

**ASSEMBLY BILL**

**No. 1514**

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**Introduced by Committee on Insurance**

March 5, 2015

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An act to amend Sections 2614, 4902, and 4903 of the Unemployment Insurance Code, relating to unemployment insurance.

LEGISLATIVE COUNSEL'S DIGEST

AB 1514, as introduced, Committee on Insurance. Employment Development Department: reports.

Existing law requires the Director of Employment Development to report to the Legislature by June 30 of each year on the Employment Development Department's fraud deterrence and detection activities.

This bill would instead require the report to be made to specified committees of the Legislature.

Existing law requires the director to prepare and report to specified committees of the Legislature and the State Office of Information Technology on the department's automation plans, including recommendations on improvements and long-term goals and strategies. Existing law requires the report to provide a strategic information plan.

This bill would revise what committees are to receive the report, as specified, and replace references to the State Office of Information Technology with the California Department of Technology.

Vote: majority. Appropriation: no. Fiscal committee: yes. State-mandated local program: no.

*The people of the State of California do enact as follows:*

1 SECTION 1. Section 2614 of the Unemployment Insurance  
2 Code is amended to read:

3 2614. The director shall report to the ~~Legislature Assembly~~  
4 *Committee on Insurance, Assembly Committee on Labor and*  
5 *Employment, and the Senate Committee on Labor and Industrial*  
6 *Relations* by June 30 of each year on the department’s fraud  
7 deterrence and detection activities.

8 SEC. 2. Section 4902 of the Unemployment Insurance Code  
9 is amended to read:

10 4902. The report, required by Section 4901, shall be transmitted  
11 to the Legislative Analyst, the Assembly Committees on Insurance,  
12 ~~Consumer Protection, Governmental Efficiency, and Economic~~  
13 ~~Development, Labor and Employment, and Ways and Means,~~  
14 *Budget*, the Senate Committees on Industrial Relations and Budget  
15 and Fiscal Review, the Department of Finance, and the Governor,  
16 on or before February 1 of each even-numbered year. The report  
17 shall do all of the following:

18 (a) Provide a strategic information *technology* plan that describes  
19 the long-term goals and strategies which shall be undertaken by  
20 the department to create an information technology environment  
21 that will not only support the achievement of the department’s  
22 strategic business mission and goals but set the foundation for  
23 using information technology to make substantial and sustainable  
24 improvements in how it conducts business. The plan shall cover  
25 a 10-year planning horizon and include the department’s  
26 information vision, its information management principles, and  
27 long-term goals and strategies for achieving its information vision.

28 (b) Provide a tactical information plan of specific automation  
29 and infrastructure projects to be undertaken within three years of  
30 the date of the report. The plan shall include project description  
31 and scope, consistency with the strategic information plan,  
32 relationship to other projects, priority of development, estimated  
33 project costs and benefits, and improvements in services. For  
34 automation projects, it shall also provide reductions in personnel  
35 and operating costs, and identification of how personnel and cost  
36 savings will be used, transferred, or otherwise accounted for.

37 (c) Not necessarily be in addition to or replace any reports now  
38 submitted by the director to the ~~State Office of Information~~

1 ~~Technology in the Department of Finance.~~ *California Department*  
2 *of Technology.*

3 SEC. 3. Section 4903 of the Unemployment Insurance Code  
4 is amended to read:

5 4903. (a) Thirty days prior to the release of the report identified  
6 in Section 4901, the director shall submit it to the ~~Office of~~  
7 ~~Information Technology in the Department of Finance,~~ *California*  
8 *Department of Technology*, which shall review and comment on  
9 it. These comments shall be attached to the report by the director  
10 and distributed with the report.

11 (b) When commenting on the report, the ~~Office of Information~~  
12 ~~Technology~~ *California Department of Technology* shall include,  
13 but not be limited to, an assessment of whether:

14 (1) The requirements for the report have been met.

15 (2) The strategic plan is consistent with the formal strategic plan  
16 submitted separately to the ~~Office of Information Technology.~~  
17 *California Department of Technology.*

18 (3) The costs and benefits identified in the report are consistent  
19 with the projects previously submitted for approval or contained  
20 in the Information Management Annual Plans.