

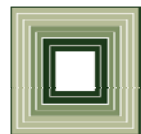
Information Technology

Joint Appropriations Committee

25 February 2009

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FISCAL RESEARCH DIVISION
A Staff Agency of the North Carolina General Assembly

Agenda

- Background
- SB 991
- IT Management
- IT Expenditures
- IT Projects
- Issues

Background

- IT responsibility housed in four different places since early 1980s
 - Department of Administration
 - Office of the State Controller
 - Department of Commerce
 - Office of the Governor
- Policy-making board has evolved
- Two recurring themes since 1983
 - Consolidation of IT functions
 - Spending IT funding wisely



Senate Bill 991 passed in 2004



Why Senate Bill 991?

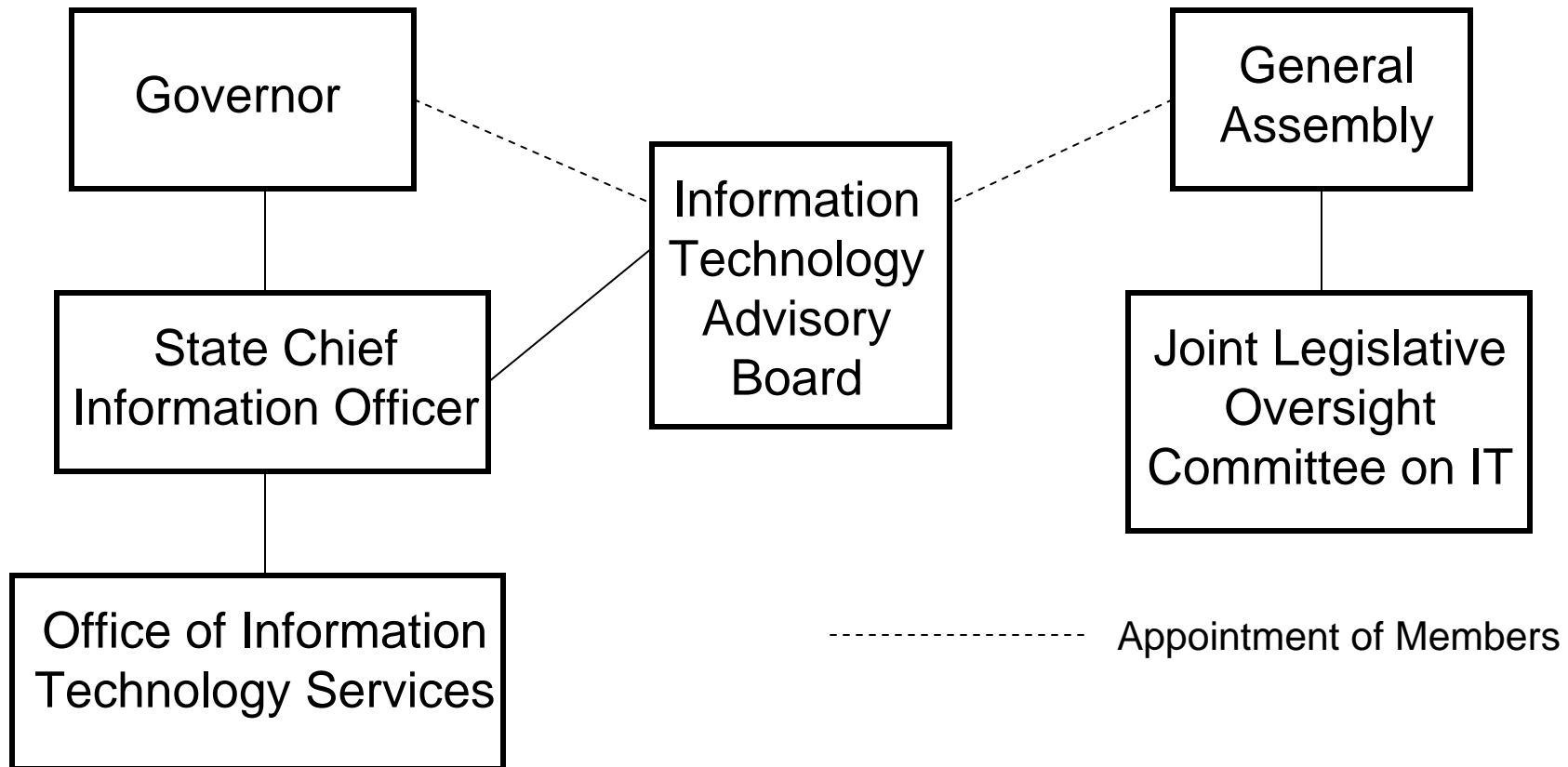
- Improve Information Technology Planning
- Adopt Standards
- Make Project Development More Efficient
- Reduce Cost Overruns
- Provide Assistance to State Agencies
- Increase Accountability

