

Multiple Agency Fiscal Note Summary

Bill Number: 1841 S HB H-1762.4/11	Title: State information technology
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Estimated Cash Receipts

NONE

Estimated Expenditures

Agency Name	2011-13			2013-15			2015-17		
	FTEs	GF-State	Total	FTEs	GF-State	Total	FTEs	GF-State	Total
Office of Financial Management	303.1	1,767,000	201,020,054	303.1	1,766,000	201,600,382	303.1	1,766,000	201,600,382
Department of Personnel	.0	0	0	.0	0	0	.0	0	0
Department of General Administration	Non-zero but indeterminate cost and/or savings. Please see discussion.								
Department of Information Services	(331.5)	(1,988,000)	(208,722,054)	(331.5)	(1,988,000)	(209,312,382)	(331.5)	(1,988,000)	(209,312,382)
Public Employment Relations Commission	.0	0	0	.0	0	0	.0	0	0
Total	(28.4)	\$(221,000)	\$(7,702,000)	(28.4)	\$(222,000)	\$(7,712,000)	(28.4)	\$(222,000)	\$(7,712,000)

Estimated Capital Budget Impact

NONE

Prepared by: Tristan Wise, OFM	Phone: (360) 902-0538	Date Published: Final
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* See Office of the Administrator for the Courts judicial fiscal note

** See local government fiscal note

FNPID 29025

FNS029 Multi Agency rollup

Individual State Agency Fiscal Note

Bill Number: 1841 S HB H-1762.4/11	Title: State information technology	Agency: 105-Office of Financial Management
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Part I: Estimates



No Fiscal Impact

Estimated Cash Receipts to:

NONE

Estimated Expenditures from:

	FY 2012	FY 2013	2011-13	2013-15	2015-17
FTE Staff Years	303.1	303.1	303.1	303.1	303.1
Account					
General Fund-State 001-1	884,000	883,000	1,767,000	1,766,000	1,766,000
General Fund-Federal 001-2	349,000	352,000	701,000	704,000	704,000
General Fund-Private/Local 001-7	178,000	178,000	356,000	356,000	356,000
Data Processing Revolving Account-State 419-1	2,602,000	2,606,000	5,208,000	5,212,000	5,212,000
Data Processing Revolving Account-Non-Appropriated 419-6	84,201,863	84,017,191	168,219,054	168,034,382	168,034,382
Education Technology Revolving Account-Non-Appropriated 421-6	12,005,000	12,764,000	24,769,000	25,528,000	25,528,000
Total \$	100,219,863	100,800,191	201,020,054	201,600,382	201,600,382

Estimated Capital Budget Impact:

NONE

The cash receipts and expenditure estimates on this page represent the most likely fiscal impact. Factors impacting the precision of these estimates, and alternate ranges (if appropriate), are explained in Part II.

Check applicable boxes and follow corresponding instructions:

- ☒ If fiscal impact is greater than \$50,000 per fiscal year in the current biennium or in subsequent biennia, complete entire fiscal note form Parts I-V.
- ☐ If fiscal impact is less than \$50,000 per fiscal year in the current biennium or in subsequent biennia, complete this page only (Part I).
- ☐ Capital budget impact, complete Part IV.
- ☐ Requires new rule making, complete Part V.

Legislative Contact:	Kara Durbin	Phone: 360-786-7133	Date: 02/17/2011
Agency Preparation:	Stephanie Lidren	Phone: 360-902-3056	Date: 02/25/2011
Agency Approval:	Aaron Butcher	Phone: 360-902-0406	Date: 02/25/2011
OFM Review:	Tristan Wise	Phone: (360) 902-0538	Date: 02/25/2011

Request # 115-2

Part II: Narrative Explanation

II. A - Brief Description Of What The Measure Does That Has Fiscal Impact

Briefly describe by section number, the significant provisions of the bill, and any related workload or policy assumptions, that have revenue or expenditure impact on the responding agency.

Revision to fiscal note reflects reconciliation of FTE numbers from DIS.

Part 1 –

Section 101 through Section 113. Office of the Chief Information Officer (OCIO) is created within the Office of Financial Management (OFM). Responsibilities of the OCIO are outlined.

