

Department Appropriation Summary

Historical Data

Agency Request and Executive/Legislative Recommendation

Appropriation	2013-2014		2014-2015		2014-2015		2015-2016						2016-2017					
	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	67,715,614	249	97,899,601	259	98,221,861	259	104,636,297	273	98,411,487	201	102,005,171	247	101,750,416	273	95,523,442	201	99,119,190	247
2QY Equipment Acquisition	2,537,717	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	3,500,000	0
F64 Broadband Services	0	0	10,000,000	0	10,000,000	0	10,000,000	0	10,000,000	0	10,000,000	0	10,000,000	0	10,000,000	0	10,000,000	0
Total	70,253,331	249	111,399,601	259	131,721,861	259	138,136,297	273	131,911,487	201	135,505,171	247	135,250,416	273	129,023,442	201	132,619,190	247

Funding Sources		%		%		%		%		%		%		%		%		%
Fund Balance	4000005	8,528,930	10.6	10,555,604	8.7	9,356,003	6.5	9,356,003	6.5	9,356,003	6.5	6,069,706	4.2	12,094,516	8.1	8,500,832	5.9	
General Revenue	4000010	200,000	0.2	200,000	0.2	200,000	0.1	0	0.0	0	0.0	200,000	0.1	0	0.0	0	0.0	
Non-Revenue Receipts	4000040	72,080,005	89.2	100,000,000	82.8	124,650,000	86.4	124,650,000	86.6	124,650,000	86.6	126,750,000	88.6	126,750,000	85.2	126,750,000	87.3	
Cash Fund	4000045	0	0.0	10,000,000	8.3	10,000,000	6.9	10,000,000	6.9	10,000,000	6.9	10,000,000	7.0	10,000,000	6.7	10,000,000	6.9	
Transfer from DIS Revolving	4000520	3,050,000	3.8	2,851,789	2.4	3,500,000	2.4	3,500,000	2.4	3,500,000	2.4	3,500,000	2.4	3,500,000	2.4	3,500,000	2.4	
Transfer to Info Tech Reserve	4000645	(3,050,000)	(3.8)	(2,851,789)	(2.4)	(3,500,000)	(2.4)	(3,500,000)	(2.4)	(3,500,000)	(2.4)	(3,500,000)	(2.4)	(3,500,000)	(2.4)	(3,500,000)	(2.4)	
Total Funds		80,808,935	100.0	120,755,604	100.0	144,206,003	100.0	144,006,003	100.0	144,006,003	100.0	143,019,706	100.0	148,844,516	100.0	145,250,832	100.0	
Excess Appropriation/(Funding)		(10,555,604)		(9,356,003)		(6,069,706)		(12,094,516)		(8,500,832)		(7,769,290)		(19,821,074)		(12,631,642)		
Grand Total		70,253,331		111,399,601		138,136,297		131,911,487		135,505,171		135,250,416		129,023,442		132,619,190		

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	2013-2014	2014-2015	2014-2015	2015-2016			2016-2017		
	Actual	Budget	Authorized	Agency	Executive	Legislative	Agency	Executive	Legislative
Contingency - Reserve 5130018	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	20,000,000
Total Funding	0	0		20,000,000	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	0
Grand Total	0	0		20,000,000	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 include the continuation of the previously authorized 2015 1% Cost of Living Adjustment and Career Service payments for eligible employees. Personal Services Matching also includes a \$10 increase in the monthly contribution for State employee's health insurance for a total State match per budgeted employee of \$420 per month. Base level salaries and matching do not include appropriation for Merit Pay Increases. The Base Level salary of unclassified positions reflects the FY15 line item maximum plus the previously authorized 2015 1% Cost of Living Adjustment.

