent a state agency were to include this with any existing online services, there will likely be some information system application costs. The LFO is unable to ascertain what those specific information system costs would be.

For **illustrative purposes**, based upon information provided by the Office of Information Technology (OIT), the actual cost will likely vary depending upon the complexity of the system, the actual requirements of the system outlined within the administrative rules and the vendor's billing rates. Typical billing rates for a vendor to complete this type of project average approximately \$150 per hour.

Current existing systems in place that require a sworn application include: State Fire Marshal System, Video Gaming Online Application System, Concealed Handgun Online Application System. According to Public Safety, all will include some form of certification process for licensing and permits. These Public Safety applications were awarded as a complete project, which included this functionality and not as a stand alone. However, according to one of its vendors such a function could cost from \$7,000 to \$10,000 per application. This estimate will ultimately depend upon the complexity of the application.

For purposes of simplicity, the potential impact of this legislation is reflected above as SGF but may ultimately impact all means-of-finance depending upon a state agency's sources of revenue.

**REVENUE EXPLANATION**

There is no anticipated direct material effect on governmental revenues as a result of this measure.

<u>Senate</u>	<u>Dual Referral Rules</u>	<u>House</u>
<input type="checkbox"/> 13.5.1 >= \$100,000 Annual Fiscal Cost {S&H}	<input type="checkbox"/> 6.8(F) >= \$500,000 Annual Fiscal Cost {S}	
<input type="checkbox"/> 13.5.2 >= \$500,000 Annual Tax or Fee Change {S&H}	<input type="checkbox"/> 6.8(G) >= \$500,000 Tax or Fee Increase or a Net Fee Decrease {S}	

*Evan Brasseaux*  
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