

Department Appropriation Summary

Historical Data

Agency Request and Executive/Legislative Recommendation

Appropriation	2011-2012		2012-2013		2012-2013		2013-2014						2014-2015						
	Actual	Pos	Budget	Pos	Authorized	Pos	Agency	Pos	Executive	Pos	Legislative	Pos	Agency	Pos	Executive	Pos	Legislative	Pos	
288 Unanticipated Services	0	0	0	0	20,000,000	0	20,000,000	0	20,000,000	0	20,000,000	0	20,000,000	0	20,000,000	0	20,000,000	0	
2QX Information Systems-Operations	75,735,953	253	97,000,000	257	102,837,504	257	102,249,264	257	98,011,094	257	98,011,094	257	102,260,030	257	98,021,861	257	98,021,861	257	
2QY Equipment Acquisition	1,777,616	0	399,500	0	3,500,000	0	3,500,000	0	3,500,000	0	3,500,000	0	3,500,000	0	3,500,000	0	3,500,000	0	
NOT REQUESTED FOR THE BIENNIUM																			
81Z ARRA	1,341,594	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	
Total	78,855,163	253	97,399,500	257	126,337,504	257	125,749,264	257	121,511,094	257	121,511,094	257	125,760,030	257	121,521,861	257	121,521,861	257	

Funding Sources		%		%		%		%		%		%		%		%	
Fund Balance	4000005	12,087,028	14.2	6,108,261	5.6	12,508,761	9.0	12,508,761	9.0	12,508,761	9.0	12,956,665	9.3	17,194,835	12.0	17,194,835	12.0
Non-Revenue Receipts	4000040	71,521,842	84.2	103,800,000	94.4	126,197,168	91.0	126,197,168	91.0	126,197,168	91.0	125,997,168	90.7	125,997,168	88.0	125,997,168	88.0
Federal Funds-ARRA	4000244	1,341,594	1.6	0	0.0	0	0.0	0	0.0	0	0.0	0	0.0	0	0.0	0	0.0
Information Tech Reserve	4000295	0	0.0	258,716	0.2	3,500,000	2.5	3,500,000	2.5	3,500,000	2.5	3,500,000	2.5	3,500,000	2.4	3,500,000	2.4
Miscellaneous Adjustments	4000345	12,960	0.0	0	0.0	0	0.0	0	0.0	0	0.0	0	0.0	0	0.0	0	0.0
Transfer to Info Tech Reserve	4000645	0	0.0	(258,716)	(0.2)	(3,500,000)	(2.5)	(3,500,000)	(2.5)	(3,500,000)	(2.5)	(3,500,000)	(2.5)	(3,500,000)	(2.4)	(3,500,000)	(2.4)
Total Funds		84,963,424	100.0	109,908,261	100.0	138,705,929	100.0	138,705,929	100.0	138,705,929	100.0	138,953,833	100.0	143,192,003	100.0	143,192,003	100.0
Excess Appropriation/(Funding)		(6,108,261)		(12,508,761)		(12,956,665)		(17,194,835)		(17,194,835)		(13,193,803)		(21,670,142)		(21,670,142)	
Grand Total		78,855,163		97,399,500		125,749,264		121,511,094		121,511,094		125,760,030		121,521,861		121,521,861	

Analysis of Budget Request

Appropriation: 288 - Unanticipated Services

Funding Sources: MHC - Department of Information Systems Revolving Fund

This appropriation was established for the Department of Information Systems for the provision of unanticipated services to State Agencies, unusual growth in applications, or uncontrollable increases in payments to public utilities necessary for the continuous provision of services. Special language authorizes an appropriation transfer, upon approval of the Governor and prior review by the Joint Committee on Advanced Communications and Information Technology, to appropriation 2QX-Operations.

The Agency requests continuation of this appropriation at \$20,000,000 each year of the biennium.

The Executive Recommendation provides for the Agency Request.

The Legislative Recommendation concurs with the Executive Recommendation.

