

TRANSFORMATION & SHARED SERVICES - DIVISION OF INFORMATION SYSTEMS

State Contracts Over \$50,000 Awarded To Minority Owned Businesses Fiscal Year 2022

None

Employment Summary

	Male	Female	Total	%
White Employees	91	31	122	80 %
Black Employees	11	10	21	14 %
Other Racial Minorities	5	4	9	6 %
Total Minorities			30	20 %
Total Employees			152	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							
	2021-2022		2022-2023		2022-2023		2023-2024				2024-2025			
	Actual	Pos	Budget	Pos	Authorized	Pos	Agency	Pos	Executive	Pos	Agency	Pos	Executive	Pos
2QX Information Systems-Operations	68,680,026	180	81,758,211	189	116,087,662	216	101,700,631	207	101,640,737	207	101,843,524	207	101,783,630	207
2QY Equipment Acquisition	1,573,201	0	1,400,000	0	3,500,000	0	3,500,000	0	3,500,000	0	3,500,000	0	3,500,000	0
Total	70,253,227	180	83,158,211	189	119,587,662	216	105,200,631	207	105,140,737	207	105,343,524	207	105,283,630	207

Funding Sources		%		%		%		%		%		%	
Fund Balance 4000005	6,850,808	9.2	4,260,369	5.1		602,158	0.7	602,158	0.7	0	0.0	0	0.0
Special Revenue 4000030	0	0.0	10,000,000	11.9		10,000,000	12.3	10,000,000	12.3	10,000,000	12.4	10,000,000	12.4
Non-Revenue Receipts 4000040	66,584,076	89.4	69,500,000	83.0		70,500,000	86.9	70,500,000	86.9	70,500,000	87.6	70,500,000	87.6
Inter-agency Fund Transfer 4000316	1,069,432	1.4	0	0.0		0	0.0	0	0.0	0	0.0	0	0.0
Intra-agency Fund Transfer 4000317	0	0.0	0	0.0		0	0.0	0	0.0	0	0.0	0	0.0
M & R Sales 4000340	9,280	0.0	0	0.0		0	0.0	0	0.0	0	0.0	0	0.0
Total Funds	74,513,596	100.0	83,760,369	100.0		81,102,158	100.0	81,102,158	100.0	80,500,000	100.0	80,500,000	100.0
Excess Appropriation/(Funding)	(4,260,369)		(602,158)			24,098,473		24,038,579		24,843,524		24,783,630	
Grand Total	70,253,227		83,158,211			105,200,631		105,140,737		105,343,524		105,283,630	

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, continuing level of appropriation is the FY2023 Authorized. Capital Outlay appropriation continuing level is \$645,000 due to Principal Expenses Capital Lease and Interest Expense Capital Lease appropriations.

The Agency is requesting appropriation in the amount of \$101,700,631 in FY24 and \$101,843,524 in FY25.

The Agency Request includes the following changes:

- Discontinuation of two (2) historically unfilled positions, including a decrease of (\$52,068) in Regular Salaries in each year and (\$25,826) in FY24 and (\$27,146) in FY25 in Personal Services Matching.
- Transfer of seven (7) total positions with (\$474,501) in Regular Salaries in both years and Personal Services Matching of (\$157,551) in FY24 and (\$162,171) in FY25. The transfers bring the number of authorized positions in line with current and anticipated staffing needs and to provide divisions with positions needed to ensure success of their ongoing work.
 - Three (3) positions transferred to DTSS - Statewide SS-OPM OSP Operations (BA 0914, FC Z55) with (\$185,943) in Regular Salaries in both years and Personal Services Matching of (\$63,520) in FY24 and (\$65,500) in FY25.
 - Two (2) positions transferred to DTSS - Statewide SS EBD Operations (BA 0914, FC Z59) with (\$120,286) in Regular Salaries in both years and Personal Services Matching of (\$41,502) in FY24 and (\$42,822) in FY25.
 - One (1) position transferred to DTSS - Administration (BA 9914, FC Z77) with (\$110,517) in Regular Salaries in both years and Personal Services Matching of (\$32,327) in FY24 and (\$32,987) in FY25.
 - One (1) position transferred to DTSS - Geographic Information Systems (BA 0472, FC 56Y) with (\$57,755) in Regular Salaries in both years and Personal Services Matching of (\$20,202) in FY24 and (\$20,862) in FY25.

