

Permanent Fund Dividend Computer Replacement Project **FY2007 Request:** **\$125,000**
Reference No: **40051**

AP/AL: Appropriation **Project Type:** Information Systems
Category: General Government
Location: Statewide **Contact:** Jerry Burnett
House District: Statewide (HD 1-40) **Contact Phone:** (907)465-2312
Estimated Project Dates: 07/01/2006 - 06/30/2011

Brief Summary and Statement of Need:

This project funds the second year of a newly established replacement cycle for desktop computers, printers, scanners and servers. The cycle is based on warranty and expected useful life. The Permanent Fund Dividend Division, whose mission is to distribute the annual PFD dividend in a timely manner, receives over two million documents annually that must be scanned and processed. Regularly scheduled replacement of equipment that has exceeded its useful life will avoid costly repairs, equipment downtime, and delays in processing, and is key to achievement of all 2007 performance end results and most associated performance targets (see FY2007 Operating Budget).

Funding:	<u>FY2007</u>	<u>FY2008</u>	<u>FY2009</u>	<u>FY2010</u>	<u>FY2011</u>	<u>FY2012</u>	<u>Total</u>
PFD Fund	\$125,000	\$125,000	\$125,000	\$125,000	\$125,000		\$625,000
Total:	\$125,000	\$125,000	\$125,000	\$125,000	\$125,000	\$0	\$625,000

<input type="checkbox"/> State Match Required	<input type="checkbox"/> One-Time Project	<input type="checkbox"/> Phased - new	<input type="checkbox"/> Phased - underway	<input checked="" type="checkbox"/> On-Going
0% = Minimum State Match % Required		<input type="checkbox"/> Amendment	<input type="checkbox"/> Mental Health Bill	

Operating & Maintenance Costs:

	<u>Amount</u>	<u>Staff</u>
Project Development:	0	0
Ongoing Operating:	0	0
One-Time Startup:	0	0
Totals:	0	0

Additional Information / Prior Funding History:

FY2006 - \$117,000 PFD Fund

Project Description/Justification:

Information Technology Capital Project Review Form FY2007

1. Has this project been previously approved?

The first year of this project was approved in FY2006.

2. What is the purpose of the project?

This project funds the second year of a newly established replacement cycle for desktop computers, printers, servers, and other office support equipment. The cycle is based on the warranty and expected useful life of each type of equipment. Replacing worn out and obsolete mission critical equipment on a planned life-cycle basis facilitates maximum employee productivity on a day-to-day basis, and enables the success of cost saving strategies related to PFD Performance Management targets.

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Project cost:	Capital:			Annual O&M costs or savings
	Prior Years	FY 2006	FY 2007	
General Funds				
General Fund Match				
General Fund Program Receipts				
I/A Receipts (dept. and fund source)				
Other Funds 1050 PFD Fund		117,000	125,000	
Federal Funds				
Total				

3. Is this a new systems development project?

No

Upgrade or enhancement to existing department capabilities?

No, this project replaces existing equipment.

4. Specifically, what hardware, software, consulting services, or other items will be purchased with this expenditure? (Include a line item breakdown.)

LINE 75000 Equipment:

	2007	2008	2009	2010	2011
Desktops	\$ 9.0	\$ 40.5	\$ 42.0	\$ 52.0	\$ 13.0
Laptops	\$ -	\$ 2.0	\$ -	\$ 4.0	\$ -
Printers	\$ 16.0	\$ 4.0	\$ 12.0	\$ 24.0	\$ 12.0
Scanners	\$ 45.0	\$ 22.0	\$ 30.0	\$ 45.0	\$ 45.0
Copiers	\$ 41.5	.	\$ 15.3	\$ -	\$ 41.5
Fax	\$ 3.5	\$ 1.1	\$ -	\$ -	\$ -
Miscellaneous	\$ 10.0	\$ 55.4	\$ 25.7	\$ -	\$ 13.5

5. How will service to the public measurably improve if this project is funded?

Reliable electronic equipment is essential to the division's mission of administering the permanent fund dividend program. Using reliable electronic equipment is the only way the division can accurately process 635,000 PFD applications each year at current funding and staffing levels, and increased use of electronic equipment is the key to achieving all 2007 Performance Management End Results and most of the associated performance targets (see FY2007 Operating Budget detail). This equipment facilitates productivity of staff, reduced print and mail costs and costs of mainframe processing, and assures the availability of timely and accurate information to the public and state decision makers.

6. Does project affect the way in which other public agencies will conduct their business?

No

7. What are the potential out-year cost implications if this project is approved? (Bandwidth requirements, etc.)

None

8. What will happen if the project is not approved?

Without this funding, essential equipment that is worn out and cannot cost effectively be repaired can only be replaced if operating funds are available at the end of the fiscal year.