Section 114 through 115. The Information Technology advisory board is created. Responsibilities of the board are outlined.

Section 116. Transfers the state interoperability executive committee from the Department of Information Services to the OCIO. Responsibilities of the committee are outlined.

Section 117 through 120. Transfers the K-20 Governance and Operations Oversight from DIS to the OCIO. Responsibilities of the program and OCIO are outlined. The Education Technology revolving fund is moved to the OCIO.

Section 121. Updates the RCWs so the OCIO or designee are referenced and removes reference to the DIS.

Part II –

Section 201. Establishes a new agency titled Consolidated Technology Services (CTS).

Sections 202 through 204. Updates the RCWs to reference/reflect the duties of the CTS and removes reference to DIS, the Broadband program and the K20 program.

Sections 205 through 207. The consolidated technology services board is established. Responsibilities of the board are outlined.

Section 210. Exempts CTS from the requirements of RCW 39.29 – Personal Services Contracts.

Part III –

Section 301 through 316. Outlines the provisions for negotiating, items not open for negotiating and time frames for any such agreements.

II. B - Cash receipts Impact

Briefly describe and quantify the cash receipts impact of the legislation on the responding agency, identifying the cash receipts provisions by section number and when appropriate the detail of the revenue sources. Briefly describe the factual basis of the assumptions and the method by which the cash receipts impact is derived. Explain how workload assumptions translate into estimates. Distinguish between one time and ongoing functions.

II. C - Expenditures

Briefly describe the agency expenditures necessary to implement this legislation (or savings resulting from this legislation), identifying by section number the provisions of the legislation that result in the expenditures (or savings). Briefly describe the factual basis of the assumptions and the method by which the expenditure impact is derived. Explain how workload assumptions translate into cost estimates. Distinguish between one time and ongoing functions.

The following units/positions and related costs were identified as needing to be transferred from DIS to OCIO-

- From the DIS Directors Office, the following -
 - o The DIS Director Position
 - o The Confidential Secretary
 - o The GMAP Consultant
- A Financial Analyst
- The Enterprise Initiatives Unit
- The Management and Strategic Planning Unit
- The Project Oversight Unit
- A Security Position
- K-20 Staff

The following units/positions and related costs were identified as needing to be transferred from DIS to CTS-

- Operations staff from the Computer Services Division
- Operations staff from Telecommunications Services Division
- Operations staff from Interactive Technologies Division
- From the DIS Directors Office, the following -
 - o The Deputy Director Position
 - o The Administrative Assistant
 - o The Legislative Liaison
- From the Management Services Division, the following -
 - o The Assistant Director of Administration
 - o The Administrative Assistant
 - o Two human resource staff
 - o A fiscal analyst
 - o Two budget coordinators
 - o Three communications officers
 - o Five contracts staff
 - o Six internal information systems staff

Part III: Expenditure Detail

III. A - Expenditures by Object Or Purpose

	FY 2012	FY 2013	2011-13	2013-15	2015-17
FTE Staff Years	303.1	303.1	303.1	303.1	303.1
A-Salaries and Wages					
B-Employee Benefits					
C-Personal Service Contracts					
E-Goods and Services					
G-Travel					
J-Capital Outlays					
M-Inter Agency/Fund Transfers					
N-Grants, Benefits & Client Services					
P-Debt Service					
S-Interagency Reimbursements					
T-Intra-Agency Reimbursements					
9-					
Total:	\$0	\$0	\$0	\$0	\$0

III. B - Detail: *List FTEs by classification and corresponding annual compensation. Totals need to agree with total FTEs in Part I and Part IIIA*

Job Classification	Salary	FY 2012	FY 2013	2011-13	2013-15	2015-17
Miscellaneous		303.1	303.1	303.1	303.1	303.1
Total FTE's		303.1	303.1	303.1	303.1	303.1

Part IV: Capital Budget Impact

NONE

Part V: New Rule Making Required

Identify provisions of the measure that require the agency to adopt new administrative rules or repeal/revise existing rules.

