

Office of Information and Technology Services

Expenditure	Actual FY 2021	Approved FY 2022	Approved FY 2023
All Funds:			
State Operations	\$ 13,691,933	\$ 4,293,190	\$ 4,293,000
Aid to Local Units	-	-	-
Other Assistance	-	-	-
<i>Subtotal - Operating</i>	<u>\$ 13,691,933</u>	<u>\$ 4,293,190</u>	<u>\$ 4,293,000</u>
Capital Improvements	-	-	-
TOTAL	<u>\$ 13,691,933</u>	<u>\$ 4,293,190</u>	<u>\$ 4,293,000</u>
State General Fund:			
State Operations	\$ 11,626,449	\$ 4,250,190	\$ 4,250,000
Aid to Local Units	-	-	-
Other Assistance	-	-	-
<i>Subtotal - Operating</i>	<u>\$ 11,626,449</u>	<u>\$ 4,250,190</u>	<u>\$ 4,250,000</u>
Capital Improvements	-	-	-
TOTAL	<u>\$ 11,626,449</u>	<u>\$ 4,250,190</u>	<u>\$ 4,250,000</u>
Percent Change:			
Operating Expenditures			
All Funds	(11.1)%	(68.6)%	--%
State General Fund	(24.3)	(63.4)	--
FTE Positions	113.2	115.0	117.0

The approved budget for the Office of Information Technology Services (OITS) in FY 2022 includes \$4.3 million, including \$4.3 million SGF, for on-budget expenditures in FY 2022. This is an all funds decrease of \$9.4 million, or 68.6 percent, and an SGF decrease of \$7.4 million or 63.4 percent, below FY 2021 actual expenditures. The decrease is primarily due to financing commitments and one-time expenditures incurred in FY 2021 that are not present for FY 2022. These commitments and expenditures include SGF expenditures for data center migration (\$2.0 million), upgrades to the state network infrastructure (\$3.4 million), the Statewide Cost Allocation Plan settlement payment (\$1.7 million), and federal Coronavirus Relief Fund moneys used for remote workforce enhancements and IT security (\$2.1 million).

In FY 2022, the approved budget also includes \$51.5 million, all from off-budget special revenue funds, which is a decrease of \$1.6 million, or 3.1 percent, below FY 2021 actual expenditures. Off-budget expenditures are categorized as such to avoid double counting payments from one state agency to another. The decrease can be attributed to reduced expenditures on certain commodities the agency purchases on behalf of other state agencies, such as software licenses, cables, other electronic equipment, and peripherals (\$10.5 million). The decrease is partially offset by increased expenditures for salaries and wages, primarily due to the agency eliminating its shrinkage (\$1.4 million), and contractual services for use of the Unysis data center (\$7.5 million). The FY 2022 approved budget includes 115.0 off-budget FTE positions, which is an increase of 1.8 FTE positions above the FY 2021 actual number. All personnel within the agency are considered off-budget, with salary and wage expenditures funded from intergovernmental sources.

The approved budget of OITS for FY 2023 includes \$4.3 million, including \$4.3 million SGF, for on-budget expenditures. This is an all funds decrease of \$190, all SGF, or a less than 0.01 percent, below the FY 2022 approved budget. Included in this amount is \$43,000 from the GIS Contracting Services Fund and \$4.3 million for the repair and replacement of technology nearing the end of useful life.

The FY 2023 approved budget also includes \$51.5 million in off-budget expenditures, all from special revenue funds, which is a decrease of \$79,736, or 0.2 percent, below the FY 2022 approved amount. Off-budget expenditures are categorized as such to avoid double counting payments from one state agency to another. The decrease is primarily due to shifts in agency expenditures relating to:

- Utilization of desktop as a service and the purchase of electronic peripherals and software (\$415,000);
- Change in the contracted rate to operate the Unysis data center and state mainframe (\$250,000);
- Completion of an internal information technology project with existing vendors (\$200,000);
- Reduced rent due to the agency's exit of the Landon state office building data center (\$150,000); and
- Absence of passenger vehicle purchases present in FY 2022 (\$50,000).

The decrease is partially offset by:

- Increased expenditures for three year licensing renewal of Splunk, a cyber-security solution, (\$800,000);
- Purchase of additional licenses of ServiceNow (\$50,000); and
- The addition of \$383,703, all from off-budget intergovernmental sources, for a 5.0 percent salary increase for most state employees for FY 2023. This adjustment excludes statewide elected officials, current beneficiaries of the 24/7 pay plan, with other specific limitations for employees who receive salary adjustments in other portions of the appropriations bill.

The FY 2023 approved budget includes 117.0 off-budget FTE positions, which is an increase of 2.0 FTE positions above the FY 2022 approved amount. All personnel within the agency are considered off-budget, with salary and wage expenditures funded from intergovernmental sources. Further, the agency was included in the 5.0 percent state employee salary increase (\$383,703) for FY 2023, which the agency is funding with off-budget intergovernmental sources.

Office of Information and Technology Services

	FY 2022			FY 2023		
	SGF	All Funds	FTE	SGF	All Funds	FTE
Agency Estimate	\$ 4,250,190	\$ 4,293,190	115.0	\$ 4,250,000	\$ 4,293,000	117.0
Governor's Changes:						
1. No changes	\$ -	\$ -	-	\$ -	\$ -	-
<i>Subtotal - Governor's Recommendation</i>	<i>\$ 4,250,190</i>	<i>\$ 4,293,190</i>	<i>115.0</i>	<i>\$ 4,250,000</i>	<i>\$ 4,293,000</i>	<i>117.0</i>
Change from Agency Est.	\$ -	\$ -	-	\$ -	\$ -	-
Percent Change from Agency Est.	-- %	-- %	0.0 %	-- %	-- %	0.0 %
Legislative Action:						
2. No changes	\$ -	\$ -	-	\$ -	\$ -	-
TOTAL APPROVED	\$ 4,250,190	\$ 4,293,190	115.0	\$ 4,250,000	\$ 4,293,000	117.0
Change from Gov. Rec.	\$ -	\$ -	-	\$ -	\$ -	-
Percent Change from Gov. Rec.	-- %	-- %	0.0 %	-- %	-- %	0.0 %
Change from Agency Est.	\$ -	\$ -	-	\$ -	\$ -	-
Percent Change from Agency Est.	-- %	-- %	0.0 %	-- %	-- %	0.0 %

1. The Governor did not recommend any changes to the agency's budget.
2. The Legislature did not recommend any changes to the agency's budget.