The agency requests a Change Level increase of \$6,783,027 in FY16 and \$3,887,027 in FY17 as follows:

- Regular Salaries and Personal Services Matching of \$1,055,027 for a new Chief Enterprise Data Architect position and restoration of thirteen (13) Growth Pool positions. The new Chief Enterprise Data Architect will establish a data architecture environment that follows industry standard best practices such as the Data Management Association (DAMA). Current enterprise class projects being implemented would benefit from such data architecture including the Eligibility and Enrollment Framework (EEF) project, and to develop a common system to detect fraud and abuse in state government. The position will be responsible for planning, developing, and executing data security policies and procedures to provide proper authentication, authorization, access, and auditing of data. The Growth Pool positions include one (1) EEF Division Director, two (2) EEF Database Administrators, one (1) EEF Data Specialist, two (2) EEF System Administrators, one (1) EEF State System Administrator, two (2) EEF Security Specialists, three (3) EEF Programmer Analysts, one (1) EEF Program Manager. Additionally, the agency surrendered three (3) positions - one (1) Training Instructor, one (1) Administrative Specialist II, and one (1) State System Specialist for three (3) EEF Senior System Administrators. The positions are for operational support of the EEF project at the Department of Human Services. The Department of Human Services, the Department of Workforce Services, and the Department of Information Systems joined to implement and maintain a new software framework that will support a more efficient eligibility and enrollment process, support and streamline the eligibility process for improved delivery of services. The enterprise approach will automate current processes, reduce processing time, produce consistent results, and increase interoperability and expansion between state government entities.
- Capital Outlay of \$5,728,000 in FY16 and \$2,832,000 in FY17, which include security software updates of \$903,000 for FY16, \$387,000 for FY17; Enterprise Services \$2,150,000 for disk/tape, UNIX operating system and storage for FY16, \$800,000 for FY17;

Enterprise Operations automation and monitoring tools \$500,000 for FY16; capital lease \$675,000 for FY16, \$645,000 for FY17; and \$1,500,000 in FY16 for a replacement generator for the Multi-agency Complex (MAC). The life expectancy is approximately fifteen (15) years; the MAC generator which supports the State Data Center was purchased and installed in 1999. For FY17, \$1,000,000 for the State Data Center - West (SDCW) for additional redundant uninterruptible power supply (UPS). This facility was acquired in September 2013 to house the state's critical technology assets. The SDCW has the capacity to provide backup services for all governmental entities. The current UPS system uses old legacy technology and due to age the agency estimates an 80% energy loss. The new systems will sustain operations in the event of a power loss or outage. These items are included in the agency's IT plan in the IT Support Cost Section.

The Executive Recommendation provides only for the restoration of the Growth Pool positions and Capital Outlay request; and further provides for transfer of twenty-two (22) positions to various state agencies, including seven (7) to the Arkansas State Police for the AWIN program, thirteen (13) positions to the Department of Finance and Administration Management Services Division, and two (2) positions to the Department of Education; a reduction of forty-nine (49) positions; a salary reduction; and various position reclassifications. The Executive Recommendation also provides for Extra Help reduction of nine (9) positions, including reduction in appropriation and Personal Services Matching; and a reduction in Conference and Travel Expenses and a reduction in General Revenue funding.

The Legislative Recommendation concurs with the Executive Recommendation with the exception of the reduction of 49 positions. In addition, the Legislative Recommendation provides for the transfer of positions and appropriation to following agencies:

- Workforce Services- Software Engineer Lead (C128)
- Public Employees Retirement System- State Systems Architect (N907)
- Insurance Department- State Database Administrator (C130)

Appropriation Summary

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

Commitment Item		2013-2014	2014-2015	2014-2015	2015-2016			2016-2017		
		Actual	Budget	Authorized	Agency	Executive	Legislative	Agency	Executive	Legislative
Regular Salaries	5010000	14,402,409	15,620,095	15,939,816	16,353,061	11,702,626	14,448,167	16,360,861	11,709,226	14,455,867
#Positions		249	259	259	273	201	247	273	201	247
Extra Help	5010001	66,929	164,000	164,000	164,000	107,500	107,500	164,000	107,500	107,500
#Extra Help		8	17	18	18	9	9	18	9	9
Personal Services Matching	5010003	4,491,903	4,800,299	4,802,838	5,076,029	3,665,315	4,513,458	5,078,348	3,666,670	4,515,777
Overtime	5010006	4,492	66,000	66,000	66,000	66,000	66,000	66,000	66,000	66,000
Operating Expenses	5020002	7,789,363	9,545,591	9,545,591	9,545,591	9,545,591	9,545,591	9,545,591	9,545,591	9,545,591
Conference & Travel Expenses	5050009	61,671	214,321	214,321	214,321	107,160	107,160	214,321	107,160	107,160
Professional Fees	5060010	102,004	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	0	0	0	5,728,000	5,728,000	5,728,000	2,832,000	2,832,000	2,832,000
Data Processing Services	5900044	8,376,510	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	32,420,333	58,450,929	58,450,929	58,450,929	58,450,929	58,450,929	58,450,929	58,450,929	58,450,929
Total		67,715,614	97,899,601	98,221,861	104,636,297	98,411,487	102,005,171	101,750,416	95,523,442	99,119,190