Individual State Agency Fiscal Note

Bill Number: 1841 S HB H-1762.4/11	Title: State information technology	Agency: 111-Department of Personnel
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Part I: Estimates

☐ No Fiscal Impact

Estimated Cash Receipts to:

NONE

Estimated Expenditures from:

NONE

Estimated Capital Budget Impact:

NONE

The cash receipts and expenditure estimates on this page represent the most likely fiscal impact. Factors impacting the precision of these estimates, and alternate ranges (if appropriate), are explained in Part II.

Check applicable boxes and follow corresponding instructions:

- ☒ If fiscal impact is greater than \$50,000 per fiscal year in the current biennium or in subsequent biennia, complete entire fiscal note form Parts I-V.
- ☐ If fiscal impact is less than \$50,000 per fiscal year in the current biennium or in subsequent biennia, complete this page only (Part I).
- ☐ Capital budget impact, complete Part IV.
- ☐ Requires new rule making, complete Part V.

Legislative Contact:	Kara Durbin	Phone: 360-786-7133	Date: 02/17/2011
Agency Preparation:	Kelly Moore	Phone: 360-664-6314	Date: 02/25/2011
Agency Approval:	Kelly Moore	Phone: 360-664-6314	Date: 02/25/2011
OFM Review:	Heather Matthews	Phone: (360) 902-0543	Date: 02/25/2011

Request # 31-1

Part II: Narrative Explanation

II. A - Brief Description Of What The Measure Does That Has Fiscal Impact

Briefly describe by section number, the significant provisions of the bill, and any related workload or policy assumptions, that have revenue or expenditure impact on the responding agency.

This bill eliminates the Information Services Board and creates the Information Technology Advisory Board, the Consolidated Technology Services agency, and the Consolidated Technology Services Board.

II. B - Cash receipts Impact

Briefly describe and quantify the cash receipts impact of the legislation on the responding agency, identifying the cash receipts provisions by section number and when appropriate the detail of the revenue sources. Briefly describe the factual basis of the assumptions and the method by which the cash receipts impact is derived. Explain how workload assumptions translate into estimates. Distinguish between one time and ongoing functions.

DOP's information services division which supports HRMS is funded through the Data Processing Revolving Fund (419). Costs are recovered through charges to agencies.

II. C - Expenditures

Briefly describe the agency expenditures necessary to implement this legislation (or savings resulting from this legislation), identifying by section number the provisions of the legislation that result in the expenditures (or savings). Briefly describe the factual basis of the assumptions and the method by which the expenditure impact is derived. Explain how workload assumptions translate into cost estimates. Distinguish between one time and ongoing functions.

This bill is creating one new charter agency, the Consolidated Technology Services Agency which is not subject to RCW 41.06, state civil service or the current collective bargaining under RCW 41.80.

This bill abolishes the Department of Information Services (DIS) and the Information Services Board within DIS.

The two new boards in the bill are either within OFM or the New Consolidated Technology Services agency.

Based on those assumptions the estimates for establishing the new agency follows:

This bill is assumed to require the establishment of a new agency. To establish a new agency, the Human Resource Management System (HRMS) must be configured with all of the “company” data such as business area, personnel area, personnel sub-areas, etc. The new agency also needs the configuration of time management related tables for quotas, absence types, work schedules, wage types, etc. Additionally, coordination with the following agencies for unique new agency identification numbers and its subsequent configuration into the new agency configuration in HRMS: Internal Revenue Service (IRS), Labor and Industries (L&I), Department of Retirement Systems (DRS), Employment Security Department (ESD), Health Care Authority (HCA), and Office of Financial Management (OFM). Lastly, once all of the set-up, coordination, and configuration work is complete, Department of Personnel (DOP) must test the new agency configuration to ensure employees assigned to the new agency are paid correctly.

Based on this assumption, the system impacts would include:

Configuration of a new business area, personnel area, personnel sub areas, and tax company with the new agency name, address, and contact information: Estimated 9 hours work effort

Configuration of any time management related tables for quotas, absences, work schedules, time quota, wage types,

compensation and shared leave pool functionality to reflect the new Personnel Area/Personnel Sub Area grouping:
Estimated 4.5 hrs work effort.

