OFFICE OF INFORMATION AND TECHNOLOGY SERVICES

Appropriations Report

AGENCY OVERVIEW

The Office of Information and Technology Services's (OITS) mission is to provide efficient and cost-effective electronic information processing and technical management services to state agencies, functioning as a “utility” for phone, computer, and data communication services while managing services for around 95 agencies and thousands of users for Office 365, data communication, and phones. The OITS budget comprises both on-budget and off-budget expenditures. On-budget expenditures are funded primarily through State General Fund (SGF) appropriations and federal moneys. Historically, these funds have supported statewide IT infrastructure projects and, more recently, state government-wide cybersecurity initiatives. Off-budget expenditures involve services performed for other state agencies, and are funded through recharge billings for the services provided. This prevents double counting of appropriations, as the funds are already included in the budgets of the state agencies utilizing OITS services.

BUDGET ITEMS

	Agency		LBC (HB 2007, as Introduced)		Final Approved (SB 125)	
	SGF	All Funds	SGF	All Funds	SGF	All Funds
FY 2025						
Approved						
Approved Budget	$14,453,370	$20,213,370	$14,453,370	$20,213,370	$14,453,370	$20,213,370
Subtotal – Approved	*$14,453,370*	*$20,213,370*	*$ 14,453,370*	*$20,213,370*	*$14,453,370*	*$20,213,370*
Reappropriation						
1. SGF Reappropriation	$709,750	$709,750	$709,750	$709,750	$709,750	$709,750
Subtotal – Reappropriation	*$709,750*	*$709,750*	*$ 709,750*	*$709,750*	*$709,750*	*$709,750*
Other Changes						
2. All Other On-Budget Adjustments	($2,894)	($2,894)	($2,894)	($2,894)	($2,894)	($2,894)
3. ARPA Funding Shift	-	$1,944,984	-	$1,944,984	-	$1,944,984
4. FTE Funding Change	($426,162)	($426,162)	($426,162)	($426,162)	($426,162)	($426,162)
5. Network Infrastructure Purchases	$429,056	$429,056	$429,056	$429,056	$429,056	$429,056
Subtotal – Other Changes	-	*$1,944,984*	-	*$1,944,984*	-	*$1,944,984*
TOTAL	**$15,163,120**	**$22,868,104**	**$15,163,120**	**$22,868,104**	**$15,163,120**	**$22,868,104**
FY 2026						
Approved						
Approved Budget	$29,453,370	$35,213,370	$29,453,370	$35,213,370	$29,453,370	$35,213,370
Subtotal – Approved	*$29,453,370*	*$35,213,370*	*$ 29,453,370*	*$35,213,370*	*$29,453,370*	*$35,213,370*
Enhancement						
6. State Agency IT Emergency Fund	-	-	-	-	$2,000,000	$2,000,000
7. Statewide SGF Operations Lapse	-	-	-	-	($247,109)	($247,109)
8. 2025 Pay Plan	-	-	-	-	$14,489	$14,489
Subtotal – Enhancement	-	-	-	-	*$1,767,380*	*$1,767,380*
Other Changes						
2. All Other On-Budget Adjustments	$20,532	$20,532	$20,532	$20,532	$20,532	$20,532

* Note: "Final Approved" represents adjustments in SB 125, as enacted. Other recommendations are cumulative and based on prior steps.

OFFICE OF INFORMATION AND TECHNOLOGY SERVICES

Appropriations Report

	Agency		LBC (HB 2007, as Introduced)		Final Approved (SB 125)	
	SGF	All Funds	SGF	All Funds	SGF	All Funds
9. ARPA Projects	-	($3,335,696)	-	($3,335,696)	-	($3,335,696)
Subtotal – Other Changes	*$20,532*	*($3,315,164)*	*$ 20,532*	*($3,315,164)*	*$20,532*	*($3,315,164)*
TOTAL	**$29,473,902**	**$31,898,206**	**$29,473,902**	**$31,898,206**	**$31,241,282**	**$33,665,586**

* Note: "Final Approved" represents adjustments in SB 125, as enacted. Other recommendations are cumulative and based on prior steps.

1. SGF Reappropriation

FY 2025

Agency: The agency carried over $709,750 in unspent SGF moneys into FY 2025 due to a delay by a vendor to deploy and integrate hardware and IT operations modules into their existing ServiceNow tool, an enterprise operations workflow solution.

