

As prescribed by Act 151 of the 116th session of the South Carolina General Assembly, the SCEIS Executive Oversight Committee respectfully submits its annual report on the implementation of the South Carolina Enterprise Information System (SCEIS). This is a summary level report. More detailed information is available if needed.

Current Status

The Finance and Materials Management modules of SAP were successfully implemented on November 5, 2007 in six agencies, including the Comptroller General's Office and the Treasurer's Office. This Phase 1-A "go-live" for six agencies tested the system, including the imaging software and hardware, and demonstrated its overall stability and functionality.

The Project's immediate future includes an April 7, 2008 "rollout" for 11 additional agencies (Phase 1-B) that have been selected as "functional fits" for the existing SCEIS production system. In addition the Project Team is updating its current plans for future rollouts (2008 through 2010) for all of the remaining agencies. In addition, proposals from vendors to assist with the Human Resources/Payroll (HR/PR) rollout are also under review. In preparation for the rollout of HR/PR modules, the HR/PR team is documenting the State's current processes, and nearing completion of that effort.

Among the challenges the SCEIS project faces are maintaining continuity in the project team leadership and in the contract support team. The prime integrator, Deloitte Consulting, is no longer working on the project. The implementation will be moved forward by contracting for consulting services on a more limited basis. The Executive Oversight Committee has been meeting monthly with the Project Team leadership and will continue to closely monitor the implementation progress.

Scope

The scope of the SCEIS project has been, and continues to be, the SAP implementation for Finance, Materials Management (procurement), Human Resources, Payroll and Budgeting for state government agencies, collectively referred to as the "enterprise." As prescribed by Act 151, the "enterprise" includes all state agencies, with the exception of lump-sum agencies, the General Assembly or its respective branches or its committees, Legislative Council, and the Office of Legislative Printing and Information Technology Resources. The scope of the project remains unchanged.

Schedule

Act 151 calls for full implementation of SCEIS within 5 years of its passage, not later than June of 2010. While the plan for the final date remains unchanged, the SCEIS team is in the process of reviewing and updating the rollout plan to achieve this goal. This revised plan will be presented to the Executive Oversight Committee for review and approval.

Budget

The SCEIS project continues to remain within the overall budget of \$62.8 million for implementation. However, \$47.1 million of the overall implementation budget is obtained from agency funds collected as agencies are scheduled to "go live" on the enterprise system. Project cash flow will be adversely impacted if the "roll out" schedule for the agencies is not properly implemented.

The General Assembly has continued to fund the operational costs of the project according to the original plan that was presented five years ago. The budget requested by the Budget and Control Board for FY 2008-09 includes a request to convert "one-time" project funding (\$3.2 million) in the FY 2007-08 Appropriations Act to "recurring" funding, and a request for \$1.7 million in new recurring funding. This continues to follow the original 5 year funding plan for central staffing and operations.