Configuration of the new tax company would include the new Federal Employer's Identification Number (FEIN) and registration of the new agency with the Electronic Federal Tax Payment System (EFTPS): Estimated 4 hours work effort.

Configuration of the Labor and Industries Firm Number and the associated Labor and Industries (medical aid) rates within the system: Estimated 8 hours work effort

Configuration of the new agency's retirement department numbers: Estimated 2 hours work effort

Configuration of the Employment Security firm number for unemployment insurance reporting: Estimated 8 hours work effort

Configuration of any financial reporting information as needed: Estimated 4 hours work effort

Establishing the agency within the Health Care Authority (HCA) insurance system: Estimated 1 hour work effort.

Mainframe development needed to update the Health Care Authority (HCA) insurance system. AFRSCODE, crosswalk tables, medical aid firm number, EOS distribution for reports, PERSTBLE for billing, Online Assist Help documentation, validation/testing: Estimated 4 hour work effort

Configuration of agency security for the new agency's security administrators for HRMS and HCA's insurance system and any security access needed to assign roles for the employees accessing HRMS: Estimated 80 hour work effort

Configuration of the new agency for payroll batch processing (setting up payroll variants): Estimated 8 hour work effort

Configuration of any reporting changes as needed for the new agency: Estimated 7 hours work effort

System testing of the configuration changes to add the new agency: Estimated 115 hour work effort

Total estimate to add one new agency: 254.5 hours

The costs would be one time and DOP would require the use of contractors to make these changes at the rate of \$260 per hour

Cost impact: 254.5 hours @ \$260 per hour = \$66,170

Note: If the agency requests assistance with transferring positions and/or transferring employees. DOP/ISD would work with the new agency to determine what could be done systematically. DOP/ISD would need to fully understand the new agency's requirements before the work effort involved could be determined. This is in addition to the estimated effort above. Estimated effort of 60 hours per agency.

Cost impact - 60 hours x \$260 = \$15,600

However, since this is a new charter agency not subject to state civil service rules and the current collective bargaining agreements, it could involve creating a new compensation plan, classifications, wage types leave accruals, etc. that are unknown at this time.

The estimated workload for any potential differences in the new agency are indeterminate at this time.

The estimate to abolish the agency mentioned above follows:

Configuration changes to abolish the personnel area, personnel sub areas, and tax company: Estimated 9 hours work effort

Review and modify any time management related tables for quotas, absences, work schedules, time quota, wage types, compensation and shared leave pool functionality for the abolished Personnel Area/Personnel Sub Area grouping: Estimated 4.5 hrs work effort.

Remove Federal Employer's Identification Number (FEIN) and coordinate with OST and OFM on the EFTPS process: Estimated 4 hours work effort.

Review and modify the Labor and Industries Firm Number and the associated Labor and Industries (medical aid) rates within the the system: Estimated 8 hours work effort.

Review for impact the agency's retirement department numbers: Estimated 2 hours work effort

Review and modify the Employment Security firm number for unemployment insurance reporting: Estimated 8 hours work effort

Review and modify any financial reporting information: Estimated 4 hours work effort

Turn off agency indicators for the Health Care Authority (HCA) insurance system: Estimated 1 hour work effort.

Mainframe development needed to update the Health Care Authority (HCA) insurance system (AFRSCODE, crosswalk tables, medical aid firm number, EOS distribution for reports, PERSTBLE for billing, Online Assist Help documentation, validation/testing): Estimated 4 hour work effort

Remove agency security for HRMS and HCA's insurance system and any security access for employees no longer needing access to HRMS: Estimated 80 hour work effort

Remove all batch processing and variants: Estimated 8 hour work effort

Review for impact any reporting changes as needed for the abolished agency: Estimated 7 hours work effort

System testing of the configuration changes to abolish the agency: Estimated 38 hour work effort

Total estimate to abolish an existing agency = 177.5 hours.

Cost impact $177.5 \times \$260 = \$46,150$

Note: If the agency requests assistance with transferring positions and/or transferring employees, DOP/ISD would work with the agency to determine what could be done systematically. DOP/ISD would need to fully understand the agency requirements before the work effort involved could be determined. This is in addition to the estimated effort above. Effort to create test cases is a one time effort and not included in the amount of time required to test for a single agency. Estimated effort of 60 hours for each agency..

