# ASSEMBLY BILL                                     No. 2329

## Introduced by Assembly Member Olsen

### February 24, 2012

An act to repeal Section 14995 of the Government Code, relating to state government.

AB 2329, as introduced, Olsen. Electronic Funds Transfer Task Force.

Existing law establishes the Electronic Funds Transfer Task Force to study and report to the Legislature a plan for development and implementation of a new payment dispersal system utilizing electronic funds transfer technology.

This bill would repeal this provision.

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 14995 of the Government Code is
2   repealed.
3     14995.   (a)  The Electronic Funds Transfer Task Force is hereby
4   established in state government.
5     (b)  The Electronic Funds Transfer Task Force shall consist of
6   one representative from each of the following agencies, boards,
7   departments, and offices, appointed by the corresponding agency,
8   board, department, or office head, as follows:
9     (1)  State Board of Equalization.
10    (2)  Franchise Tax Board.

1 (3) Employment Development Department.
2 (4) Treasurer.
3 (5) Controller.
4 (6) Department of Finance.
5 (7) Department of General Services.
6 (8) Office of Technology Services.
7 (c) The Electronic Funds Transfer Task Force shall study and
8 report to the Legislature, on or before April 1, 2008, a plan for the
9 development and implementation of a payment disbursal system
10 utilizing electronic funds transfer technology. The plan shall
11 include, but not be limited to, all of the following:
12 (1) An examination of all payments disbursed by the state and
13 the methods currently used to transfer these funds.
14 (2) A recommendation on which payments should be included
15 in a new electronic payment disbursal system.
16 (3) An examination of the cost of developing and utilizing a
17 comprehensive electronic payment disbursal system, including,
18 but not limited to, all of the following:
19 (A) Costs and savings related to float time.
20 (B) Costs and savings related to transaction process time.
21 (C) Costs and savings related to paperless transactions.
22 (D) Costs and savings related to system development and
23 implementation of a new electronic payment disbursal system.
24 (E) Costs and savings related to administration of a new
25 electronic payment disbursal system.
26 (4) A recommendation on how a comprehensive electronic
27 payment disbursal system should be developed, including, but not
28 limited to, recommendations on whether the state should contract
29 for private administration of an electronic payment disbursal
30 system, develop a system within state government, or use any other
31 means available.
32 (5) An examination of the costs and benefits of using a
33 user-friendly, single online portal interface for the disbursal of
34 funds through an electronic payment disbursal system.
35 (6) A recommendation on which state agencies, boards, and
36 departments should be required to use the electronic payment
37 disbursal system for payment of funds, and what, if any, exceptions
38 should be provided for these agencies, boards, and departments.

1    (7) An examination of and recommendation on incorporating
2  the disbursal of funds for localities into the electronic payment
3  system.
4    (8) An examination of and recommendation on the system's
5  flexibility for future expansion of services.
6    (9) An examination of and recommendation on incorporating
7  electronic payment cards, or similar products, into the electronic
8  payment disbursal system. This shall include, but not be limited
9  to, the costs and savings of using electronic payment cards for
10 social services and unbanked customers.
11   (10) An examination of and recommendation on incorporating
12 electronic check conversion into the electronic disbursal system.
13   (11) A recommendation on the timely development of the
14 electronic payment disbursal system.

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