

TRANSFORMATION & SHARED SERVICES - DIVISION OF INFORMATION SYSTEMS

State Contracts Over \$50,000 Awarded To Minority Owned Businesses Fiscal Year 2020

None

Employment Summary

	Male	Female	Total	%
White Employees	97	29	126	82 %
Black Employees	10	9	19	12 %
Other Racial Minorities	2	7	9	6 %
Total Minorities			28	18 %
Total Employees			154	100 %

Publications

A.C.A. 25-1-201 et seq.

Name	Statutory Authorization	Required for		# of Copies	Reason(s) for Continued Publication and Distribution	Unbound Black & White Copies Produced During the Last Two Years	Cost of Unbound Copies Produced During the Last Two Years
		Governor	General Assembly				
Annual Report of Privacy Activities	§ 25-4-126(c)(5)(A)	Y	Y	20	§ 25-4-126(c)(5)(A)	0	0.00
Quarterly Report to Legislative Council or Joint Budget and Joint Committee on Advanced Communications and Information Technology	§ 25-4-106(b)(1)	Y	Y	60	§ 25-4-106(b)(1)	0	0.00

Department Appropriation Summary

Appropriation	Historical Data						Agency Request and Executive Recommendation							
	2019-2020		2020-2021		2020-2021		2021-2022				2022-2023			
	Actual	Pos	Budget	Pos	Authorized	Pos	Agency	Pos	Executive	Pos	Agency	Pos	Executive	Pos
2QX Information Systems-Operations	74,662,701	180	87,738,091	220	101,813,331	228	116,374,692	220	116,374,692	220	116,383,548	220	116,383,548	220
2QY Equipment Acquisition	627,091	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
Total	75,289,792	180	91,238,091	220	105,313,331	228	119,874,692	220	119,874,692	220	119,883,548	220	119,883,548	220

Funding Sources		%		%		%		%		%		%	
Fund Balance	4000005	24,152,694	26.5	15,838,091	17.4	0	0.0	0	0.0	0	0.0	0	0.0
Non-Revenue Receipts	4000040	66,975,189	73.5	75,400,000	82.6	75,400,000	100.0	75,400,000	100.0	75,400,000	100.0	75,400,000	100.0
Transfer to Info Tech Reserve	4000645	(3,270,262)	(3.6)	(667,091)	(0.7)	(1,000,000)	(1.3)	(1,000,000)	(1.3)	(1,000,000)	(1.3)	(1,000,000)	(1.3)
Transfers / Adjustments	4000683	3,270,262	3.6	667,091	0.7	1,000,000	1.3	1,000,000	1.3	1,000,000	1.3	1,000,000	1.3
Total Funds		91,127,883	100.0	91,238,091	100.0	75,400,000	100.0	75,400,000	100.0	75,400,000	100.0	75,400,000	100.0
Excess Appropriation/(Funding)		(15,838,091)		0		44,474,692		44,474,692		44,483,548		44,483,548	
Grand Total		75,289,792		91,238,091		119,874,692		119,874,692		119,883,548		119,883,548	

Analysis of Budget Request

Appropriation: 2QX - Information Systems-Operations

Funding Sources: MHC - Division of Information Systems Revolving Fund

The Division 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. Act 910 transferred the Department Of Information Systems, now known as Division of Information Systems, to the Department of Transformation & Shared Services.

With the exception of Regular Salaries, Personal Services Matching and Capital Outlay that includes \$3,645,000 due to maintaining the agency's cost-recovery process as required under federal cost-allocation rules, continuing level of appropriation is the FY2021 Authorized.

The Agency is requesting appropriation in the amount of \$116,374,692 in FY22 and \$116,383,548 in FY23.

The Agency Request contains the following changes:

- A net reduction of (\$689,047) in Regular Salaries and (\$201,474) in Personal Services Matching appropriation for FY22 and (\$689,847) in salary and (\$201,658) in matching for FY23 that provides for the following transfers:
 - Transfer of a total of seven (7) positions and associated (\$604,222) in Regular Salaries and (\$176,590) in Personal Services Matching appropriation each year of the biennium to Department of Transformation and Shared Services (BA 9914 - Fund Center Z77) - Administrative Services to provide department wide shared services.
 - Transfer of one (1) position and associated appropriation to Department of Transformation and Shared Services (BA 9914 - Fund Center Z22) - Office of the Secretary to serve as Department Chief Administrative Director. Associated appropriation transfer includes includes (\$84,825) in Regular Salaries and (\$24,884) in Personal Services Matching for FY22, and (\$85,625) in Regular Salaries and (\$25,068) in Personal Services Matching.
- Operating Expenses appropriation increase of \$2,000,000 each year of the biennium to better align appropriation with current needs.
- Capital Outlay appropriation increase of \$15,000,000 in each year of the biennium to ensure sufficient appropriation to respond to the needs of customers and to supply critical equipment and upgrades.

