



Office of Technology

The agencies in the Technology secretariat have the role of making the Commonwealth a leader in the growth of the information technology industry, as well as fostering the efficient and effective use of technology to best serve state government.

Summary of recommended funding for Technology agencies

| Agency | Fiscal year 2003 | | | Fiscal year 2004 | | |
|--|-------------------------|-------------|-------------|------------------|-------------|-------------|
| | GF | NGF | All funds | GF | NGF | All funds |
| Secretary of Technology | 0.5 | <0.1 | 0.5 | 0.5 | <0.1 | 0.5 |
| Department of Information Technology | <i>A sum sufficient</i> | | | | | |
| Department of Technology Planning | 2.5 | 47.5 | 50.0 | 0.0 | 0.0 | 0.0 |
| Innovative Technology Authority | 8.2 | 0.0 | 8.2 | 7.7 | 0.0 | 7.7 |
| Virginia Information Providers Network Authority | 0.0 | 5.4 | 5.4 | 0.0 | 0.0 | 0.0 |
| Virginia Information Technologies Agency | 0.0 | 0.0 | 0.0 | 16.3 | 32.0 | 48.4 |
| Total for Office of Technology | 11.2 | 52.9 | 64.1 | 24.5 | 32.1 | 56.5 |

Dollars in millions. Figures may not add due to rounding. See notes to this table on page B-1.

Secretary of Technology

Budget reductions:

- ▶ **Implement reductions in 2002 Appropriation Act.** A technical adjustment to reflect position changes associated with reductions in the 2002 Appropriation Act. For each year, a reduction of one position (GF).
- ▶ **Implement October executive reductions.** Adjusts appropriation to reflect budget reductions announced in October 2002. The office will redirect information technology funds to support a deputy secretary in charge of providing executive oversight to the program. For 2003, a reduction of \$36,150 (GF) and an increase of \$36,150 (NGF). For 2004, a reduction of \$48,782 (GF) and an increase of \$48,782 (NGF).
- ▶ **Reduce funding for in-house information technology activities.** Reflects expected savings attributable to the implementation of the new statewide information technology (IT) reform initiative. Funding for any contracted IT support will be eliminated. Services such as help desk and IT sup-

port will be consolidated statewide along with purchases of software licenses. For 2004, a reduction of \$1,004 (GF).

Department of Information Technology

Recommended amendment:

- ▶ **Consolidate agency as part of the information technology strategic plan.** The functions of the Department of Information Technology will be transferred to a new agency, the Virginia Information Technologies Agency, and the department will be eliminated. For 2004, a reduction of 339 positions.

Department of Technology Planning

Budget reductions:

- ▶ **Implement October executive reductions.** Decreases appropriation to reflect budget reductions announced in October 2002. The agency will relinquish unobligated cash balances from the Wireless E-911 Fund. The agency also will reduce support for agencies' website updates and other technology applications. For 2003, a reduction of \$367,482 (GF) and \$7.0 million (NGF). For 2004, a reduction of \$426,030 (GF) and \$4.7 million (NGF).

Other amendments:

- ▶ **Assign positions to correct funding sources.** A technical adjustment to accurately reflect the fund sources of existing positions. For each year, an increase in 12 positions (GF) and a decrease in 12 positions (NGF).
- ▶ **Consolidate agency as part of the information technology strategic plan.** The activities and responsibilities of the Department of Technology Planning will be transferred to a new agency, the Virginia Information Technologies Agency, and the department will be eliminated. For 2004, a reduction of \$2.4 million (GF) and \$26.9 million (NGF), and a reduction of 24 positions (GF) and four positions (NGF).

Innovative Technology Authority

Budget reductions:

- ▶ **Implement October executive reductions.** Decreases appropriation to reflect budget reductions announced in October 2002. The agency will obtain new sources of revenue other than general fund dollars to fund part of its operating costs. The agency will also reduce support to various statewide technology initiatives and further reduce internal operations costs. Examples of the reduction in technology initiatives include support for state technology councils, the Virginia Research & Technology Advisory Commission, Matchmaker (a database of technology companies for partnering opportunities), and Virginia Link (a virtual, multi-vendor telecommunications marketplace). For 2003, a reduction of \$1.0 million (GF). For 2004, a reduction of \$1.4 million (GF).