Appropriation Summary

Appropriation: 288 - Unanticipated Services

Funding Sources: MHC - Department of Information Systems Revolving Fund

Commitment Item	2011-2012	2012-2013	2012-2013	2013-2014			2014-2015		
	Actual	Budget	Authorized	Agency	Executive	Legislative	Agency	Executive	Legislative
Contingency - Telecommunications/75130018	0	0	20,000,000	20,000,000	20,000,000	20,000,000	20,000,000	20,000,000	20,000,000
Total	0	0	20,000,000	20,000,000	20,000,000	20,000,000	20,000,000	20,000,000	20,000,000

Funding Sources									
Non-Revenue Receipts	4000040	0	0		20,000,000	20,000,000	20,000,000	20,000,000	20,000,000
Total Funding		0	0		20,000,000	20,000,000	20,000,000	20,000,000	20,000,000
Excess Appropriation/(Funding)		0	0		0	0	0	0	0
Grand Total		0	0		20,000,000	20,000,000	20,000,000	20,000,000	20,000,000

Analysis of Budget Request

Appropriation: 2QX - Information Systems-Operations

Funding Sources: MHC - Department of Information Systems Revolving Fund

The Department of Information Systems (DIS) provides information technology services to state government and includes a centralized service bureau; a statewide network backbone for data, voice and video; technical guidance and planning for integration with the state architecture; procurement services; and other services for agency and community connectivity. This appropriation is funded by non-revenue receipts derived from services provided to various agencies of the federal, state, city, and county governments. In the event of unforeseen conditions, the agency may request appropriation transfer from Appropriation 288 - Unanticipated Services; after approval of the Governor and prior review by the Joint Committee on Advanced Communications and Information Technology.

Base Level Regular Salaries and Personal Services Matching includes Career Service payments for eligible employees. Personal Services Matching also includes a \$20 increase in the monthly contribution for State employee's health insurance for a total State match per budgeted employee of \$410 per month. Base Level salaries and matching do not include appropriation for a Cost of Living Adjustment or Merit Pay increases. The Base Level salary of unclassified positions reflect the FY13 line item maximum.

The agency requests change levels of \$9,626,156 for FY14 and FY15. The agency requests an increase in:

- Capital Outlay of \$4,500,000 for restoration or replacement of the Data Center cooling system, replacement of the 33 year old raised floor, and upgrade or replacement of the existing generator with a multi-generator configuration.
 - The agency estimates \$2.7 million for the cooling system. This will be used to replace piping and chilled water systems that provide required climate controls;
 - estimated cost of the new raised floor is \$500,000, and be replaced at the same time as the cooling system.
 - The estimated cost of the multi-generator configuration is \$1.3 million. This will ensure operation of the Data Center in an emergency. The current single generator is near load capacity and may not be able to supply adequate power to the Data Center in the event of a power outage. This project is listed on pages 56 and 58 of the agency's state IT plan.
- Telecommunications/Technology Delivery line item of \$5,126,156 to restore the appropriation. This line item is used for E-Rate reimbursement and delivery of goods and services requested by the agency's customers. This increase to restore the appropriation will ensure sufficient appropriation to provide design and management services for the state's core information technology infrastructures.

The Executive Recommendation provides for Base Level, with the addition of the requested increase in the Telecommunications/Technology Delivery line item.

The Legislative Recommendation concurs with the Executive Recommendation.

Appropriation Summary

Appropriation: 2QX - Information Systems-Operations
Funding Sources: MHC - Department of Information Systems Revolving Fund

Commitment Item		2011-2012	2012-2013	2012-2013	2013-2014			2014-2015		
		Actual	Budget	Authorized	Agency	Executive	Legislative	Agency	Executive	Legislative
Regular Salaries	5010000	15,492,904	15,541,995	16,381,745	15,585,430	15,800,353	15,800,353	15,593,830	15,808,753	15,808,753
#Positions		253	257	257	257	257	257	257	257	257
Extra Help	5010001	120,038	164,000	164,000	164,000	164,000	164,000	164,000	164,000	164,000
#Extra Help		16	18	18	18	18	18	18	18	18
Personal Services Matching	5010003	4,326,296	4,630,640	4,502,238	4,710,313	4,757,220	4,757,220	4,712,679	4,759,587	4,759,587
Overtime	5010006	2,762	66,000	66,000	66,000	66,000	66,000	66,000	66,000	66,000
Operating Expenses	5020002	6,063,727	9,519,905	9,519,905	9,519,905	9,519,905	9,519,905	9,519,905	9,519,905	9,519,905
Conference & Travel Expenses	5050009	96,859	214,321	214,321	214,321	214,321	214,321	214,321	214,321	214,321
Professional Fees	5060010	82,017	631,500	631,500	631,500	631,500	631,500	631,500	631,500	631,500
Data Processing	5090012	0	0	0	0	0	0	0	0	0
Capital Outlay	5120011	1,028,485	4,500,000	4,500,000	4,500,000	0	0	4,500,000	0	0
Data Processing Services	5900044	6,163,092	8,406,866	8,406,866	8,406,866	8,406,866	8,406,866	8,406,866	8,406,866	8,406,866
Telecommunication/Technology Deliv	5900046	42,359,773	53,324,773	58,450,929	58,450,929	58,450,929	58,450,929	58,450,929	58,450,929	58,450,929
Total		75,735,953	97,000,000	102,837,504	102,249,264	98,011,094	98,011,094	102,260,030	98,021,861	98,021,861

