

OFFICE OF TECHNOLOGY

THE HONORABLE LEONARD POMATA, SECRETARY OF TECHNOLOGY

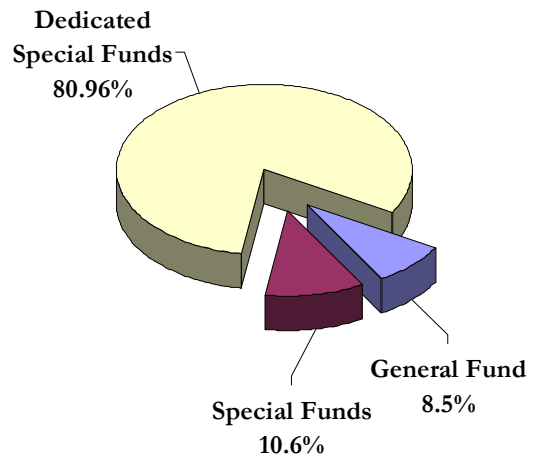
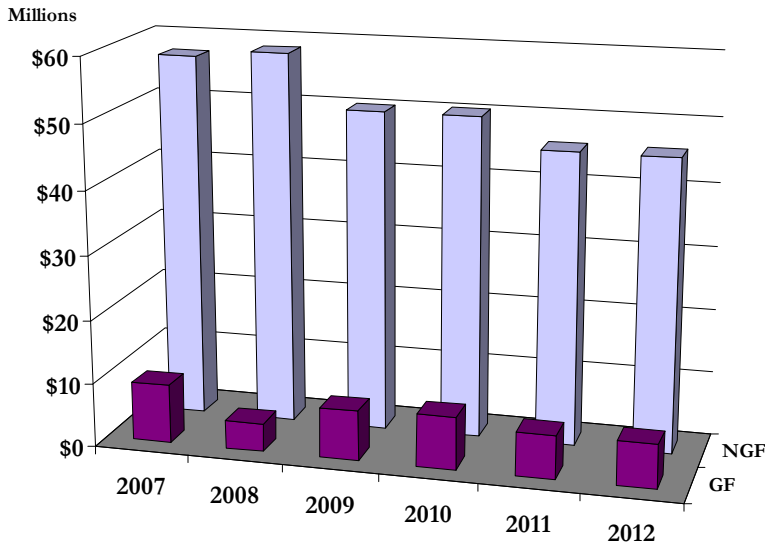
The agencies in the Technology secretariat are responsible for ensuring that the Commonwealth is at the forefront of innovation by cultivating emerging technologies such as nanotechnology and biotechnology, fostering the efficient and effective use of information technology to best serve state government, developing strategies for the deployment of broadband communications, and supporting Virginia's growing multibillion dollar technology industries.



TECHNOLOGY AGENCIES INCLUDE:
<ul style="list-style-type: none"> • Virginia Information Technologies Agency • Innovation and Entrepreneurship Investment Authority

FINANCING OF THE OFFICE OF TECHNOLOGY 2010-2012 BIENNIAL OPERATING BUDGET

OFFICE OF TECHNOLOGY OPERATING BUDGET HISTORY



Secretary of Technology

The Secretary of Technology and its agencies are responsible for efficient and effective government operations, instilling public sector excellence, and promoting Virginia's growing multi-billion dollar technology economy.

Operating Budget Summary

	General Fund	Nongeneral Fund	Personnel Cost
2007	\$542,502	\$53,977	\$529,823
2008	\$542,916	\$53,977	\$529,823
2009	\$545,683	\$0	\$477,987
2010	\$543,501	\$0	\$488,546
2011 Base	\$543,501	\$0	\$488,546
2011 Addenda	(\$53,230)	\$0	(\$53,261)
2011 TOTAL	\$490,271	\$0	\$435,285
2012 Base	\$543,501	\$0	\$488,546
2012 Addenda	(\$53,230)	\$0	(\$53,261)
2012 TOTAL	\$490,271	\$0	\$435,285

Authorized Position Summary

	General Fund	Nongeneral Fund	Total Positions
2007	5.00	0.00	5.00
2008	5.00	0.00	5.00
2009	5.00	0.00	5.00
2010	5.00	0.00	5.00
2011 Base	5.00	0.00	5.00
2011 Addenda	0.00	0.00	0.00
2011 TOTAL	5.00	0.00	5.00
2012 Base	5.00	0.00	5.00
2012 Addenda	0.00	0.00	0.00
2012 TOTAL	5.00	0.00	5.00

Recommended Operating Budget Addenda

► Distribute Central Appropriations amounts to agency budgets

Adjusts the agency budget to reflect amounts moved to or from Central Appropriations to cover the cost of items such as changes in retirement and other benefit contribution rates, as well as the distribution of other centrally funded items.

	FY 2011	FY 2012
General Fund	(\$6,737)	(\$6,737)

► Consolidate support positions in the Cabinet

Reflects savings achieved by eliminating funding for a staff position.