- ▶ **Reduce funding for in-house information technology activities.** Reflects expected savings attributable to the implementation of the new statewide information technology (IT) reform initiative. Funding for any contracted IT support will be eliminated. Services such as help desk and IT support will be consolidated statewide along with purchases of software licenses. Direct support of this agency's IT activities will be provided by the new Virginia Information Technologies Agency. For 2004, a reduction of \$89,303 (GF).

Virginia Information Providers Network Authority (VIPNet)

Budget reductions:

- ▶ **Implement October executive reductions.** Decreases appropriation to reflect budget reductions announced in October 2002. The agency will reduce support to state agencies for web design, development, and consulting services. In 2004, VIPNet will eliminate service support to the State Board of Elections for its online election results and voter services. For 2003, a reduction of \$677,000 (NGF). For 2004, a reduction of \$902,000 (NGF).

Other amendments:

- ▶ **Consolidate agency as part of the information technology strategic plan.** Transfers the activities and responsibilities of the Virginia Information Providers Network Authority to a new agency, the Virginia Information Technologies Agency, and eliminates the authority. For 2004, a reduction of \$5.1 million (NGF) and two positions (NGF).

Virginia Information Technologies Agency

Budget reductions:

- ▶ **Reduce funding for in-house information technology activities.** Reflects expected savings attributable to the implementation of the new statewide information technology (IT) reform initiative. Funding for any contracted IT support will be eliminated. Services such as help desk and IT support will be consolidated statewide along with purchases of software licenses. Direct support of this agency's IT activities will be provided by the new Virginia Information Technologies Agency. A corresponding nongeneral fund savings amount of \$4.2 million will be transferred to the general fund. For 2004, a reduction of \$13,360 (GF).
- ▶ **Eliminate the Science and Technology Division.** Eliminates the division, which assists high-tech businesses obtain federal research and development funding. During 2003, this division operated within the Department of Technology Planning. This function will continue to be performed by the Center for Innovative Technology. For 2004, a decrease of \$67,500 (GF) and two positions (GF).

Other amendments:

- ▶ **Establish the new agency to implement the state's information technology transformation plan.** Funds operating costs for the new Virginia Information Technologies Agency. This agency will be established from the transfer of both staff and funding from the three eliminated departments in the secretariat: the Department of Information Technology, the Department of Technology Planning, and the Virginia Information Network Providers Authority. A language amendment allows for the transfer to the new agency of both appropriations and positions related to information tech-

nology from all executive branch agencies other than institutions of higher education. For 2004, an increase of \$2.4 million (GF) and \$32.0 million (NGF), and an increase of 24 positions (GF) and 345 positions (NGF).

- ▶ **Institute statewide technology reforms.** Increases appropriation to support the new statewide information technology reform initiative. Supports efforts to consolidate agencies' help desk activities and software license purchases, which will generate technology-based cost savings. Provides funds for retraining of employees and severance costs. Funds the agency's direct technology support to state agencies. For 2004, an increase of \$14.0 million (GF).



