

**DEPARTMENT OF INFORMATION SYSTEMS (470)
2009-11 BIENNIUM - EXECUTIVE RECOMMENDATION**

I) AGENCY SUMMARY & REVENUE SOURCES

MISSION

The Department of Information Systems (DIS) is responsible for providing information technology services to state government. Services include a centralized data processing service, a state wide telephone network, technical guidance and IT planning for the acquisition of related hardware, software and training, and integration with the state architecture, procurement services and other services for agency and community connectivity.

TOTAL BIENNIAL BUDGET

The total budget for the Department of Information Systems is \$125,094,328 the first year and \$125,391,695 the second year.

FUNDING SOURCE

The budget for the Department of Information Systems is funded with revenue generated through 97% non-revenue receipts/service contracts with state agencies, >1% trust funds and 2% general revenue.

II) CHANGES/APPROPRIATIONS

1. The Operations appropriation, funded with non-revenue receipts for \$101,594,328 the first year and \$101,891,695 the second year has:

a. \$1.0M Reallocation of resources from operating expenses line item to capitol outlay to obtain required hardware and software to meet client requirements.

b. Increase of \$22.5M each FY in appropriation only in the telecommunications/technology delivery line item due to increases in vendor charges and increased services provided to the Department's customers.

c. Transfer of Administrator position to Department of Finance and Administration (DFA) to allow for more efficient/effective management by DFA, and transfer of 4 positions from the Security & Compliance monitoring appropriation to the Operations appropriation.

d. \$3.5M increase in appropriation in capitol outlay line item to continue purchasing and updating items such as routers, computers, services & security hardware.

3. Discontinuation of the Spyware Monitoring appropriation

4. Transfer of the Geographic Information System appropriation, funded with general revenue of \$599,287 the first year and \$608,929 and 5 positions, to a new agency - Office of Geographic Information Services.

5. Transfer of the Flood Map Federal appropriation of \$122,500 each fiscal year to a new agency - Office of Geographic Information Services.

6. Transfer of Geostor and Framework appropriation, funded with trust funds for \$250,000 each fiscal year to a new agency - Office of Geographic Information Services.

7. Transfer of Security and Compliance Monitoring appropriation, and 4 positions to the Department's operations appropriation **without general revenue support.**

III) ADDITIONAL POSITIONS

Total positions for FY 2007-2009: 263

Total positions for FY 2009-2011: 257

Increase/ (Decrease): (6)

IV) SPECIAL LANGUAGE

1. Carry forward provision for any unexpended appropriation from the Telecommunications/Technology Delivery function **deleted**.

2. Carry forward provision allowing the carry forward of the balance of appropriation in "Unanticipated Services" and "Equipment Acquisitions" from FY 2010 to FY 2011 **deleted**.

3. Reporting Requirements: The Chief Fiscal Officer of the State must file a report with the Arkansas Legislative Council (ALC) summarizing the receipts and expenditures made from the "Unanticipated Services" appropriation.

4. Contingency Restrictions: Director can request a transfer of the additional appropriation provided by Unanticipated services to another appropriation within the Department. The transfer is not to exceed the appropriation provided by Unanticipated Services, a written report to the Governor must be submitted requesting the transfer and justification for the circumstances that necessitate such appropriation. The Governor, after prior review of the Joint Committee on Advanced Communications and Information Technology, can approve or modify the request. The request must be treated as a new request in the DIS budget each biennium.

5. Quarterly reporting requirements to JACIT subcommittee of Legislative Council and Joint Budget Committee, and ECIO regarding the status of information technology responsibilities in state government.

6. Compliance with state and federal regulations - Director of DIS shall adjust billing rates to be federally compliant notwithstanding the provisions of §25-4-105 and §25-4-119; or funds sufficient to affect compliance shall be provided to the Department from General or Special Revenues or such other fund sources as may become available with review by Legislative Council.

b. Director of DIS shall have authority to transfer funds between the Information Technology Reserve Fund and Department of Information Systems Revolving Fund to cover cash shortfalls.