	FY 2011	FY 2012
General Fund	(\$46,493)	(\$46,493)

Innovation and Entrepreneurship Investment Authority

The Innovation and Entrepreneurship Investment Authority (IEIA) accelerates the next generation of technology and technology companies to make Virginia an attractive business location.

Key Objectives and Performance Measures

► We will accelerate funding for very early-stage technology firms

Rank of venture capital investments made in Virginia.

► We will save taxpayer costs, by identifying innovative technology solutions, which will lower operating costs of state agencies and private organizations.

Cost savings from the application of innovative technology solutions.

Operating Budget Summary

	General Fund	Nongeneral Fund	Personnel Cost
2007	\$6,122,989	\$0	\$0
2008	\$6,234,337	\$0	\$0
2009	\$5,295,878	\$0	(\$312,000)
2010	\$4,762,710	\$0	\$0
2011 Base	\$4,762,710	\$0	\$0
2011 Addenda	(\$738,960)	\$0	\$0
2011 TOTAL	\$4,023,750	\$0	\$0
2012 Base	\$4,762,710	\$0	\$0
2012 Addenda	(\$738,960)	\$0	\$0
2012 TOTAL	\$4,023,750	\$0	\$0

Authorized Position Summary

	General Fund	Nongeneral Fund	Total Positions
2007	0.00	0.00	0.00
2008	0.00	0.00	0.00
2009	0.00	0.00	0.00
2010	0.00	0.00	0.00
2011 Base	0.00	0.00	0.00
2011 Addenda	0.00	0.00	0.00
2011 TOTAL	0.00	0.00	0.00
2012 Base	0.00	0.00	0.00
2012 Addenda	0.00	0.00	0.00
2012 TOTAL	0.00	0.00	0.00

Recommended Operating Budget Addenda

► Distribute Central Appropriations amounts to agency budgets

Adjusts the agency budget to reflect amounts moved to or from Central Appropriations to cover the cost of items such as changes in retirement and other benefit contribution rates, as well as the distribution of other centrally funded items.

	FY 2011	FY 2012
General Fund	(\$87,710)	(\$87,710)

► Reduce funding for technology and life-science investments program

Adjusts funding available for equity investments to Virginia-based, seed-stage technology, and life science companies.

	FY 2011	FY 2012
General Fund	(\$651,250)	(\$651,250)

Virginia Information Technologies Agency

To provide information technology services to our customers that enable Virginia's government to better serve the public.

Key Objectives and Performance Measures

➔ **We will reduce the average cost per E-911 call as we deploy the next generation E-911 system to all geographic areas of the Commonwealth.**

Average cost per E-911 call received by local public safety answering points (PSAPs)

➔ **We will improve and deliver IT Infrastructure Services to currently established service level objectives leading to target Service Level Agreements per the partnership comprehensive agreement.**

Percentage of service level objectives met

➔ **We will increase the effectiveness of IT project oversight, monitoring, and project consulting so that more major IT projects are completed on time and on budget against their managed project baseline.**

Percentage of Commonwealth major information technology (IT) projects completed on time and on budget against their managed project baseline.

Operating Budget Summary

	General Fund	Nongeneral Fund	Personnel Cost
2007	\$2,540,097	\$57,184,411	\$90,334,103
2008	(\$2,390,705)	\$58,331,411	\$90,481,103
2009	\$1,946,296	\$50,139,310	\$96,663,336
2010	\$2,877,180	\$50,204,132	\$82,300,610
2011 Base	\$2,877,180	\$50,204,132	\$82,300,610
2011 Addenda	(\$3,006,889)	(\$2,954,282)	(\$2,988,511)
2011 TOTAL	(\$129,709)	\$47,249,850	\$79,312,099
2012 Base	\$2,877,180	\$50,204,132	\$82,300,610
2012 Addenda	(\$3,006,889)	(\$2,642,753)	(\$2,988,511)
2012 TOTAL	(\$129,709)	\$47,561,379	\$79,312,099

Authorized Position Summary

	General Fund	Nongeneral Fund	Total Positions
2007	25.00	400.00	425.00
2008	25.00	375.00	400.00
2009	24.00	375.00	399.00
2010	27.00	354.00	381.00
2011 Base	27.00	354.00	381.00
2011 Addenda	-1.00	-9.00	-10.00
2011 TOTAL	26.00	345.00	371.00
2012 Base	27.00	354.00	381.00
2012 Addenda	-1.00	-9.00	-10.00
2012 TOTAL	26.00	345.00	371.00

Recommended Operating Budget Addenda

▶ **Distribute Central Appropriations amounts to agency budgets**

Adjusts the agency budget to reflect amounts moved to or from Central Appropriations to cover the cost of items such as changes in retirement and other benefit contribution rates, as well as the distribution of other centrally funded items.

