



# UTAX Program Update

Prepared by the  
Office of the Legislative Fiscal Analyst  
for the  
Executive Appropriations Committee

June 15, 1999

# UTAX Program Update

## Overview

---

- # Overall Cost and Schedule
- # Program Structure
- # Status of Modules
- # Status of Funds
- # Recent Management Decision (Tax)



# Overall Cost and Schedule

For Entire UTAX Project

---

## # Cost

- ▶ Original Target: \$34 million
- ▶ Projected Total (Feb., 1999): \$40 million

## # Schedule

- ▶ Original Target: Early 2001
- ▶ Projected Completion: Indefinite



# Program Structure

## Modular Approach Offers Management Flexibility

---

### # Three Functional Modules

- ▶ Computer Aided Collection System for Gov't (CACSG)
- ▶ Motor Vehicle Administration (MVA)
- ▶ Advantage Revenue (ADVR)

### # Non-functional Work Orders

- ▶ “Phase 1” work order included all modules split 60/20/20
- ▶ Multiple “Phase 2” work-orders for distinct deliverables - yet deliverables not “operable”





# Status of Modules

## Computer Assisted Collection System for Gov't

- P Purpose: Assist in collecting delinquent accounts/back taxes
- P Contractor: American Management Systems (AMS)
- P Cost: \$7.4 million
- P Implementation: March, 1998
- P Delivered on-time and on-budget but required adaptation and adjustment period.

**CACSPlus for Government**

File Edit Access Case System Admin Window Help

**Forced Inquiry - 101112 - LR04 - UDF701568223017**

Name: FMI, Inc. User: Follow up: 12/29/96  
DBA: FMI Inc. State: Hold-Pri-30 - HR03

Demographic Information: FMI, Inc - Primary - Main

89 N 15th Street	Relationship: Primary
#900	Title:
Minneapolis MN 52163	Address: Main

(612) 555-1081	Business	Valid	<input checked="" type="checkbox"/> X-Ref
(612) 555-4166	Fax	Valid	<input type="checkbox"/> Assets
( ) -	None	None	<input type="checkbox"/> BKY

Debt Type	Balance	HF
CORP	\$781.89	0
MNST	\$2,097.25	0
<b>Total:</b>	<b>\$2,879.14</b>	<b>0</b>

We Have:

Case ID: UDF701568223017  State Assign Permanent

Ready...



# Status of Modules

## Motor Vehicle Administration

**P** Purpose: Streamline vehicle registration and titling

**P** Contractor: AMS - Subcontractor Revenue Systems, Inc (RSI)

**P** Cost: \$12.9 million

**P** Implementation: October, 1999

**#** Workforce pressures and previous contractor commitments will delay implementation by an undetermined amount of time.

Payment Type	Amount	Payment Info	Resolvable Account	Due
1 CHECK	\$ 0.00			Received \$716.38
				Suspended \$ 0.00
				Chg/Ret/Adj \$ 0.00
				Difference \$716.38



# Status of Modules

## ADVANTAGE Revenue

P Purpose: Track withholding, corporate, and sales tax payment

P Contractor: American Management Systems (AMS)

P Cost: \$19.7 million

P Implementation: Early, 2001

# Shift in AMS's corporate strategy and problems in other states have motivated Tax to delay this module with \$3.6 million having already been spent

K40 Return, \$0.00, 1996, CHAD PORTERMAINE, 338647537

Demographics Filing Information

Filing Information

Filing Status: Head of household  
Residency Status: Resident

Detail Type: Original Return

Reason For Amending: [ ]

NOL Refund Interest Year: [ ]

Customer Signature  Customer Deceased  Spouse Deceased

Election Campaign Fund

Taxpayer: No Contribution  
Spouse: No Contribution

Exemptions:

Spouse: 1  
Disabled: [ ]  
Total Exemptions: 1

Received Date: 04/15/97  
Source: Data Entry

Return [ ]  
Reference [ ]

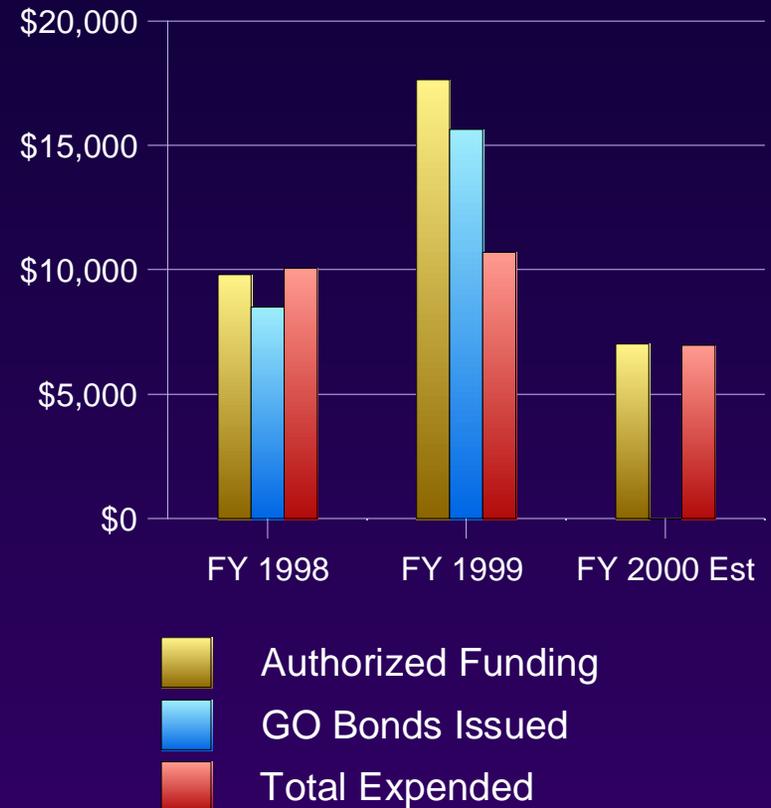
Correct Close



# Status of Funds

## Authorized, Bonded, and Expended

- P Total \$34.7 million Authorized
- P Total \$20.7 million Spent
- P \$31.2 million GO Bonds Auth.
- P \$24.2 million GO Bonds Issued
- P FY 2000 GO Bonds will NOT be immediately issued
- P \$7 million carry-over into 2000



# UTAX Program Update

## Conclusion

---

- # 2/3 of project well underway, with some delay
- # Final module, ADVANTAGE Revenue, will be postponed indefinitely
- # FY 2000 bond issuance will be postponed
- # LFA Recommends:
  - ▶ Definition of future deliverables in operable segments
  - ▶ Analysis of ADVR in isolation

