

House Budget Committee Report

Agency: Office of Information and Technology Services **Bill No.** HB 2397 **Bill Sec.** 39

Analyst: Fisher **Analysis Pg. No.** Vol 2, p. 1274 **Budget Page No.** 42

Expenditure Summary	Agency Request FY 2022	Governor Recommendation FY 2022	House Budget Committee Adjustments
Operating Expenditures:			
State General Fund	\$ 4,500,000	\$ 4,250,000	\$ 0
Other Funds	43,000	43,000	0
<i>Subtotal</i>	<u>\$ 4,543,000</u>	<u>\$ 4,293,000</u>	<u>\$ 0</u>
Capital Improvements:			
State General Fund	\$ 0	\$ 0	\$ 0
Other Funds	0	0	0
<i>Subtotal</i>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>
TOTAL	<u><u>\$ 4,543,000</u></u>	<u><u>\$ 4,293,000</u></u>	<u><u>\$ 0</u></u>
 FTE positions	 113.2	 113.2	 0.0

Agency Request

The **agency** requests \$4.5 million, all SGF, for on-budget expenditures for FY 2022. The request is an all funds decrease of \$7.1 million, or 61.1 percent, below the FY 2021 revised estimate. The decrease is primarily due to financing commitments and one-time expenditures that occurred in FY 2021 and are not present for FY 2022, including SGF for data center migration (\$2.0 million), upgrades to the state network infrastructure (\$3.4 million), and the SWCAP settlement payment (\$1.7 million). The request does not include any on-budget FTE positions for FY 2022, which is the same as the FY 2021 revised estimate.

For FY 2022, the request includes \$51.1 million in off-budget expenditures, all from special revenue funds, which is an increase of \$5.5 million, or 12.0 percent, above the FY 2021 revised estimate. Off-budget expenditures are categorized as such to avoid double counting payments from one state agency to another. The increase is in contractual services expenditures, primarily due to the completion of state agency server migration to the Unisys environment (\$5.3 million) and hosting more servers within this data center. The request also includes a salaries and wages increase (\$93,619), primarily attributed to conversion of lower skilled positions to higher skilled positions to better align with the agency's needs. The request also includes 113.2 off-budget FTE positions for FY 2022, which is the same number as the FY 2021 revised estimate.

Governor's Recommendation

The **Governor** recommends expenditures of \$4.3 million, all SGF, for on-budget expenditures for FY 2022. The recommendation is an SGF decrease of \$250,000, or 5.5

percent, below the FY 2022 agency request. The decrease is attributable to Governor's recommendation to partially adopt the agency's reduced resources submission for capital outlay costs associated with rehabilitation and repair of state networking equipment. The recommendation does not include any on-budget FTE positions for FY 2022, which is the same as the FY 2022 agency request.

For FY 2022, the Governor's recommendation includes \$51.1 million in off-budget expenditures and 113.2 off-budget FTE positions for FY 2022, which is the same as the FY 2022 agency request.

House Budget Committee Recommendation

The **Budget Committee** concurs with the Governor's recommendation for FY 2022.

House Committee Recommendation

The **Committee** concurs with the Budget Committee's recommendation for FY 2022

House Committee of the Whole recommendation (Sub. for HB 2397)

The **House Committee of the Whole** concurs with the House Committee recommendation with the following adjustment:

1. Add language to delete 2.0 percent of SGF appropriations and reappropriations for FY 2022.
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Senate Subcommittee Report

Agency: Office of Information and Technology Services **Bill No.** SB 267 **Bill Sec.** 39

Analyst: Fisher **Analysis Pg. No.** Vol. 2, p. 1274 **Budget Page No.** 42

Expenditure Summary	Agency Request FY 2022	Governor Recommendation FY 2022	Senate Subcommittee Adjustments
Operating Expenditures:			
State General Fund	\$ 4,500,000	\$ 4,250,000	\$ 0
Other Funds	43,000	43,000	0
<i>Subtotal</i>	<u>\$ 4,543,000</u>	<u>\$ 4,293,000</u>	<u>\$ 0</u>
Capital Improvements:			
State General Fund	\$ 0	\$ 0	\$ 0
Other Funds	0	0	0
<i>Subtotal</i>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>
TOTAL	<u><u>\$ 4,543,000</u></u>	<u><u>\$ 4,293,000</u></u>	<u><u>\$ 0</u></u>
FTE positions	113.2	113.2	0.0