LBC: Concur with the Agency.

House: Concur with the LBC.

Senate: Concur with the House.

Conference: Concur with the Senate.

Final Approved*: The agency carried over $709,750 in unspent SGF moneys into FY 2025 due to a delay by a vendor to deploy and integrate hardware and IT operations modules into their existing ServiceNow tool, an enterprise operations workflow solution.

2. All Other On-Budget Adjustments

FY 2025

Agency: Delete $2,894 SGF for minor spending shifts in FY 2025.

LBC: Concur with the Agency.

House: Concur with the LBC.

Senate: Concur with the House.

Conference: Concur with the Senate.

Final Approved*: Delete $2,894 SGF for minor spending shifts in FY 2025.

FY 2026

Agency: Add $20,532, all SGF, in FY 2025 for minor spending shifts.

LBC: Concur with the Agency.

House: Concur with the LBC.

Senate: Concur with the House.

Conference: Concur with the Senate.

Final Approved*: Add $20,532, all SGF, in FY 2025 for minor spending shifts.

3. ARPA Funding Shift

FY 2025

Agency: Add $1.9 million, all ARPA dollars, for network for cybersecurity initiatives, professional licensure platform project, and network modernization efforts in FY 2025.

LBC: Concur with the Agency.

House: Concur with the LBC.

Senate: Concur with the House.

Conference: Concur with the Senate.

Final Approved*: Add $1.9 million, all ARPA dollars, for network for cybersecurity initiatives, professional licensure platform project, and network modernization efforts in FY 2025.

* Note: "Final Approved" represents adjustments in SB 125, as enacted. Other recommendations are cumulative and based on prior steps.

4. FTE Funding Change

FY 2025

Agency: Delete $426,162, all SGF, and 3.0 On-Budget FTE in FY 2025.

LBC: Concur with the Agency.

House: Concur with the LBC.

Senate: Concur with the House.

Conference: Concur with the Senate.

Final Approved*: Delete $426,162, all SGF, and 3.0 On-Budget FTE in FY 2025.

5. Network Infrastructure Purchases

FY 2025

Agency: Add $429,056, all SGF, in FY 2025 for the purchase of networking infrastructure equipment.

LBC: Concur with the Agency.

House: Concur with the LBC.

Senate: Concur with the House.

Conference: Concur with the Senate.

Final Approved*: Add $429,056, all SGF, in FY 2025 for the purchase of networking infrastructure equipment.

6. State Agency IT Emergency Fund

FY 2026

Agency: N/A

LBC: N/A

House: Add $2.0 million SGF to the Agency IT Emergency Account for FY 2026

Senate: Concur with the House.

Conference: Concur with the Senate.

Final Approved*: Add $2.0 million SGF to the Agency IT Emergency Account for FY 2026

7. Statewide SGF Operations Lapse

FY 2026

Agency: N/A

LBC: N/A

House: N/A

Senate: N/A

Conference: Delete $247,109 SGF to lapse 1.5 percent of SGF operating expenditures statewide for FY 2026.

Final Approved*: Delete $247,109 SGF to lapse 1.5 percent of SGF operating expenditures statewide for FY 2026.

8. 2025 Pay Plan

FY 2026

* Note: "Final Approved" represents adjustments in SB 125, as enacted. Other recommendations are cumulative and based on prior steps.

Agency: N/A

LBC: N/A

House: N/A

Senate: N/A

Conference: Add $14,489 SGF to provide salary increases for most state employees based on the Department of Administration's market survey for FY 2026.

Final Approved*: Add $14,489 SGF to provide salary increases for most state employees based on the Department of Administration's market survey for FY 2026.

9. ARPA Projects

FY 2026

Agency: Delete $3.3 million, all from federal ARPA funds for cybersecurity initiatives, professional licensure platform project, and network modernization efforts for FY 2026.

LBC: Concur with the Agency.

House: Concur with the LBC.

Senate: Concur with the House.

Conference: Concur with the Senate.

Final Approved*: Delete $3.3 million, all from federal ARPA funds for cybersecurity initiatives, professional licensure platform project, and network modernization efforts for FY 2026.

* Note: "Final Approved" represents adjustments in SB 125, as enacted. Other recommendations are cumulative and based on prior steps.