The Executive Recommendation provides for the Agency Request, including 101 title changes and 1 reclassification.

Appropriation Summary

Appropriation: 2QX - Information Systems-Operations

Funding Sources: MHC - Division of Information Systems Revolving Fund

Historical Data

Agency Request and Executive Recommendation

Commitment Item		2019-2020	2020-2021	2020-2021	2021-2022		2022-2023	
		Actual	Budget	Authorized	Agency	Executive	Agency	Executive
Regular Salaries	5010000	11,191,906	14,493,620	15,333,473	14,836,624	14,836,624	14,843,824	14,843,824
#Positions		180	220	228	220	220	220	220
Extra Help	5010001	125,528	215,000	215,000	215,000	215,000	215,000	215,000
#Extra Help		13	18	18	18	18	18	18
Personal Services Matching	5010003	3,802,569	4,459,716	4,714,113	4,627,323	4,627,323	4,628,979	4,628,979
Overtime	5010006	14	66,000	66,000	66,000	66,000	66,000	66,000
Operating Expenses	5020002	7,384,288	7,224,996	7,224,996	9,224,996	9,224,996	9,224,996	9,224,996
Conference & Travel Expenses	5050009	22,808	75,001	75,001	75,001	75,001	75,001	75,001
Professional Fees	5060010	72,850	575,000	575,000	575,000	575,000	575,000	575,000
Data Processing	5090012	0	0	0	0	0	0	0
Capital Outlay	5120011	167,857	5,500,000	5,500,000	18,645,000	18,645,000	18,645,000	18,645,000
Data Processing Services	5900044	1,248,362	8,406,866	8,406,866	8,406,866	8,406,866	8,406,866	8,406,866
Telecommunication/Technology I	5900046	50,646,519	46,721,892	59,702,882	59,702,882	59,702,882	59,702,882	59,702,882
Total		74,662,701	87,738,091	101,813,331	116,374,692	116,374,692	116,383,548	116,383,548
Funding Sources								
Fund Balance	4000005	23,962,956	13,005,182		0	0	0	0
Non-Revenue Receipts	4000040	66,975,189	75,400,000		75,400,000	75,400,000	75,400,000	75,400,000
Transfer to Info Tech Reserve	4000645	(3,270,262)	(667,091)		(1,000,000)	(1,000,000)	(1,000,000)	(1,000,000)
Total Funding		87,667,883	87,738,091		74,400,000	74,400,000	74,400,000	74,400,000
Excess Appropriation/(Funding)		(13,005,182)	0		41,974,692	41,974,692	41,983,548	41,983,548
Grand Total		74,662,701	87,738,091		116,374,692	116,374,692	116,383,548	116,383,548

Analysis of Budget Request

Appropriation: 2QY - Equipment Acquisition

Funding Sources: MHD - Information Technology Reserve Fund

The Division 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 Division is authorized to accumulate a reserve for equipment acquisition in an amount not to exceed the Division depreciation expense per fiscal year. In addition, the Division 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 Division 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 Division 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 is requesting to continue appropriation in the amount of \$3,500,000 each year of the Biennium.

The Executive Recommendation provides for the Agency Request.

Appropriation Summary

Appropriation: 2QY - Equipment Acquisition
Funding Sources: MHD - Information Technology Reserve Fund

Historical Data

Agency Request and Executive Recommendation

Commitment Item	2019-2020	2020-2021	2020-2021	2021-2022		2022-2023	
	Actual	Budget	Authorized	Agency	Executive	Agency	Executive
Equip Acq's & IT Improvements 5900046	627,091	3,500,000	3,500,000	3,500,000	3,500,000	3,500,000	3,500,000
Total	627,091	3,500,000	3,500,000	3,500,000	3,500,000	3,500,000	3,500,000
Funding Sources							
Fund Balance 4000005	189,738	2,832,909		0	0	0	0
Transfers / Adjustments 4000683	3,270,262	667,091		1,000,000	1,000,000	1,000,000	1,000,000
Total Funding	3,460,000	3,500,000		1,000,000	1,000,000	1,000,000	1,000,000
Excess Appropriation/(Funding)	(2,832,909)	0		2,500,000	2,500,000	2,500,000	2,500,000
Grand Total	627,091	3,500,000		3,500,000	3,500,000	3,500,000	3,500,000