

As prescribed by SC Code Section 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***

As of August 2, 2010, seventy (70) agencies had implemented the Finance System and Procurement/MMO System. As of September 2, 2010, seventy (70) agencies had implemented the Payroll and Human Resources Systems. During the Fiscal Year 2010, in excess of \$20 billion in revenue and expenditures each were posted using SCEIS. During Calendar Year 2010, \$556 million in state payroll was processed through SCEIS and the Comptroller General's Office. Approximately 41, 225 employees are paid from the SCEIS system twice monthly while approximately 5,500 employees remain on the legacy payroll system at this time. The SCEIS system known as MySCEmployee for employees to view and update personal information, view pay stubs, request leave, and enter time had 643,387 logins in Calendar Year 2010. The same system is used by managers and supervisors to approve time and leave. On line SCEIS training is available through the SCEIS website.

### ***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 Of 2005, 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. Work continues on conversion of various specialized agency systems to SCEIS or the interfacing of those systems with SCEIS that will allow the Comptroller General's Office to retire the 30 plus year old STARS system, replacing the aging state budget system with a new budget module, implementing additional features and functions of SCEIS/SAP, upgrading and expanding the reporting functions of SCEIS, working with agencies to expand standardized internal controls, audit functions and security features.

### ***Schedule***

Act 151 calls for full implementation of SCEIS not later than June 30, 2010. The Appropriations Act for Fiscal Year 2011 extended the deadline for implementation of SCEIS was extended until August 2, 2010 for DHEC (Proviso 89.125) and until June 30, 2011 for DOT (Proviso 89.126). The implementation of the prescribed systems was completed at DHEC. The work for implementation at DOT by the SCEIS and DOT teams is ongoing, including consultations with the Federal Highway Administration. The DOT project is currently on schedule.

### ***Budget***

The SCEIS project original overall budget was \$62.8 million for implementation. With \$47.1 million of the overall implementation budget paid from agency funds. The projected implementation cost through fiscal year 2010-2011 is now at 82.9 million. The increase in costs was due to the delays as noted above in addition to the need to extend other consultants to insure successful implementation. With the planned implementation of DOT by June 30, 2011 the full scope of agencies identified with the original scope will be implemented. Going forward there are opportunities to improve agency processes to take advantage of the opportunities for efficiency that SCEIS offers. While not directly tied to implementation there will be costs associated with this effort. The budget request for Fiscal Year 2012 included \$1.0 million to fund this effort. In addition the request also includes non-recurring funding of \$950,000 to implement a new Public Budget Formulation module and \$500,000 to purchase and



implement an Internal Controls and Fraud prevention module, neither of which was included in the original scope of SCEIS.

The original 5 year funding plan for SCEIS staffing and operations presented in 2004 projected these costs to rise to \$12.3 million annually. At present the actual SCEIS staffing and operational costs are projected at \$14.95 million. The Fiscal Year 2011 recurring general fund appropriation is at \$7.1 million or \$7.85 million short of what is projected to staff and operate SCEIS in Fiscal Year 2012.