



HOUSE COMMITTEE ON APPROPRIATIONS

FISCAL NOTE

HOUSE BILL NO. 1139

PRINTER'S NO. 1773

PRIME SPONSOR: **Kenyatta**

COST / (SAVINGS)

FUND	FY 2022/23	FY 2023/24
General Fund	\$0	\$166,000

SUMMARY:

Creates the Cybersecurity Coordination Board within the Office of Administration.

ANALYSIS:

The bill creates a new Cybersecurity Coordination Board within the Office of Administration. The board's membership consists of 19 members, including agency heads, row officers, legislative appointees, representatives from organizations representing different levels of local government, and cybersecurity subject matter experts from private industry appointed by the governor. Federal agencies would be invited to send designees as advisory members to the board.

The board would hire an executive director, who would help manage the work of the board and prepare required reports. The Office of Administration would provide staff, office equipment and other support to the board.

The board would meet at least quarterly during the year to review and assess cybersecurity, including risks, protective measures, laws, regulations, governances, technologies, standards and best practices that affect federal, state, count and local government, international government, businesses and other entities. The board is prohibited from meeting using videoconferencing technology, although it may use teleconferencing.

The board would expire four years after the effective date, and the bill would take effect in 60 days.

FISCAL IMPACT:

The bill requires that the Cybersecurity Coordination Board appoint an executive director, with compensation subject to approval by the executive board of the commonwealth.

The Cybersecurity Coordination Board is similar to the State Geospatial Coordinating Board, which has an executive director and is housed under the Office of Administration. That position is classified as an Information Technology Executive 2, which has a starting salary of about \$92,000. Assuming a starting salary within that pay range for a similar position and using the benefit factor assumed within the executive budget for the Office of Administration, the additional position could cost approximately \$156,000 per year. The Office of Administration should be able to provide other support staff, office space and equipment from available resources of the agency.

A second source of potential costs is reimbursements for expenses of the board. Most of the members of the board are state officials, and their respective agencies would cover reimbursements. For the 8 members who are from outside groups or the private sector, assuming overnight travel for four quarterly meetings and standard IRS reimbursements for mileage, lodging and subsistence, expense reimbursements would be less than \$10,000 per year. This estimate could be on the high end if some of the external board members were based in the Harrisburg area and would not need reimbursed for their travel.

The bill requires the Office of Administration to obtain the services of cybersecurity subject matter experts to assist the board and the executive director in carrying out their duties. OA may provide these resources from its own experts on staff for the commonwealth; however, if external consultants or experts are needed, this could be another source of potential cost.

PREPARED BY: Eric Dice
House Appropriations Committee (D)

DATE: June 28, 2023

Estimates are calculated using the best information available. Actual costs and revenue impact incurred may vary from estimates.