

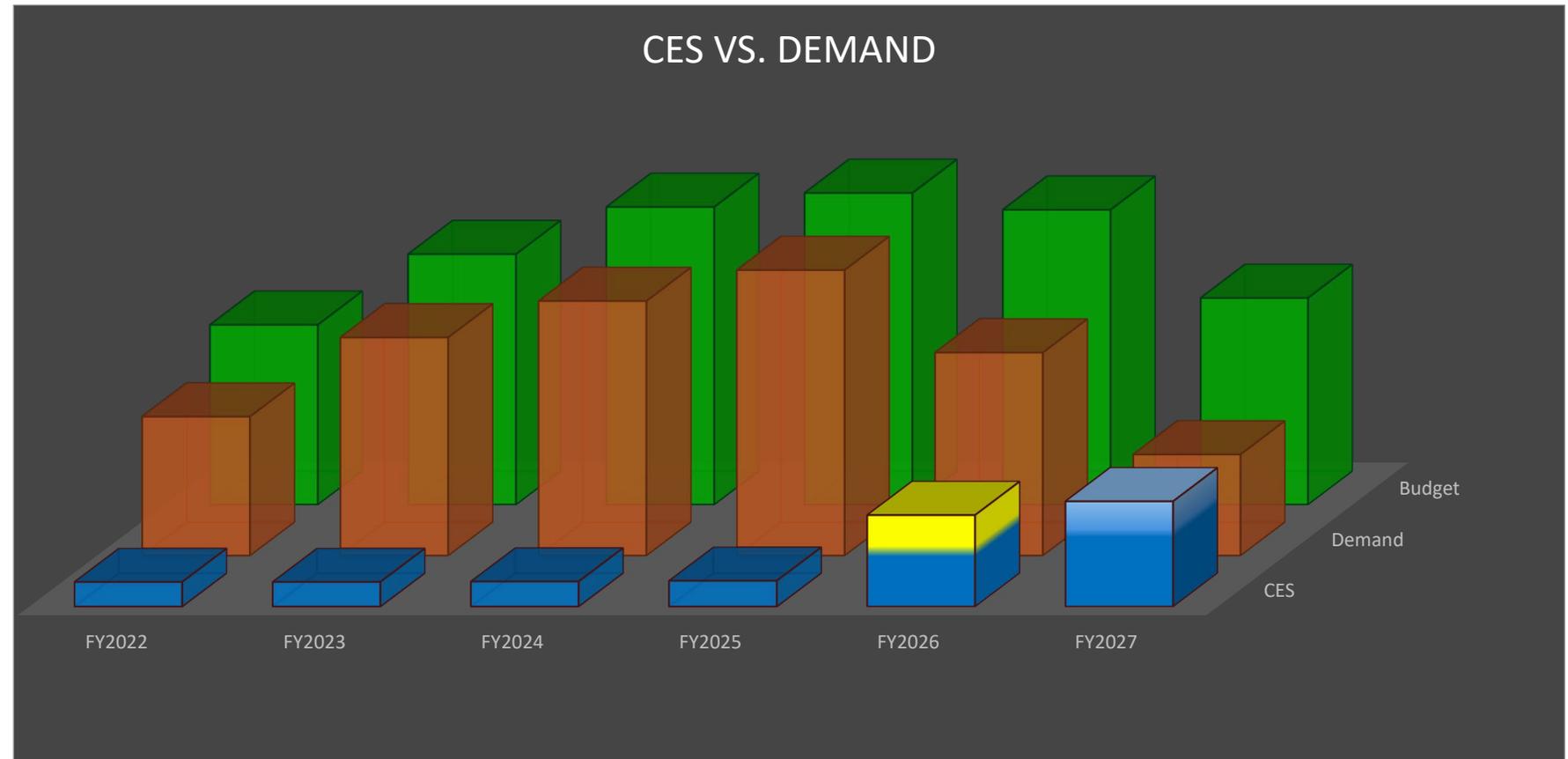


Agency of Digital Services SFY27 Budget Request

House Appropriations Committee
Kate Slocum, Chief Financial Officer
February 18, 2026