Cost Impact: $60 \text{ Hours} \times \$260 = \$15,600$

DOP Classification and Compensation cost estimates: Section 401 provides for additional exemptions for personnel from civil service in RCW 41.06.070. Effective July 1, 2012, all officers and employees of the consolidated technology services agency (including represented employees) will fall under a new exemption. Due to the general language of the exemption criteria it is difficult to estimate how many exempt classes there will be and how much DOP staff time would be involved. There are 16 EMS classes currently in DIS. Making a very general assumption using DIS EMS classes as a ballpark, the cost estimate is assumed for 16 exempt classes $\times 45.25$ hours per class at \$40.38/hour (HRC4 salary & benefits) = \$29,235. If there is more classification and compensation worked required, the cost will be higher.

Total estimate of known changes to HRMS: $432 \text{ hours} \times \text{contractor rate } \$260 = \$112,320$

Additional 120 hours to assist agencies with transfers of positions and personnel in HRMS - $120 \text{ hours} \times \$260 = \$31,200$

Total estimate of changes to classifications/compensation: 16 exempt classes $\times 45.25$ hours per class at \$40.38/hour (HRC4 salary & benefits) = \$29,235.

Additional changes due to new charter agency not subject to current rules = Indeterminate at this time
THESE COSTS WOULD BE INCURRED IN FISCAL YEAR 2011

Part III: Expenditure Detail

III. A - Expenditures by Object Or Purpose

NONE

Part IV: Capital Budget Impact

NONE

Part V: New Rule Making Required

Identify provisions of the measure that require the agency to adopt new administrative rules or repeal/revise existing rules.

Individual State Agency Fiscal Note

Revised

Bill Number: 1841 S HB H-1762.4/11	Title: State information technology	Agency: 150-Dept of General Administration
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Part I: Estimates

☐ No Fiscal Impact

Estimated Cash Receipts to:

NONE

Estimated Expenditures from:

Non-zero but indeterminate cost. Please see discussion.

Estimated Capital Budget Impact:

NONE

The cash receipts and expenditure estimates on this page represent the most likely fiscal impact. Factors impacting the precision of these estimates, and alternate ranges (if appropriate), are explained in Part II.

Check applicable boxes and follow corresponding instructions:

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- ☐ Capital budget impact, complete Part IV.
- ☐ Requires new rule making, complete Part V.

Legislative Contact:	Kara Durbin	Phone: 360-786-7133	Date: 02/17/2011
Agency Preparation:	Valerie Guthrie	Phone: 360-902-7353	Date: 02/24/2011
Agency Approval:	Bob Van Schoorl	Phone: 360-902-7336	Date: 02/24/2011
OFM Review:	Diamatris Winston	Phone: (360) 902-7657	Date: 02/24/2011

Request # -2

Part II: Narrative Explanation

II. A - Brief Description Of What The Measure Does That Has Fiscal Impact

Briefly describe by section number, the significant provisions of the bill, and any related workload or policy assumptions, that have revenue or expenditure impact on the responding agency.

This bill creates the Office of the Chief Information Officer (OCIO) within OFM; an IT advisory board to advise the OCIO, eliminates the ISB and replaces DIS with the Consolidated Technology Services Agency (CTS). A Consolidated Technology Services Agency Board that approves service and rates is also created. Savings due to the replacement of DIS are intended to offset new costs. This bill also requires state agencies to locate their servers in the State Data Center, unless a waiver is granted by the Office of the CIO.

II. B - Cash receipts Impact

Briefly describe and quantify the cash receipts impact of the legislation on the responding agency, identifying the cash receipts provisions by section number and when appropriate the detail of the revenue sources. Briefly describe the factual basis of the assumptions and the method by which the cash receipts impact is derived. Explain how workload assumptions translate into estimates. Distinguish between one time and ongoing functions.

II. C - Expenditures

Briefly describe the agency expenditures necessary to implement this legislation (or savings resulting from this legislation), identifying by section number the provisions of the legislation that result in the expenditures (or savings). Briefly describe the factual basis of the assumptions and the method by which the expenditure impact is derived. Explain how workload assumptions translate into cost estimates. Distinguish between one time and ongoing functions.

