

Agency: 163 Consolidated Tech Serv
Decision Package Code/Title: CE IT Budget Fund Technical Correction

Budget Period: 2015-17
Budget Level: M2 - Inflation and Other Rate Changes

Recommendation Summary Text:

Consolidated Technology Services (WaTech) requests technical correction of non-appropriated spending authority in Funds 458 Consolidated Technology Services Revolving Account, 461 Shared Information Technology System Revolving Account, and 472 Statewide Information Technology System Maintenance and Operations Revolving Account to match expected revenue and spending .

Agency Total

Fiscal Detail

Operating Expenditures	<u>FY 2016</u>	<u>FY 2017</u>	<u>Total</u>
458-6 -Con Tech Serv Rev Acct-Non-Appropriated	(4,264,331)	260,056	(4,004,275)
461-6 -Shar Info Tech Sys Rev Acct-Non-Appropriated	180,567	106,500	287,067
472-6 -SW Info Tech Sys M & O Rev Acct-Non-Appropriated	4,083,764	(366,556)	3,717,208
996-Z -Estimated All Other Funds-Other	0	0	0
Total Cost	0	0	0

Staffing

FTEs

Package Description:

The 2015-17 biennial budget abolished the Data Processing Revolving Fund (419) and replaced it with three separate funds . The result is that WaTech operates out of three funds depending on the type of expense and the source of the revenue . This non-appropriated spending authority was either omitted from, or approved in, the wrong fund in the 2015-17 biennial budget . See attachment for details.

Narrative Justification and Impact Statement

What specific performance outcomes does the agency expect?

These kinds of adjustments will have to be made in each biennial and supplemental budget in order to keep the three funds aligned with the purpose of expenditures and the sources of revenue .

On a monthly basis WaTech fiscal staff will continue to move expenditures among these funds manually using journal vouchers . The movement of expenditures among funds will be for purposes of maintaining or correcting payroll, overhead transfers, customer payments, posting cash/accounts receivable, and posting assets within the appropriate fund depending on which service benefited from the expenditure and which source earned the revenue .

At fiscal year close, WaTech staff will manually reconcile within and across funds and at the line of business level in order to appropriately account for the financial activities of this agency .

Performance Measure Detail

Activity A402	Administrative Activity	Incremental Changes	
		<u>FY 2016</u>	<u>FY 2017</u>
Outcome Measures			
000499	Internal Customer Survey Results	0.00%	0.00%
000509	Employee Evaluation	0.00%	0.00%

Is this decision package essential to implement a strategy identified in the agency's strategic plan?

Not Applicable

Does this DP provide essential support to one or more of the Governor's Results Washington priorities?

e. Efficient, Effective and Accountable Government - Washingtonians expect their tax dollars to be put to the best possible use. That means investing in state services that are the most important to them, providing those services with excellence and then making results easily available to the public. We've developed preliminary outcome measures that demonstrate our commitment to using Lean management principles to deliver customer satisfaction, employee engagement and innovation, and transparency and accountability.

What are the other important connections or impacts related to this proposal?

There is no impact to WaTech customers related to this technical correction.

What alternatives were explored by the agency, and why was this alternative chosen?

None. As long as the agency operates from three funds, these technical corrections will be necessary.

What are the consequences of adopting or not adopting this package?

Expenditure authority will not be in the appropriate fund resulting in either incorrect accounting records or inaccurate accounting being compared to inappropriate spending authority by fund.

What is the relationship, if any, to the state's capital budget?

None

What changes would be required to existing statutes, rules, or contracts, in order to implement the change?

Not Applicable

Expenditure and revenue calculations and assumptions

See attachment CE - IT Budget Fund Technical Correction.xls.

Which costs and functions are one-time? Which are ongoing? What are the budget impacts in future biennia?

This correction will need to be done annually.

Object Detail

Total

Total Objects