Office of Technology

Detail Tables

| | Fiscal Year 2003 | | | Fiscal Year 2004 | | |
|---|------------------|-------------|-------------|------------------|-------------|-------------|
| | General | Nongeneral | All Funds | General | Nongeneral | All Funds |
| SECRETARY OF TECHNOLOGY | | | | | | |
| 2002-2004 legislative appropriation | 532,575 | 0 | 532,575 | 527,894 | 0 | 527,894 |
| Budget reductions: | | | | | | |
| ▶ Implement October executive reductions | (36,150) | 36,150 | 0 | (48,782) | 48,782 | 0 |
| ▶ Reduce funding for in-house information technology activities | 0 | 0 | 0 | (1,004) | 0 | (1,004) |
| Subtotal budget reductions | (36,150) | 36,150 | 0 | (49,786) | 48,782 | (1,004) |
| Total recommended amendments | (36,150) | 36,150 | 0 | (49,786) | 48,782 | (1,004) |
| Total recommended funding | 496,425 | 36,150 | 532,575 | 478,108 | 48,782 | 526,890 |
| % change over legislative appropriation | (6.79%) | 0% | 0% | (9.43%) | 0% | (0.19%) |
| Position level: | | | | | | |
| 2002-2004 legislative appropriation | 6.00 | 0 | 6.00 | 6.00 | 0 | 6.00 |
| Recommended amendments | (1.00) | 0 | (1.00) | (1.00) | 0 | (1.00) |
| Total recommended positions | 5.00 | 0 | 5.00 | 5.00 | 0 | 5.00 |
| DEPARTMENT OF INFORMATION TECHNOLOGY | | | | | | |
| 2002-2004 legislative appropriation | A sum sufficient | | | A sum sufficient | | |
| Total recommended funding | A sum sufficient | | | A sum sufficient | | |
| % change over legislative appropriation | N/A | | | N/A | | |
| Position level: | | | | | | |
| 2002-2004 legislative appropriation | 0 | 339.00 | 339.00 | 0 | 339.00 | 339.00 |
| Recommended amendments | 0 | 0 | 0 | 0 | (339.00) | (339.00) |
| Total recommended positions | 0 | 339.00 | 339.00 | 0 | 0 | 0 |
| DEPARTMENT OF TECHNOLOGY PLANNING | | | | | | |
| 2002-2004 legislative appropriation | 2,870,059 | 54,443,649 | 57,313,708 | 2,852,252 | 31,643,649 | 34,495,901 |
| Budget reductions: | | | | | | |
| ▶ Implement October executive reductions | (367,482) | (6,956,273) | (7,323,755) | (426,030) | (4,743,098) | (5,169,128) |
| Subtotal budget reductions | (367,482) | (6,956,273) | (7,323,755) | (426,030) | (4,743,098) | (5,169,128) |

| | Fiscal Year 2003 | | | Fiscal Year 2004 | | |
|---|------------------|-------------|-------------|------------------|--------------|--------------|
| | General | Nongeneral | All Funds | General | Nongeneral | All Funds |
| Other amendments: | | | | | | |
| ► Consolidate agency as part of the information technology strategic plan | 0 | 0 | 0 | (2,426,222) | (26,900,551) | (29,326,773) |
| Subtotal other amendments | 0 | 0 | 0 | (2,426,222) | (26,900,551) | (29,326,773) |
| Total recommended amendments | (367,482) | (6,956,273) | (7,323,755) | (2,852,252) | (31,643,649) | (34,495,901) |
| Total recommended funding | 2,502,577 | 47,487,376 | 49,989,953 | 0 | 0 | 0 |
| % change over legislative appropriation | (12.80%) | (12.78%) | (12.78%) | (100.00%) | (100.00%) | (100.00%) |
| Position level: | | | | | | |
| 2002-2004 legislative appropriation | 12.00 | 16.00 | 28.00 | 12.00 | 16.00 | 28.00 |
| Recommended amendments | 12.00 | (12.00) | 0 | (12.00) | (16.00) | (28.00) |
| Total recommended positions | 24.00 | 4.00 | 28.00 | 0 | 0 | 0 |
| INNOVATIVE TECHNOLOGY AUTHORITY | | | | | | |
| 2002-2004 legislative appropriation | 9,231,252 | 0 | 9,231,252 | 9,106,185 | 0 | 9,106,185 |
| Budget reductions: | | | | | | |
| ► Implement October executive reductions | (1,009,485) | 0 | (1,009,485) | (1,365,927) | 0 | (1,365,927) |
| ► Reduce funding for in-house information technology activities | 0 | 0 | 0 | (89,303) | 0 | (89,303) |
| Subtotal budget reductions | (1,009,485) | 0 | (1,009,485) | (1,455,230) | 0 | (1,455,230) |
| Total recommended amendments | (1,009,485) | 0 | (1,009,485) | (1,455,230) | 0 | (1,455,230) |
| Total recommended funding | 8,221,767 | 0 | 8,221,767 | 7,650,955 | 0 | 7,650,955 |
| % change over legislative appropriation | (10.94%) | 0% | (10.94%) | (15.98%) | 0% | (15.98%) |
| Position level: | | | | | | |
| 2002-2004 legislative appropriation | 0 | 0 | 0 | 0 | 0 | 0 |
| Recommended amendments | 0 | 0 | 0 | 0 | 0 | 0 |
| Total recommended positions | 0 | 0 | 0 | 0 | 0 | 0 |
| VIRGINIA INFORMATION PROVIDERS NETWORK AUTHORITY | | | | | | |
| 2002-2004 legislative appropriation | 0 | 6,041,918 | 6,041,918 | 0 | 6,041,918 | 6,041,918 |
| Budget reductions: | | | | | | |
| ► Implement October executive reductions | 0 | (677,000) | (677,000) | 0 | (902,000) | (902,000) |
| Subtotal budget reductions | 0 | (677,000) | (677,000) | 0 | (902,000) | (902,000) |
| Other amendments: | | | | | | |
| ► Consolidate agency as part of the information technology strategic plan | 0 | 0 | 0 | 0 | (5,139,918) | (5,139,918) |
| Subtotal other amendments | 0 | 0 | 0 | 0 | (5,139,918) | (5,139,918) |
| Total recommended amendments | 0 | (677,000) | (677,000) | 0 | (6,041,918) | (6,041,918) |
| Total recommended funding | 0 | 5,364,918 | 5,364,918 | 0 | 0 | 0 |
| % change over legislative appropriation | 0% | (11.21%) | (11.21%) | 0% | (100.00%) | (100.00%) |