Sec 137 (1) state agencies shall locate all existing and new servers in the state data center.

GA assumes that there will be both onetime costs and ongoing costs to implement this section of the bill.

Onetime costs include:

The cost to restore the current server space to its original design use as office space is approximately \$19,500. Server space in the GA building is approximately 650rsf and the lead agency assumption for reconditioning is \$30 per rsf (650rsf x \$30/rsf=\$19,500).

The costs to move the servers and supporting infrastructure is estimated to be \$13,875. GA currently has 37 servers and the lead agency assumption for cost per server move is \$375 (37 servers x \$375/server=\$13,875).

These onetime costs will have an impact on the General Administration Service Account - Non Appropriated (422-6)

Ongoing costs:

Ongoing costs are indeterminate at this time

Part III: Expenditure Detail

Part IV: Capital Budget Impact

NONE

Part V: New Rule Making Required

Identify provisions of the measure that require the agency to adopt new administrative rules or repeal/revise existing rules.

Individual State Agency Fiscal Note

Bill Number: 1841 S HB H-1762.4/11	Title: State information technology	Agency: 155-Department of Information Services
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Part I: Estimates



No Fiscal Impact

Estimated Cash Receipts to:

NONE

Estimated Expenditures from:

	FY 2012	FY 2013	2011-13	2013-15	2015-17
FTE Staff Years	(331.5)	(331.5)	(331.5)	(331.5)	(331.5)
Account					
General Fund-State 001-1	(994,000)	(994,000)	(1,988,000)	(1,988,000)	(1,988,000)
General Fund-Federal 001-2	(349,000)	(352,000)	(701,000)	(704,000)	(704,000)
General Fund-Private/Local 001-7	(178,000)	(178,000)	(356,000)	(356,000)	(356,000)
Data Processing Revolving Account-State 419-1	(3,781,000)	(3,794,000)	(7,575,000)	(7,588,000)	(7,588,000)
Data Processing Revolving Account-Non-Appropriated 419-6	(86,757,863)	(86,573,191)	(173,331,054)	(173,146,382)	(173,146,382)
Education Technology Revolving Account-Non-Appropriated 421-6	(12,006,000)	(12,765,000)	(24,771,000)	(25,530,000)	(25,530,000)
Total \$	(104,065,863)	(104,656,191)	(208,722,054)	(209,312,382)	(209,312,382)

Estimated Capital Budget Impact:

NONE

The cash receipts and expenditure estimates on this page represent the most likely fiscal impact. Factors impacting the precision of these estimates, and alternate ranges (if appropriate), are explained in Part II.

Check applicable boxes and follow corresponding instructions:

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- ☐ If fiscal impact is less than \$50,000 per fiscal year in the current biennium or in subsequent biennia, complete this page only (Part I).
- ☐ Capital budget impact, complete Part IV.
- ☐ Requires new rule making, complete Part V.

Legislative Contact:	Kara Durbin	Phone: 360-786-7133	Date: 02/17/2011
Agency Preparation:	Mariann Schols	Phone: 360-902-3518	Date: 02/24/2011
Agency Approval:	Connie Robins	Phone: 360-902-2987	Date: 02/24/2011
OFM Review:	Tristan Wise	Phone: (360) 902-0538	Date: 02/25/2011

Request # 2011-12-1

Part II: Narrative Explanation

II. A - Brief Description Of What The Measure Does That Has Fiscal Impact

Briefly describe by section number, the significant provisions of the bill, and any related workload or policy assumptions, that have revenue or expenditure impact on the responding agency.

Part 1 –

Section 101 through Section 114. Office of the Chief Information Officer (OCIO) is created within the Office of Financial Management (OFM). Responsibilities of the OCIO are outlined.

Section 115 through 116. The Information Technology advisory board is created. Responsibilities of the board are outlined.

Section 117. Transfers the state interoperability executive committee from the Department of Information Services to the OCIO. Responsibilities of the committee are outlined.

Section 118 through 122. Transfers the K-20 Governance and Operations Oversight from DIS to the OCIO. Responsibilities of the program and OCIO are outlined. The Education Technology revolving fund is moved to the OCIO.