Bottom Line = Structure and Process

Who Is Exempt?

- Administrative Office of the Courts
 - Agency of the judicial branch
- UNC System
- Department of Justice
 - Allowed to elect not to participate
- Department of Revenue
 - Exempt from any provision requiring departments or agencies to consolidate information processing functions on equipment owned, controlled, or under custody of ITS
- General Assembly

IT Management and Oversight Structure



Project Management

Phase	Approval	What Happens?
Project Initiation	SCIO/OSBM/OSC	Define requirements Develop strategy Determine initial costs
Planning and Design	SCIO/OSBM/OSC	Produce supporting documents Determine costs
Execution and Build	SCIO/OSBM/OSC	Update documents Transition plan
Implementation		Update significant issues
Closeout		Closeout review Lessons learned

Information Technology Fund

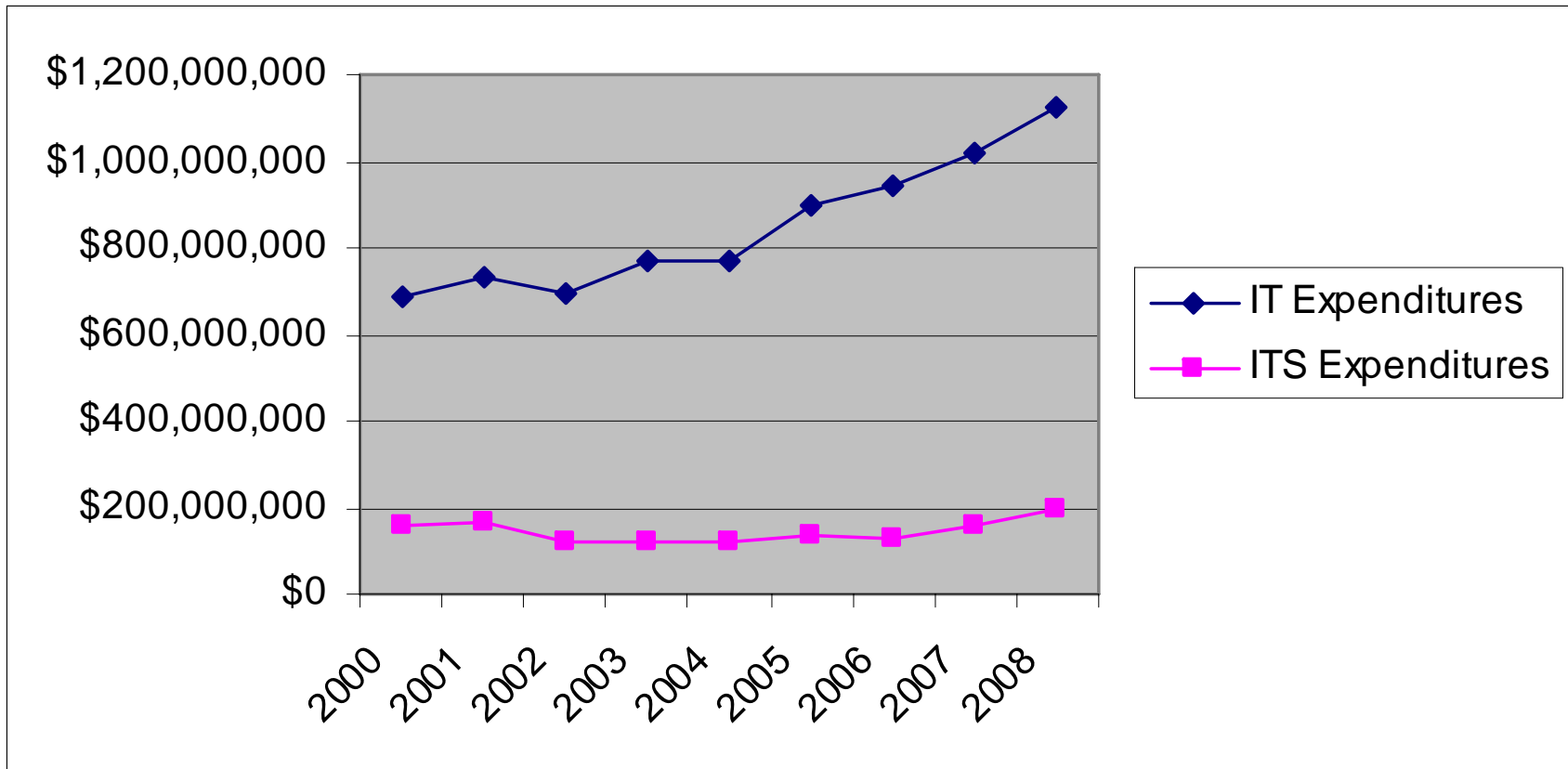
- Special revenue fund
- May receive transfers and credits as authorized by General Assembly
- Money may be appropriated for IT Fund to meet statewide requirements
- Expenditures made by State CIO in consultation with ITAB
- Report submitted to Joint Legislative Oversight Committee on Information Technology by October 1
- Interest earnings credited to fund
- Authorized budget for 2008-09 is \$17,131,340