Agency Request

The **agency** requests \$4.5 million, all SGF, for on-budget expenditures for FY 2022. The request is an all funds decrease of \$7.1 million, or 61.1 percent, below the FY 2021 revised estimate. The decrease is primarily due to financing commitments and one-time expenditures that occurred in FY 2021 and are not present for FY 2022, including SGF for data center migration (\$2.0 million), upgrades to the state network infrastructure (\$3.4 million), and the SWCAP settlement payment (\$1.7 million). The request does not include any on-budget FTE positions for FY 2022, which is the same as the FY 2021 revised estimate.

For FY 2022, the request includes \$51.1 million in off-budget expenditures, all from special revenue funds, which is an increase of \$5.5 million, or 12.0 percent, above the FY 2021 revised estimate. Off-budget expenditures are categorized as such to avoid double counting payments from one state agency to another. The increase is in contractual services expenditures, primarily due to the completion of state agency server migration to the Unisys environment (\$5.3 million) and hosting more servers within this data center. The request also includes a salaries and wages increase (\$93,619), primarily attributed to conversion of lower skilled positions to higher skilled positions to better align with the agency's needs . The request also includes 113.2 off-budget FTE positions for FY 2022, which is the same number as the FY 2021 revised estimate.

Governor's Recommendation

The **Governor** recommends expenditures of \$4.3 million, all SGF, for on-budget expenditures for FY 2022. The recommendation is an SGF decrease of \$250,000, or 5.5 percent, below the FY 2022 agency request. The decrease is attributable to Governor's recommendation to partially adopt the agency's reduced resources submission for capital outlay costs associated with rehabilitation and repair of state networking equipment. The recommendation does not include any on-budget FTE positions for FY 2022, which is the same as the FY 2022 agency request.

For FY 2022, the Governor's recommendation includes \$51.1 million in off-budget expenditures and 113.2 off-budget FTE positions for FY 2022, which is the same as the FY 2022 agency request.

Senate Subcommittee Recommendation

The **Subcommittee** concurs with the Governor's recommendation for FY 2022.

Senate Committee Recommendation

The **Committee** concurs with the Subcommittee's recommendation for FY 2022.

Senate Committee of the Whole Recommendation (Sub. for SB 267)

The **Committee of the Whole** concurs with the Committee's recommendation for FY 2022.

Conference Committee (HB 2007)

The **Conference Committee** concurs with the Governor's recommendation for FY 2022.

	Governor's Recommendation FY 2022	Legislative Action	Legislative Approved FY 2022	Governor's Vetoed FY 2022	Final Legislative Approved FY 2022
All Funds					
State Operations	\$ 4,293,000	\$ 0	\$ 4,293,000	\$ 0	\$ 4,293,000
Aid to Local Units	0	0	0	0	0
Other Assistance	0	0	0	0	0
<i>Subtotal - Operations</i>	<i>\$ 4,293,000</i>	<i>\$ 0</i>	<i>\$ 4,293,000</i>	<i>\$ 0</i>	<i>\$ 4,293,000</i>
Capital Improvements	0	0	0	0	0
TOTAL	\$ 4,293,000	\$ 0	\$ 4,293,000	\$ 0	\$ 4,293,000

State General Fund

State Operations	\$ 4,250,000	\$ 0	\$ 4,250,000	\$ 0	\$ 4,250,000
Aid to Local Units	0	0	0	0	0
Other Assistance	0	0	0	0	0
<i>Subtotal - Operating</i>	<i>\$ 4,250,000</i>	<i>\$ 0</i>	<i>\$ 4,250,000</i>	<i>\$ 0</i>	<i>\$ 4,250,000</i>
Capital Improvements	0	0	0	0	0
TOTAL	\$ 4,250,000	\$ 0	\$ 4,250,000	\$ 0	\$ 4,250,000

FTE Positions	113.2	0.0	113.2	0.0	113.2
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