



COLORADO

Department of Personnel
& Administration

CORE Operations Base Adjustment
FY 2018-19 Base Adjustment

Cost and FTE

- The Department of Personnel & Administration is requesting a total base adjustment of \$1,309,408 to be moved from the (5) Division of Accounts and Control, (C) CORE Operations, Operating Expenses line to the (5) Division of Accounts and Control, (C) CORE Operations, Payments for CORE and Support Modules line, which will better align the funds with the anticipated expenditures.

Current Program

- In July 2014, the State of Colorado transitioned its financial, procurement and budget functions from the Colorado Financial Reporting System (COFRS) and other legacy systems to the Colorado Operations Resource Engine (CORE).
- As part of a FY 2015-16 Budget Amendment to restructure the Office of the State Controller to better meet the needs of supporting CORE, the Department requested the reorganization to effectively reflect new functional groups replacing the Supplier Database and e-Procurement program with the CORE Operations program. This program provides strategic direction, execution, and maintenance of CORE as well as migration of legacy systems (BIDS, COMPASS).
- CORE currently has more than 4,000 users statewide that produce over five million documents, or records, across budget, accounting and procurement.

Problem or Opportunity

- The CORE Operating Expenses appropriation currently funds all general operating expenses (such as travel, office equipment, etc.) as well as the ongoing CORE system information technology system maintenance.
- The Department recognizes that the expenses directly related to the CORE system would better align with the “Payments for CORE and Support Modules” line, which was designed to fund CORE implementation in addition to the ongoing costs of operating the system.

Consequences of Problem

- This movement of appropriations will allow for greater transparency into the CORE operating budget. If this request is not approved, the program will continue to operate as it currently does.

Proposed Solution

- The Department is requesting a base adjustment which moves \$1,309,408 from the Operating Expense line item to the Payments for CORE and Support Modules line item. This adjustment is zero-sum overall.
- Of this total, \$411,487 in cash funds and \$897,921 in reappropriated funds will be moved. As a result, the revised appropriation for the Operating Expenses line will be \$60,000 (all reappropriated funds), and the revised appropriation for the Payments for CORE and Support Modules line will be \$6,592,280 (\$1,932,852 cash funds and \$4,659,428 reappropriated funds).
- The adjustment will better align the Department’s FY 2018-19 appropriations with the anticipated expenditures for both line items.

