



March 7, 2022

**SUMMARY OF BILL AS AMENDED (014998):** Requires the State Treasurer to develop, implement, and administer a centralized information system for the reporting of dangerous conditions and repairs on highways maintained by the state, in conjunction with the Department of Transportation (TDOT). The centralized information system can be either a new system or a modification of an existing system.

**ESTIMATED FISCAL IMPACT OF BILL AS AMENDED:**

**Increase State Expenditures –**

**\$550,000/FY22-23/Risk Management Fund**

**\$95,000/FY23-24 and Subsequent Years/Risk Management Fund**

Assumptions for the bill as amended:

- Based on information provided by Treasury, existing vendors will be utilized to manage claims filed and to develop the centralized information system.
- Based on information provided by Treasury, the total one-time increase in state expenditures from the Risk Management Fund for the centralized information system in FY22-23 is estimated to be \$550,000, consisting of:
  - \$500,000 for the development and implementation of the centralized information system by an external vendor;
  - \$50,000 for an external third-party administrator.
- The recurring increase in state expenditures from the Risk Management Fund for the administration of the centralized information system is estimated to total \$95,000, in FY23-24 and subsequent years, consisting of:
  - \$75,000 for annual maintenance support; and
  - \$20,000 for licenses for end users at TDOT.
- TDOT is expected to absorb responsibilities related to implementing and administering the centralized information system utilizing existing staff and resources.

**CERTIFICATION:**

The information contained herein is true and correct to the best of my knowledge.

A handwritten signature in black ink that reads "Krista Lee Carsner". The signature is written in a cursive, flowing style.

Krista Lee Carsner, Executive Director

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