February 18, 2026 | 1

Current ADS Budget Breakdown



\$41M Overall Decrease to Base:

- Reductions in CES
- Bespoke activities reflected in Agency Budgets where funding resides - \$5M reserved in ADS Bespoke Spending Authority for Stock Hardware/Software

FY26 to FY27 Budget Comparison

FY26 Fund	FY26 Target	FY27 Fund	FY27 Target
GF 10000	233,207	GF 10000	9,317,893
CIT 58100	42,800,183	CIT 58100	35,687,012
CIT (Telecom) 58100	37,557	Telecom 58100	-
VCGI SF 21328	14,128	VCGI SF 21328	14,000
MRPF 21330	1,000,071	MRPF 21330	1,017,998
VISION 59300	3,467,808	VISION 59300	3,207,690
CIT (SLA) 58100	11,008,543	SLA 58110	11,711,911
CIT (Timesheet) 58100	31,730,725	Timesheet 58120	30,594,071
CIT (Bespoke) 58100	47,437,352	Bespoke 58130	5,000,000
Total	137,729,574		96,550,575
Internal Service Funds	136,482,168		86,200,684
Special Funds	1,014,199		1,031,998
General Fund	233,207		9,317,893
Total	137,729,574		96,550,575

Appropriation 1

Key Insights

- Core Enterprise Services – single appropriation
- General Fund for equity
- Dual spending for projects ISF shifted to agencies

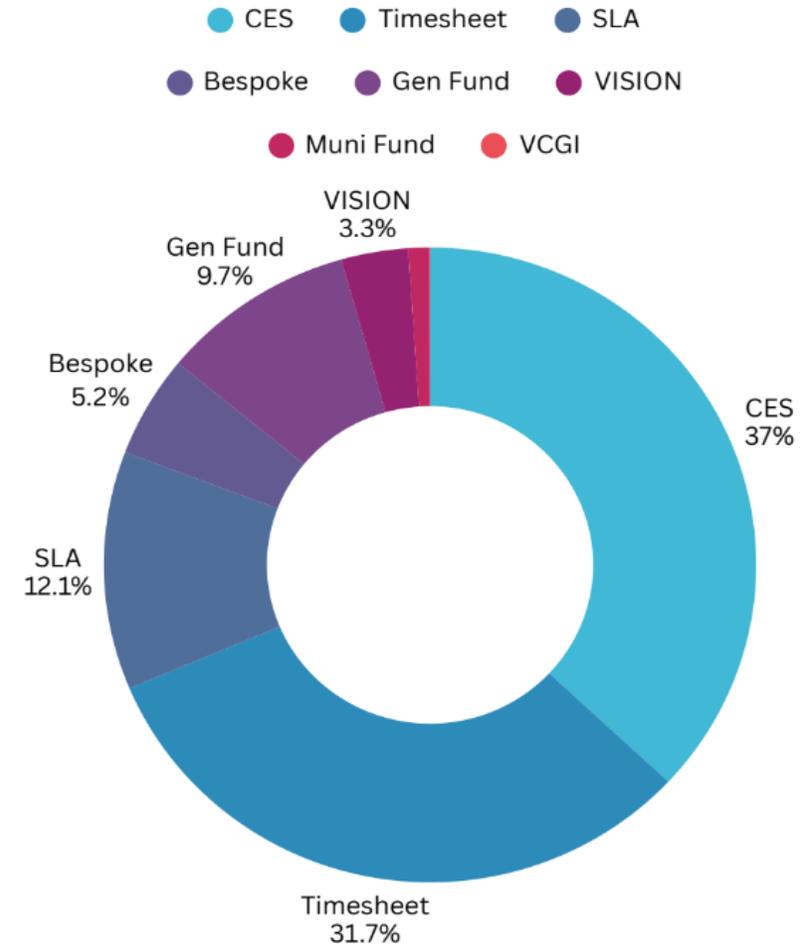
Appropriation 2

- *In FY26 Fund 58100, FY27 New Fund 58110
- **In FY26 Fund 58100, FY27 New Fund 58120
- ***In FY26 Fund 58100, FY27 New Fund 58130