- Increase in Regular Salaries and Personal Services Matching associated with position reclassifications.
- Increase of \$2,000,000 in Operating Expenses to better align expected growth in Data Center Operations, Telecommunications, and Cyber Security Services.
- Increase of \$1,000,000 in Capital Outlay to better align with current purchases.

The Executive Recommendation provides for the Agency Request with the exception of the position reclassifications and associated appropriation. These changes will be placed on hold for the new administration to review and recommend.

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		2021-2022	2022-2023	2022-2023	2023-2024		2024-2025	
		Actual	Budget	Authorized	Agency	Executive	Agency	Executive
Regular Salaries	5010000	10,925,091	14,231,091	14,620,773	14,901,560	14,853,007	14,906,660	14,858,107
#Positions		180	189	216	207	207	207	207
Extra Help	5010001	49,309	215,000	215,000	215,000	215,000	215,000	215,000
#Extra Help		6	18	18	18	18	18	18
Personal Services Matching	5010003	3,810,294	4,489,936	4,556,144	4,888,326	4,876,985	5,026,119	5,014,778
Overtime	5010006	1	66,000	66,000	66,000	66,000	66,000	66,000
Operating Expenses	5020002	8,225,749	9,224,996	9,224,996	11,224,996	11,224,996	11,224,996	11,224,996
Conference & Travel Expenses	5050009	1,154	75,001	75,001	75,001	75,001	75,001	75,001
Professional Fees	5060010	3,248	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	134,295	1,645,000	18,645,000	1,645,000	1,645,000	1,645,000	1,645,000
Data Processing Services	5900044	2,787,373	406,866	8,406,866	8,406,866	8,406,866	8,406,866	8,406,866
Telecommunication/Technology I	5900046	42,743,512	50,829,321	59,702,882	59,702,882	59,702,882	59,702,882	59,702,882
Total		68,680,026	81,758,211	116,087,662	101,700,631	101,640,737	101,843,524	101,783,630

Funding Sources								
Fund Balance	4000005	5,875,449	3,658,211		100,000	100,000	0	0
Special Revenue	4000030	0	10,000,000		10,000,000	10,000,000	10,000,000	10,000,000
Non-Revenue Receipts	4000040	66,584,076	69,500,000		70,500,000	70,500,000	70,500,000	70,500,000
Inter-agency Fund Transfer	4000316	1,069,432	0		0	0	0	0
Intra-agency Fund Transfer	4000317	(1,200,000)	(1,300,000)		(1,300,000)	(1,300,000)	(1,300,000)	(1,300,000)
M & R Sales	4000340	9,280	0		0	0	0	0
Total Funding		72,338,237	81,858,211		79,300,000	79,300,000	79,200,000	79,200,000
Excess Appropriation/(Funding)		(3,658,211)	(100,000)		22,400,631	22,340,737	22,643,524	22,583,630
Grand Total		68,680,026	81,758,211		101,700,631	101,640,737	101,843,524	101,783,630

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 Ark. Code Ann. § 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.

Continuing level of appropriation is the FY2023 Authorized

The Agency is requesting to continue appropriation in the amount of \$3,500,000 in 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	2021-2022	2022-2023	2022-2023	2023-2024		2024-2025	
	Actual	Budget	Authorized	Agency	Executive	Agency	Executive
Equip Acq's & IT Improvements 5900046	1,573,201	1,400,000	3,500,000	3,500,000	3,500,000	3,500,000	3,500,000
Total	1,573,201	1,400,000	3,500,000	3,500,000	3,500,000	3,500,000	3,500,000
Funding Sources							
Fund Balance 4000005	975,359	602,158		502,158	502,158	0	0
Intra-agency Fund Transfer 4000317	1,200,000	1,300,000		1,300,000	1,300,000	1,300,000	1,300,000
Total Funding	2,175,359	1,902,158		1,802,158	1,802,158	1,300,000	1,300,000
Excess Appropriation/(Funding)	(602,158)	(502,158)		1,697,842	1,697,842	2,200,000	2,200,000
Grand Total	1,573,201	1,400,000		3,500,000	3,500,000	3,500,000	3,500,000