

As prescribed by S.C. Code Ann. § 11-53-20, 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 SCEIS Project had a very successful year in 2008. The success of 2008 is directly due to the dedication and hard work of the SCEIS team. This state led team successfully reached several significant milestones during the year. The Finance and Materials Management modules were successfully implemented in an additional 24 agencies. To date there are now a total of 30 agencies using SCEIS for to manage their finance and procurement activities. In addition the design for the Human Resources and Payroll implementation was also completed as scheduled.

As we move into the 2009 the SCEIS project will continue to build upon the foundation that has been laid. The significant goals for 2009 include implementation finance and materials management of an additional 36 agencies, beginning the retirement of STARS by establishing SCEIS as the state's official accounting system, and the initial construction implementation the Human Resources and Payroll modules. The Executive Oversight Committee will continue to meet monthly with the Project Team leadership 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 law, 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

S.C. Code Ann. § 11-53-20 requires full implementation of SCEIS within 5 years of its passage, not later than June of 2010. The current plan as approved by the SCEIS Executive Oversight Committee continues to provide for the meeting of these goals.

Budget

The SCEIS project continues to remain within the overall budget of \$62.8 million for implementation. Note that \$47.1 million of these funds are paid by agencies as they are implemented. To date SCEIS has collected \$10.3 million and is in the process of collecting an additional \$1.2 million from agencies that have been implemented. As the project moves forward its success is dependent upon the agencies ability to meet their payment obligations relative to SCEIS. Options for this included drawing upon previously set aside funds or utilizing the Master Lease program that will allow for amortizing these costs over a 5 year period.

The operational costs of the project have continued to follow the original plan that was presented to the General Assembly five years ago. Under the terms of the SCEIS flexibility proviso the Budget and Control Board has authorized the \$4.6 million in both fiscal year 2008-2009 and 2009-2010 to support these recurring costs.