Funding Sources										
Fund Balance	4000005	8,393,002	9,907,393		9,356,003	9,356,003	9,356,003	6,069,706	12,094,516	8,500,832
General Revenue	4000010	200,000	200,000		200,000	0	0	200,000	0	0
Non-Revenue Receipts	4000040	72,080,005	100,000,000		104,650,000	104,650,000	104,650,000	106,750,000	106,750,000	106,750,000
Transfer to Info Tech Reserve	4000645	(3,050,000)	(2,851,789)		(3,500,000)	(3,500,000)	(3,500,000)	(3,500,000)	(3,500,000)	(3,500,000)
Total Funding		77,623,007	107,255,604		110,706,003	110,506,003	110,506,003	109,519,706	115,344,516	111,750,832
Excess Appropriation/(Funding)		(9,907,393)	(9,356,003)		(6,069,706)	(12,094,516)	(8,500,832)	(7,769,290)	(19,821,074)	(12,631,642)
Grand Total		67,715,614	97,899,601		104,636,297	98,411,487	102,005,171	101,750,416	95,523,442	99,119,190

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.

Agency requests Base Level appropriation for the 2015 - 2017 Biennium.

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	2013-2014	2014-2015	2014-2015	2015-2016			2016-2017		
	Actual	Budget	Authorized	Agency	Executive	Legislative	Agency	Executive	Legislative
Equip Acq's & IT Improvements 5900046	2,537,717	3,500,000	3,500,000	3,500,000	3,500,000	3,500,000	3,500,000	3,500,000	3,500,000
Total	2,537,717	3,500,000	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	135,928	648,211		0	0	0	0	0	0
Transfer from DIS Revolving 4000520	3,050,000	2,851,789		3,500,000	3,500,000	3,500,000	3,500,000	3,500,000	3,500,000
Total Funding	3,185,928	3,500,000		3,500,000	3,500,000	3,500,000	3,500,000	3,500,000	3,500,000
Excess Appropriation/(Funding)	(648,211)	0		0	0	0	0	0	0
Grand Total	2,537,717	3,500,000		3,500,000	3,500,000	3,500,000	3,500,000	3,500,000	3,500,000

Analysis of Budget Request

Appropriation: F64 - Broadband Services

Funding Sources: NIS - DIS Cash in Treasury

This appropriation was established during the 2013 Regular Session. It provides for operating expenses, services, and grants for broadband services and enhancements statewide.

Agency requests Base Level appropriation for the 2015-2017 Biennium.

The Executive Recommendation provides for the Agency Request. Expenditure of this appropriation is contingent upon available funding.

The Legislative Recommendation concurs with the Executive Recommendation.

Appropriation Summary

Appropriation: F64 - Broadband Services

Funding Sources: NIS - DIS Cash in Treasury

Commitment Item	2013-2014	2014-2015	2014-2015	2015-2016			2016-2017		
	Actual	Budget	Authorized	Agency	Executive	Legislative	Agency	Executive	Legislative
Oper. Exp. Enhancements & Grants 5900046	0	10,000,000	10,000,000	10,000,000	10,000,000	10,000,000	10,000,000	10,000,000	10,000,000
Total	0	10,000,000	10,000,000	10,000,000	10,000,000	10,000,000	10,000,000	10,000,000	10,000,000

Funding Sources									
Cash Fund	4000045	0	10,000,000		10,000,000	10,000,000	10,000,000	10,000,000	10,000,000
Total Funding		0	10,000,000		10,000,000	10,000,000	10,000,000	10,000,000	10,000,000
Excess Appropriation/(Funding)		0	0		0	0	0	0	0
Grand Total		0	10,000,000		10,000,000	10,000,000	10,000,000	10,000,000	10,000,000