ADS Funding Request

Current ADS Budget Request Detail

FY27 Budget	
CES	\$49,244,593.00
CIT Fund 58100	\$35,687,012.00
General Fund 10000	\$9,317,893.00
VCGI Fund 21328	\$14,000.00
MRP Fund 21330	\$1,017,998.00
VISION Fund 59300	\$3,207,690.00
Demand	\$47,305,982.00
SLA Fund 58110	\$11,711,911.00
TimeSheet Fund 58120	\$30,594,071.00
BeSpoke Fund 58130	\$5,000,000.00
Gov Recommend	\$96,550,575.00



Core Enterprise Services

Promoting digital equity, secure access, and foundational support of digital services for **ALL** state employees.

Core Enterprise Services		
CES Categories	Definition	Funding Source
AI Governance & Admin	Artificial Intelligence governance and oversight	General Fund
Core Essentials I	Service Desk Support, including Helpdesk and Desktop Support	CIT
Core Essentials II	Enterprise Product & Support	CIT
Core Essentials III	Foundational Security, Enterprise EA, IT Finance & Administration, GIS Professionals and Data Network professionals	CIT
Data Governance & Admin	Statewide Data Governance and Management	General Fund
Domain Services	Vermont.gov management	General Fund
EPMO Essentials	Enterprise Project Management Office (EPMO) administration, Legislative Reporting, Project/System development Exploration, Change Management	General Fund
IT Procurement Services	Technology Contracting and Procurement support	General Fund
Mandatory Security Testing	Penetration testing and vulnerability assessment	CIT
Network Access	Internet and other network connectivity	General Fund & CIT
Network Security I	Firewall, VPN, and secure certificate services, support, and maintenance	CIT
Network Security II	Internet border intrusion detection and prevention	CIT
Network Security III	Incident handling consultation and facilitation	CIT
Private/Public Cloud Essential	Foundational Cloud Costs	CIT