Section 123. Exempts the CIO, confidential secretary, assistant directors and other exempt staff in the OCIO from civil service.

Section 124 through 136. Updates the RCWs so the OCIO or Consolidated Technology Services Agency (CTS) are referenced and removes reference to the DIS.

Section 137. States all state agencies must locate their existing servers in the State Data Center. Outlines a waiver process, if needed.

Section 138. Requires the OCIO to develop a strategy for moving all state agencies towards using the CTS.

Part II –

Section 201. Establishes a new agency titled Consolidated Technology Services (CTS).

Sections 202 through 205 and 210, 211, 213 through 219. Updates the RCWs to reference/ or reflect the duties of the CTS; removes reference to DIS; removes the duties associated with OCIO; places the data processing fund with CTS.

Sections 206, 208 and 209. The consolidated technology services board is established. Responsibilities of the board are outlined.

Section 207. States the provisions of RCW 43.19.190 and sections 43.19.1901 through 43.19.1925 do not apply to CTS.

Section 212. Exempts CTS from the requirements of RCW 39.29 – Personal Services Contracts.

Sections 213 and 214. Remove reference to DIS under RCW 19.34 – Washington Electronic Authentication Act.

Section 215. Removes reference to DIS under RCW43.19A – Recycled Product Procurement.

Sections 216 through 219. Changes reference in the RCWs from DIS to CTS.

Section 220. States the bargaining units of employees at DIS will be considered appropriate units at CTS.

Part III –

Section 301 through 308. Removes reference to DIS in RCWs 43.105.370 through 43.105.400 – Broadband Program and the Community Technology Opportunity Program (CTOP).

DIS Assumptions:

- Creation of the boards and committees will be completed using current resources.
- Costs associated with the Office of Chief Information Officer and Consolidated Technology Services are to be addressed in this fiscal note.
- Costs associated with the Department of Enterprise Services as outlined in House Bill 1720 and Senate Bill 5503 will not be addressed or identified in this fiscal note.

II. B - Cash receipts Impact

Briefly describe and quantify the cash receipts impact of the legislation on the responding agency, identifying the cash receipts provisions by section number and when appropriate the detail of the revenue sources. Briefly describe the factual basis of the assumptions and the method by which the cash receipts impact is derived. Explain how workload assumptions translate into estimates. Distinguish between one time and ongoing functions.

II. C - Expenditures

Briefly describe the agency expenditures necessary to implement this legislation (or savings resulting from this legislation), identifying by section number the provisions of the legislation that result in the expenditures (or savings). Briefly describe the factual basis of the assumptions and the method by which the expenditure impact is derived. Explain how workload assumptions translate into cost estimates. Distinguish between one time and ongoing functions.

ALL SAVINGS REFLECTED IN THIS FISCAL NOTE HAVE ALREADY BEEN INCORPORATED INTO THE GOVERNOR’S PROPOSED BUDGET.

The following staff and related costs were identified as needing to be transferred to OCIO -

- Portions of the DIS Directors Office
- The Enterprise Initiatives Unit
- The Management and Strategic Planning Unit
- The Project Oversight Unit
- A Security Position
- K-20 Staff

The following staff and related costs were identified as needing to be transferred to CTS -

- Operations staff from the Computer Services Division
- Operations staff from Telecommunications Services Division
- Operations staff from Interactive Technologies Division
- Portions of the DIS Directors Office

- Portions of the Management Services Division

All expenses associated with these areas are being removed from DIS. Costs related to the proposed Department of Enterprise Services (HB1720 and SB5503) are not included in this fiscal note.