| | Fiscal Year 2003 | | | Fiscal Year 2004 | | |
|--|------------------|------------|------------|------------------|------------|------------|
| | General | Nongeneral | All Funds | General | Nongeneral | All Funds |
| Position level: | | | | | | |
| 2002-2004 legislative appropriation | 0 | 2.00 | 2.00 | 0 | 2.00 | 2.00 |
| Recommended amendments | 0 | 0 | 0 | 0 | (2.00) | (2.00) |
| Total recommended positions | 0 | 2.00 | 2.00 | 0 | 0 | 0 |
| VIRGINIA INFORMATION TECHNOLOGIES AGENCY | | | | | | |
| 2002-2004 legislative appropriation | 0 | 0 | 0 | 0 | 0 | 0 |
| Budget reductions: | | | | | | |
| ▶ Eliminate the Science and Technology Division | 0 | 0 | 0 | (67,500) | 0 | (67,500) |
| ▶ Reduce funding for in-house information technology activities | 0 | 0 | 0 | (13,360) | 0 | (13,360) |
| Subtotal budget reductions | 0 | 0 | 0 | (80,860) | 0 | (80,860) |
| Other amendments: | | | | | | |
| ▶ Establish the new agency to implement the state's information technology transformation plan | 0 | 0 | 0 | 2,426,222 | 32,040,469 | 34,466,691 |
| ▶ Institute statewide technology reforms | 0 | 0 | 0 | 13,985,000 | 0 | 13,985,000 |
| Subtotal other amendments | 0 | 0 | 0 | 16,411,222 | 32,040,469 | 48,451,691 |
| Total recommended amendments | 0 | 0 | 0 | 16,330,362 | 32,040,469 | 48,370,831 |
| Total recommended funding | 0 | 0 | 0 | 16,330,362 | 32,040,469 | 48,370,831 |
| % change over legislative appropriation | N/A | N/A | N/A | N/A | N/A | N/A |
| Position level: | | | | | | |
| 2002-2004 legislative appropriation | 0 | 0 | 0 | 0 | 0 | 0 |
| Recommended amendments | 0 | 0 | 0 | 22.00 | 345.00 | 367.00 |
| Total recommended positions | 0 | 0 | 0 | 22.00 | 345.00 | 367.00 |
| TOTAL FOR TECHNOLOGY | | | | | | |
| Grand total recommended funds | 11,220,769 | 52,888,444 | 64,109,213 | 24,459,425 | 32,089,251 | 56,548,676 |
| Grand total recommended positions | 29.00 | 345.00 | 374.00 | 27.00 | 345.00 | 372.00 |