IT Expenditures

- Total IT expenditures for SFY 2007-08 were \$1,124,748,807
 - 10.46% increase over previous year
- ITS expenditures were \$197,591,496
 - 27% increase over previous year

Source: Information Technology Expenditures Report, OSC

IT Expenditures



IT Expenditures

	State Agencies		ITS	
Salary/Fringe	\$446,170,775	39.7%	\$44,809,478	22.7%
PCs/Printers	\$65,996,821	5.9%	\$3,002,937	1.5%
LAN	\$39,925,713	3.5%	\$5,522,435	2.8%
WAN	\$17,841,559	1.6%	\$8,893,434	4.5%
Video Transmission	\$7,470,655	0.7%	\$1,433,274	0.7%
Server	\$56,672,265	5.0%	\$28,028,397	14.2%
Mainframe	\$121,524,655	10.8%	\$19,529,624	9.9%
Applications Development/Other	\$237,193,124	21.1%	\$33,296,780	16.9%
Telecommunications	\$131,953,240	11.7%	\$53,075,137	26.9%
	\$1,124,748,807		\$197,591,496	

Information Technology Projects

- 180 Active Projects
 - Total cost = \$857,218,675
- 48 in Initiation
 - Total cost = \$386,196,148
- 21 in Project Closeout
 - Total cost = \$113,490,430

***As of 2 February 2009**

Issues

- Federal Stimulus Package
 - \$7.2 billion for broadband grants/loans
 - \$19 billion for health information technology
- Consolidation
 - ITS assumes responsibility for infrastructure
 - Agencies manage applications
- Use of State Infrastructure (Hosting)
 - Projects
 - Disaster Recovery

Issues

- Web Access
 - A multi-purpose, interactive web portal
 - Improved services for citizens and businesses
 - Wider availability of online services
 - Real time access to crucial, up-to-the-minute emergency information
- General Services Administration Schedule for IT Purchases

Questions

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