Funding Sources										
Fund Balance	4000005	10,181,588	5,967,477		12,508,761	12,508,761	12,508,761	12,956,665	17,194,835	17,194,835
Non-Revenue Receipts	4000040	71,521,842	103,800,000		106,197,168	106,197,168	106,197,168	105,997,168	105,997,168	105,997,168
Transfer to Info Tech Reserve	4000645	0	(258,716)		(3,500,000)	(3,500,000)	(3,500,000)	(3,500,000)	(3,500,000)	(3,500,000)
Total Funding		81,703,430	109,508,761		115,205,929	115,205,929	115,205,929	115,453,833	119,692,003	119,692,003
Excess Appropriation/(Funding)		(5,967,477)	(12,508,761)		(12,956,665)	(17,194,835)	(17,194,835)	(13,193,803)	(21,670,142)	(21,670,142)
Grand Total		75,735,953	97,000,000		102,249,264	98,011,094	98,011,094	102,260,030	98,021,861	98,021,861

The FY13 Budget amount in Personal Services Matching exceeds the authorized amount due to matching rate adjustments during the 2011-2013 Biennium.

Analysis of Budget Request

Appropriation: 2QY - Equipment Acquisition

Funding Sources: MHD - Department of Information Systems Reserve

The Department of Information Systems utilizes this appropriation for major equipment acquisition or information technology improvements as stated in A.C.A §25-4-122. The agency also uses appropriation authorized through their Operations appropriation (2QX) for purchase of equipment.

The Department is authorized to accumulate a reserve for equipment acquisition in an amount not to exceed the Department's depreciation expense per fiscal year. In addition, the Department is authorized to obtain, from the State Board of Finance, loans from the Budget Stabilization Trust Fund to supplement the reserve if the reserve is insufficient to handle the total cost of required equipment acquisitions. These loans and the reserve for equipment acquisition shall be used exclusively for major equipment acquisitions or information technology improvements required in order to fulfill the requirements for one (1) or more user agencies. The loans from the Budget Stabilization Trust Fund to the Information Technology Reserve Fund shall be repaid within five (5) years from revenues derived from charges to users, and the annual loan repayment amount shall be computed as a part of the total yearly expenses of the Department and shall be charged proportionately to users. The State Board of Finance, after obtaining the Governor's written approval, shall also review and may approve the loans the establish terms of repayment and a rate of interest to be paid by the Department of Information Systems Revolving Fund to the Budget Stabilization Trust Fund, which rate shall be approximately equivalent to the rate of interest the State Board of Finance is receiving on other investments at the time of approving the loan request.

The Agency's Change Level Request of \$3,100,500 for each year of the 2013-2015 Biennium is to restore the appropriation for Equipment Acquisitions & Information Technology Improvements.

The Executive Recommendation provides for the Agency Request.

The Legislative Recommendation concurs with the Executive Recommendation.

Appropriation Summary

Appropriation: 2QY - Equipment Acquisition
Funding Sources: MHD - Department of Information Systems Reserve

Commitment Item	2011-2012	2012-2013	2012-2013	2013-2014			2014-2015		
	Actual	Budget	Authorized	Agency	Executive	Legislative	Agency	Executive	Legislative
Equip Acq's & IT Improvements 5900046	1,777,616	399,500	3,500,000	3,500,000	3,500,000	3,500,000	3,500,000	3,500,000	3,500,000
Total	1,777,616	399,500	3,500,000	3,500,000	3,500,000	3,500,000	3,500,000	3,500,000	3,500,000

Funding Sources									
Fund Balance 4000005	1,905,440	140,784		0	0	0	0	0	0
Information Tech Reserve 4000295	0	258,716		3,500,000	3,500,000	3,500,000	3,500,000	3,500,000	3,500,000
Miscellaneous Adjustments 4000345	12,960	0		0	0	0	0	0	0
Total Funding	1,918,400	399,500		3,500,000	3,500,000	3,500,000	3,500,000	3,500,000	3,500,000
Excess Appropriation/(Funding)	(140,784)	0		0	0	0	0	0	0
Grand Total	1,777,616	399,500		3,500,000	3,500,000	3,500,000	3,500,000	3,500,000	3,500,000

Miscellaneous Adjustments line amount reflects Sales Tax Rebates.