



STATE OF NEW HAMPSHIRE
DEPARTMENT OF INFORMATION TECHNOLOGY

27 Hazen Dr., Concord, NH 03301
 Fax: 603-271-1516 TDD Access: 1-800-735-2964
 www.nh.gov/doit

Denis Goulet
 Commissioner

October 30, 2019

His Excellency, Governor Christopher T. Sununu
 and the Honorable Council
 State House
 Concord, NH 03301

REQUESTED ACTION

Pursuant to Chapter 375, Laws of 2019 Budget Footnote 5213, authorize the Department of Information Technology, Statewide Telecommunications to budget and expend \$1,570,100.00 from the Prior Year Carry Forward Balance of the Statewide Telecommunications Fund as shown in the table below. Effective upon Governor and Council approval through June 30, 2020. Funding 100% Agency Income (Revolving Funds).

The funds are to be budgeted as follows:

01-03-03-030510-52130000 DoIT Statewide Telecommunications

Class	Description	SFY 2020 Current Adjusted Authorized	Requested Action	SFY 2020 Adjusted Authorized
003-407191	Telephone Clearing Account	\$ 5,606,171.02	\$ 1,570,100.00	\$ 7,176,271.02
010-500101	Personal Services-Perm Class	\$ 1,100,506.00	\$ -	\$ 1,100,506.00
018-500106	Overtime	\$ 35,000.00	\$ -	\$ 35,000.00
020-500200	Current Expenses	\$ 4,200.00	\$ -	\$ 4,200.00
028-582814	Transfers to General Services	\$ 31,200.00	\$ -	\$ 31,200.00
037-500173	Technology-Hardware	\$ 911,750.00	\$ 1,160,000.00	\$ 2,071,750.00
038-500175	Technology-Software	\$ 117,561.76	\$ -	\$ 117,561.76
039-500188	Telecommunications	\$ 2,431,958.26	\$ 410,100.00	\$ 2,842,058.26
042-500620	Additional Fringe Benefits	\$ 114,781.00	\$ -	\$ 114,781.00
046-500465	Consultants	\$ 185,585.00	\$ -	\$ 185,585.00
050-500109	Personal Service-Temp/Appointe	\$ 74,885.00	\$ -	\$ 74,885.00
059-500117	Temp Full Time	\$ 44,830.00	\$ -	\$ 44,830.00
060-500601	Benefits	\$ 538,599.00	\$ -	\$ 538,599.00
066-500545	Employee Training	\$ 10,000.00	\$ -	\$ 10,000.00
070-500704	In State Travel Reimburse	\$ 3,000.00	\$ -	\$ 3,000.00
080-500714	Out of State Travel	\$ 500.00	\$ -	\$ 500.00
089-582814	Transfer to DAS Main Fund	\$ 1,815.00	\$ -	\$ 1,815.00
		\$ 5,606,171.02	\$ 1,570,100.00	\$ 7,176,271.02

EXPLANATION

Services provided through Statewide Telecommunications (Telecom) include managing and maintaining the State's NH Voice over IP (VoIP) Services and core network, local and long distance telephone services, telecommunication equipment and installation, maintenance, data network cabling and circuits, fiber optic facilities, dial-up services, state telecommunications user support, repair services, cellular telephone and pager services. Telecommunications also provides technical expertise and guidance to the Department of Administrative Services for statewide service contracts.

The primary scope of the Statewide Telecommunications is providing telecommunications and data services to state government, including adopting uniform standards, practices and procedures for delivery of safe, consistent and efficient communications services at the lowest reasonable cost to state agencies and to enhance current services and satisfy continued expansion demands. Statewide Telecommunications is a service oriented, revenue generating operation.

The existing network gear purchased in FY 2012 supports the State of NH core network infrastructure and the NH VoIP Telephony System. The necessity of the requested funds is to allow the replacement of the core equipment that is now nearing the manufacturer's end-of-life/end-of-support cycle. In order to continue to meet the State's current and future network usage demands and maintain the security and compliance (Federal and PCI) of the State's core network and VoIP telephony system, we must replace the State's aging gear and non-supportable equipment with new equipment. DoIT anticipates an ongoing schedule of refreshing the network every 5 to 6 years.

Over the last four fiscal years, DoIT has gradually increased the available balance in the revolving fund to the current level of \$3.878M. Once the network refresh is complete, DoIT will again rebuild the available balance so sufficient funds exist to refresh the network during the next cycle. This gradual incremental approach allows DoIT to refresh the network on a regular schedule while maintaining consistent telecommunications rates.

Year	Beginning Balance	Revenue and Fund Sources	Expenses & Fund Uses	Encumbrances	Ending Balance
2019	\$ 2,821,593.00	\$ 5,849,862.00	\$ (4,341,223.00)	\$ (451,755.00)	\$ 3,878,477.00
2018	\$ 1,783,501.00	\$ 5,867,907.00	\$ (4,829,814.00)	\$ (180,632.00)	\$ 2,640,961.00
2017	\$ 1,189,577.00	\$ 4,906,968.00	\$ (4,313,156.00)	\$ (383,726.00)	\$ 1,399,663.00
2016	\$ 575,496.00	\$ 5,287,442.00	\$ (3,879,316.00)	\$ (794,045.00)	\$ 1,189,577.00

Respectfully Submitted,



Denis Goulet
 Commissioner
 Department of Information Technology

DG/rc

Legislative Budget Worksheet

Current Modified

CATEGORY	01	GENERAL GOVERNMENT
DEPARTMENT	00003	INFORMATION TECHNOLOGY DEPT
AGENCY	003	INFORMATION TECHNOLOGY DEPT
ACTIVITY	OIT030510	DOIT TELECOMMUNICATIONS
ORGANIZATION	5213SWT	STATEWIDE TELECOMMUNICATIONS

	Fiscal Year 2020	Fiscal Year 2021
TOTAL NUMBER OF POSITIONS	14.00	14.00
EXPENDITURE TOTAL FOR DOIT TELECOMMUNICATIONS	5,154,416	5,202,879
UNDEFINED FUNDS	5,154,416	5,202,879
TOTAL ESTIMATED SOURCE OF FUNDS	5,154,416	5,202,879
PERMANENT CLASSIFIED	14.00	14.00
TOTAL NUMBER OF POSITIONS FOR DOIT TELECOMMUNICATIONS	14.00	14.00

ORGANIZATION NOTES

The Department of Information Technology is authorized to assess a fair and equitable charge for telecommunications and core network services, equipment and supplies. Such charges shall be made against departmental or institutional appropriations upon request and delivery. Funds arising from such charges shall be accounted for separately, and shall be continually appropriated to fund this account and for such purposes as may be approved by the Governor and Council.

Prepared By: Office of Legislative Budget Assistant

Run Date: 10/10/2019 13:43:15