



DTS INTERNAL SERVICE FUND

INFRASTRUCTURE AND GENERAL GOVERNMENT
STAFF: GARY K. RICKS

BUDGET BRIEF

SUMMARY

The Department of Technology Services (DTS) acts as Utah's central service provider for information technology (IT) related activities. DTS was created by Information Technology Governance Amendments (H.B. 109, 2005 GS) which consolidated the Division of Information Technology Services and all agency IT functions into DTS. The internal service fund (ISF) portion of DTS is financed by billing customer agencies for services provided.

The DTS Internal Service Funds has two programs:

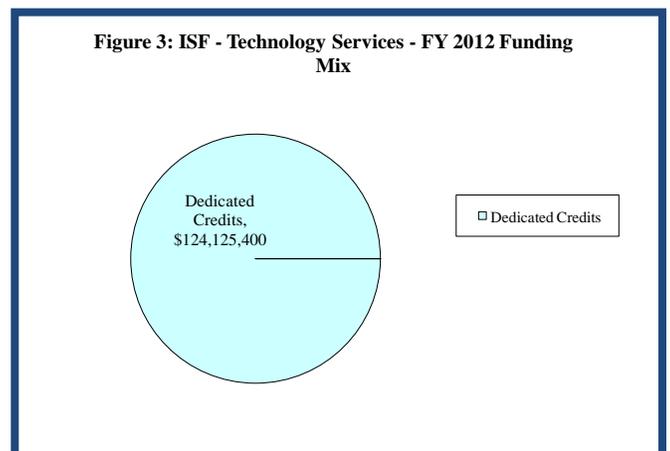
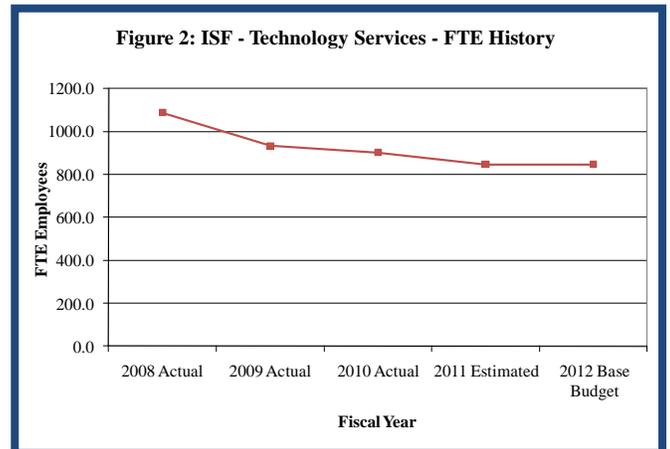
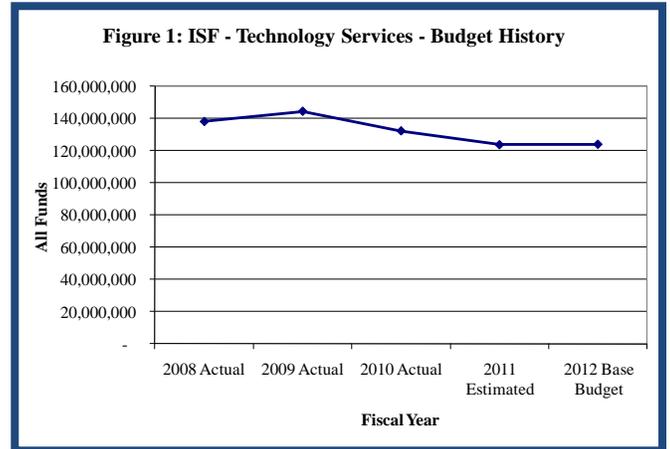
- Agency Services
- Enterprise Services

DTS Rate Structure

House Bill 109 (2005 GS) facilitated a consolidation of IT employees from state agencies into the Department of Technology Services. To ease the transition, DTS kept the IT employees in the same function they previously held within the agencies and billed the agencies for those employee salaries and benefits through the Agency Services program. The Agency Service program was only intended to serve as a transition program to allow the Department time to analyze how the functions of those employees relate to IT products it provides to the agencies. FY 2007 and 2008 were the transitional period and in FY 2009 the Department transferred all but 69 IT directors and administrative staff (of approximately 700 employees) out of the billed Agency Services program and into the rate-based Enterprise Services program. In FY 2010 DTS transferred the remaining 69 employees from Agency Services to Enterprise Services and incorporated them into the cost structure.

RECOMMENDATIONS

The Analyst recommends that the Subcommittee approve the FY 2012 Budgeted FTE level, Authorized Capital Outlay and Annual Revenue for the Department of Technology Services Internal Service Funds and direct the Analyst to include these items in the Subcommittee's base budget appropriations act.



DTS ISF DETAIL

DTS ISF	Budgeted FTE	Authorized Capital Outlay	Annual Revenue
Dept. of Technology Services	847.0	\$9,415,000	\$124,125,400
Totals	847.0	\$9,415,000	\$124,125,400

DTS ISF BUDGET DETAIL

ISF - Technology Services						
Sources of Finance	FY 2010 Actual	FY 2011 Appropriated	Changes	FY 2011 Revised	Changes	FY 2012* Base Budget
Dedicated Credits - Intragvt Rev	132,355,100	126,465,200	(2,652,300)	123,812,900	312,500	124,125,400
Total	\$132,355,100	\$126,465,200	(\$2,652,300)	\$123,812,900	\$312,500	\$124,125,400
Line Items						
ISF - DTS Operations	132,355,100	126,465,200	(2,652,300)	123,812,900	312,500	124,125,400
Total	\$132,355,100	\$126,465,200	(\$2,652,300)	\$123,812,900	\$312,500	\$124,125,400
Categories of Expenditure						
Personnel Services	75,715,800	75,086,500	466,400	75,552,900	275,600	75,828,500
In-state Travel	129,200	179,200	(89,500)	89,700	42,600	132,300
Out-of-state Travel	0	190,600	(186,100)	4,500	87,900	92,400
Current Expense	20,745,500	24,366,000	452,800	24,818,800	(19,300)	24,799,500
DP Current Expense	26,748,200	19,137,400	(2,326,100)	16,811,300	1,243,600	18,054,900
Other Charges/Pass Thru	722,500	699,400	(45,400)	654,000	100	654,100
Depreciation	5,427,700	6,806,100	(656,800)	6,149,300	113,700	6,263,000
Total	\$129,488,900	\$126,465,200	(\$2,384,700)	\$124,080,500	\$1,744,200	\$125,824,700
Other Data						
Budgeted FTE	903.0	847.0	0.0	847.0	0.0	847.0
Actual FTE	739.3	0.0	0.0	0.0	0.0	0.0
Authorized Capital Outlay	7,198,600	9,967,800	(3,694,910)	6,272,890	3,142,110	9,415,000
Retained Earnings	9,964,100	5,024,800	4,671,700	9,696,500	(3,772,300)	5,924,200
Vehicles	34.0	33.0	1.0	34.0	0.0	34.0

*Does not include amounts in excess of subcommittee's state fund allocation that may be recommended by the Fiscal Analyst.