Part III: Expenditure Detail

III. A - Expenditures by Object Or Purpose

	FY 2012	FY 2013	2011-13	2013-15	2015-17
FTE Staff Years	(331.5)	(331.5)	(331.5)	(331.5)	(331.5)
A-Salaries and Wages	(27,030,443)	(27,296,455)	(54,326,898)	(54,592,910)	(54,592,910)
B-Employee Benefits	(6,873,649)	(6,940,034)	(13,813,683)	(13,880,068)	(13,880,068)
C-Personal Service Contracts	(161,000)	(160,000)	(321,000)	(320,000)	(320,000)
E-Goods and Services	(61,538,468)	(62,484,666)	(124,023,134)	(124,969,332)	(124,969,332)
G-Travel	(305,915)	(305,775)	(611,690)	(611,550)	(611,550)
J-Capital Outlays	(8,072,388)	(7,385,261)	(15,457,649)	(14,770,522)	(14,770,522)
M-Inter Agency/Fund Transfers					
N-Grants, Benefits & Client Services					
P-Debt Service	(84,000)	(84,000)	(168,000)	(168,000)	(168,000)
S-Interagency Reimbursements					
T-Intra-Agency Reimbursements					
9-					
Total:	\$(104,065,863)	\$(104,656,191)	\$(208,722,054)	\$(209,312,382)	\$(209,312,382)

III. B - Detail: List FTEs by classification and corresponding annual compensation. Totals need to agree with total FTEs in Part I and Part IIIA

Job Classification	Salary	FY 2012	FY 2013	2011-13	2013-15	2015-17
Various		(331.5)	(331.5)	(331.5)	(331.5)	(331.5)
Total FTE's		(331.5)	(331.5)	(331.5)	(331.5)	(331.5)

Part IV: Capital Budget Impact

NONE

Part V: New Rule Making Required

Identify provisions of the measure that require the agency to adopt new administrative rules or repeal/revise existing rules.

Individual State Agency Fiscal Note

Bill Number: 1841 S HB H-1762.4/11	Title: State information technology	Agency: 275-Public Employment Relations Comm
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Part I: Estimates

☒ No Fiscal Impact

The cash receipts and expenditure estimates on this page represent the most likely fiscal impact. Factors impacting the precision of these estimates, and alternate ranges (if appropriate), are explained in Part II.

Check applicable boxes and follow corresponding instructions:

- ☐ If fiscal impact is greater than \$50,000 per fiscal year in the current biennium or in subsequent biennia, complete entire fiscal note form Parts I-V.
- ☐ If fiscal impact is less than \$50,000 per fiscal year in the current biennium or in subsequent biennia, complete this page only (Part I).
- ☐ Capital budget impact, complete Part IV.
- ☐ Requires new rule making, complete Part V.

Legislative Contact: Kara Durbin	Phone: 360-786-7133	Date: 02/17/2011
Agency Preparation: Dario de la Rosa	Phone: 360-570-7328	Date: 02/22/2011
Agency Approval: Cathy Callahan	Phone: 360 570-7312	Date: 02/22/2011
OFM Review: Heather Matthews	Phone: (360) 902-0543	Date: 02/23/2011

Request # SHB 1841-1

Part II: Narrative Explanation

II. A - Brief Description Of What The Measure Does That Has Fiscal Impact

Briefly describe by section number, the significant provisions of the bill, and any related workload or policy assumptions, that have revenue or expenditure impact on the responding agency.

SHB 1841 creates the Consolidated Technology Services Agency (CTSA) to replace the Department of Information Services. Section 220 of the bill transfers certain employees of the Department of Information Services to the CTSA. The Public Employment Relations Commission (PERC) is required to deem appropriate and certify those bargaining units as appropriate.

II. B - Cash receipts Impact

Briefly describe and quantify the cash receipts impact of the legislation on the responding agency, identifying the cash receipts provisions by section number and when appropriate the detail of the revenue sources. Briefly describe the factual basis of the assumptions and the method by which the cash receipts impact is derived. Explain how workload assumptions translate into estimates. Distinguish between one time and ongoing functions.

II. C - Expenditures

Briefly describe the agency expenditures necessary to implement this legislation (or savings resulting from this legislation), identifying by section number the provisions of the legislation that result in the expenditures (or savings). Briefly describe the factual basis of the assumptions and the method by which the expenditure impact is derived. Explain how workload assumptions translate into cost estimates. Distinguish between one time and ongoing functions.

Part III: Expenditure Detail

Part IV: Capital Budget Impact

NONE

Part V: New Rule Making Required

Identify provisions of the measure that require the agency to adopt new administrative rules or repeal/revise existing rules.