	FY 2011	FY 2012
General Fund	(\$78,769)	(\$78,769)

▶ **Reduce funding to the Wireless E-911 program**

Adjusts appropriations to reflect the most recent revenue projections, planned transfers to the geographic information services, and to support sheriff dispatchers in the Compensation Board.

	FY 2011	FY 2012
Nongeneral Fund	(\$2,647,273)	(\$2,647,273)

▶ **Adjust appropriations for geographic information services**

Adjusts appropriations to reflect reduced revenues and transfers from the Wireless Emergency-911 program.

	FY 2011	FY 2012
Nongeneral Fund	(\$847,141)	(\$847,141)

▶ **Adjust appropriations for special services fund**

Adjusts appropriations to reflect the most recent revenue and expenditure projections for the Acquisition Services Special Fund established to fund activities in finance procurement, contracting services, and special services in programs not eligible for federal fund reimbursement.

	FY 2011	FY 2012
Nongeneral Fund	\$459,528	\$459,528

▶ **Removes nongeneral fund appropriation**

Eliminates appropriation for the Enterprise Applications Division in support of the Virginia Election and Registration Information System. Responsibility for this support function has moved to the State Board of Elections.

	FY 2011	FY 2012
Nongeneral Fund	(\$1,770,000)	(\$1,770,000)
Authorized Positions	(9.00)	(9.00)

▶ **Appropriate web portal administration costs**

Re-establishes funding for administrative costs of the supporting contract with the vendor providing the Commonwealth's web portal services.

	FY 2011	FY 2012
Nongeneral Fund	\$330,000	\$330,000

▶ **Eliminate technology governance position**

Eliminates a position that supports the agency's information technology governance and statewide oversight responsibilities.

	FY 2011	FY 2012
General Fund	(\$132,335)	(\$132,335)
Authorized Positions	(1.00)	(1.00)

▶ **Reduce spending for Chief Information Officer transition**

Reduces planned expenditures involved in the transition for the office of the newly hired Chief Information Officer.

	FY 2011	FY 2012
General Fund	(\$52,656)	(\$52,656)

► **Reduce spending for integration of Commonwealth enterprise architecture and applications**

Reduces planned expenditures for developing an enterprise business repository.

	<u>FY 2011</u>	<u>FY 2012</u>
General Fund	(\$100,000)	(\$100,000)

► **Develop Commonwealth's technology strategic plan with in-house staff**

Reduces planned expenditures for the update of the Commonwealth's information technology strategic plan by relying on in-house staff instead of consultants.

	<u>FY 2011</u>	<u>FY 2012</u>
General Fund	(\$63,407)	(\$63,407)

► **Reduce enterprise applications consultants**

Reduces spending within the Enterprise Applications Division by replacing contractors with classified and wage employees.

	<u>FY 2011</u>	<u>FY 2012</u>
General Fund	(\$137,112)	(\$137,112)

► **Reduce technology governance activities**

Reduces spending on information technology governance activities such as technical organizational memberships, technology related publication subscriptions, and technical training for staff and state agencies.

	<u>FY 2011</u>	<u>FY 2012</u>
General Fund	(\$12,000)	(\$12,000)

► **Reduce spending for geographic information services**

Reduces year end nongeneral fund balances of the fund established in support of the Virginia Geographic Information Network. The reduction is effected by transferring a portion of those balances to the general fund.

	<u>FY 2011</u>	<u>FY 2012</u>
Revenue/Transfers	\$125,000	\$125,000

► **Reduce information technology expenses**

Reduces expenses resulting from information technology initiatives in the areas of reduced and renegotiated information technology service rates, the replacement of old agency equipment with Northrop Grumman services, and a reduction of information technology surcharges. The savings will be captured from agencies impacted by the reduced costs. Eligible nongeneral fund savings will be captured in "Part 3: Miscellaneous" of the bill.

	<u>FY 2011</u>	<u>FY 2012</u>
General Fund	(\$1,046,268)	(\$1,046,268)
Revenue/Transfers	\$365,982	\$365,982

► **Reduce overhead charges for information technology services**

Reduces expenditures within the agency by implementing administrative efficiencies, ultimately reducing the overhead charges for services provided to customers. The savings will be captured from agencies benefiting from the reduced costs. Eligible nongeneral fund savings will be captured in "Part 3: Miscellaneous" of the bill.

	<u>FY 2011</u>	<u>FY 2012</u>
General Fund	(\$1,384,342)	(\$1,384,342)
Revenue/Transfers	\$587,441	\$587,441

► **Supplant nongeneral funding toward repayment of working capital advance**

Transfers nongeneral funding from anticipated medical equipment savings toward the repayment of the agency's working capital advance. The savings are being achieved by reducing reimbursement rates for durable medical equipment and implementing a competitive bidding process to buy incontinence supplies.

	<u>FY 2011</u>	<u>FY 2012</u>
Nongeneral Fund	\$1,520,604	\$1,832,133