	General \$\$	Transp \$\$	Educat \$\$	Clean Water \$\$	Special \$\$	Glob Commit \$\$	Federal \$\$	Int. Service	Interdept'l Transfer \$\$	All other \$\$	Total \$\$
Approp #1 [1105500000] Agency of Digital Services: FY 2026 Approp	233,207	0	0	0	1,014,199	0	0	136,482,169	0	0	137,729,575
Other Changes: (Please insert changes to your base appropriation that occurred after the passage of the FY 2026 budget)											0
FY 2026 Other Changes	0	0	0	0	0	0	0	0	0	0	0
Total Approp. After FY 2026 Other Changes	233,207	0	0	0	1,014,199	0	0	136,482,169	0	0	137,729,575
CURRENT SERVICE LEVEL/CURRENT LAW	9,084,686	0	0	0	17,799	0	0	(97,587,467)	0	0	(88,484,982)
<i>Personal Services</i>	<i>6,872,424</i>	<i>0</i>	<i>0</i>	<i>0</i>	<i>24,180</i>	<i>0</i>	<i>0</i>	<i>(37,761,632)</i>	<i>0</i>	<i>0</i>	<i>(30,865,028)</i>
500000: Salary & Wages: Classified Employees	4,215,632				35,168			(20,937,267)			(16,686,467)
500010: Salary & Wages: Exempt Employees											
501500: Health Insurance: Classified Employees	1,161,366				17,943			(5,125,490)			(3,946,181)
501510: Health Insurances: Exempt Employees											
502000: Retirement: Classified Employees	1,205,046				9,938			(5,995,194)			(4,780,210)
502010: Retirement: Exempt Employees											
All Other Employee Payroll Related Fringe Benefits	360,683				(636)			(1,970,932)			(1,610,885)
504040: VT Family & Medical Leave Insurance Premium	15,649				129			(76,636)			(60,858)
504045: Child Care Contribution	18,553				154			(90,880)			(72,173)
505200: Workers' Compensation Insurance Premium	11,251				139			(50,708)			(39,318)
508000: Vacancy Turnover Savings	(457,489)				(4,552)			2,258,254			1,796,213
Market Factor Adjustment								58,096			58,096
Overtime & Shift Differential	76,888				1,308			(393,299)			(315,103)
PerDiem and Other Personal Services	15,460				(33,383)			477,348			459,425
Contracted and 3rd Party Service	246,349				(2,028)			(4,173,781)			(3,929,460)
Governor's Office MOU	3,036										3,036
Vacancy Savings Increase CES								(697,974)			(697,974)
Staff Development								(633,600)			(633,600)
Data Lake								(334,569)			(334,569)
Robotic Process Automation								(75,000)			(75,000)
											0
<i>Operating Expenses</i>	<i>2,212,262</i>	<i>0</i>	<i>0</i>	<i>0</i>	<i>(6,381)</i>	<i>0</i>	<i>0</i>	<i>(59,825,835)</i>	<i>0</i>	<i>0</i>	<i>(57,619,954)</i>
515010: Fee-for-Space Charge	54,149				444			(259,655)			(205,062)
516000: Insurance Other Than Employee Benefits	2,564				(9)			(14,412)			(11,857)
516010: Insurance - General Liability	9,216				(8)			(49,990)			(40,782)
516671: VISION/ISD	54,005				271			(270,856)			(216,580)
516685: ADA Allocated Charge	186,450				14,930			33,278			234,658
519006: Human Resources Services	43,363				277			(213,366)			(169,726)
523620: Single Audit Allocation	87				0			(462)			(375)
IT Services & Other Purchased Services	1,684,065				(16,011)			(11,844,678)			(10,176,624)
Other Operating	178,363				(6,275)			1,025,058			1,197,146
Remove bespoke spending authority								(47,436,250)			(47,436,250)
ChatVT								(10,000)			(10,000)
PM Tool								(1,669)			(1,669)
Data Network Refresh								(740,313)			(740,313)
Internet Connectivity								(42,520)			(42,520)
											0
											0
<i>Grants</i>	<i>0</i>	<i>0</i>	<i>0</i>	<i>0</i>	<i>0</i>	<i>0</i>	<i>0</i>	<i>0</i>	<i>0</i>	<i>0</i>	<i>0</i>
											0
											0
											0
											0
Subtotal of Increases/Decreases	9,084,686	0	0	0	17,799	0	0	(97,587,467)	0	0	(88,484,982)
FY 2027 Governor Recommend	9,317,893	0	0	0	1,031,998	0	0	38,894,702	0	0	49,244,593
FY 2027 Governor Recommend Target	240,203	0	0	0	1,014,199	0	0	140,576,634	0	0	141,831,036
<i>FY 2027 Target vs. Recommend</i>	<i>(9,077,890)</i>	<i>0</i>	<i>0</i>	<i>0</i>	<i>(17,799)</i>	<i>0</i>	<i>0</i>	<i>101,681,932</i>	<i>0</i>	<i>0</i>	<i>92,586,443</i>

Approp #2 [1105600000] Agency of Digital Services: FY 2026 Approp	0	0	0	0	0	0	0	0	0	0	0
Other Changes: (Please insert changes to your base appropriation that occurred after the passage of the FY 2026 budget)											0
FY 2026 Other Changes	0	0	0								
Total Approp. After FY 2026 Other Changes	0	0	0								
CURRENT SERVICE LEVEL/CURRENT LAW	0	47,305,982	0	47,305,982							
<i>Personal Services</i>	<i>0</i>	<i>32,005,770</i>	<i>0</i>	<i>32,005,770</i>							
500000: Salary & Wages: Classified Employees									18,640,119		18,640,119
500010: Salary & Wages: Exempt Employees											
501500: Health Insurance: Classified Employees									4,762,553		4,762,553
501510: Health Insurances: Exempt Employees											
502000: Retirement: Classified Employees									5,324,534		5,324,534
502010: Retirement: Exempt Employees											
All Other Employee Payroll Related Fringe Benefits									1,601,259		1,601,259
504040: VT Family & Medical Leave Insurance Premium									69,171		69,171
504045: Child Care Contribution									82,023		82,023
505200: Workers' Compensation Insurance Premium									50,997		50,997
508000: Vacancy Turnover Savings									(2,132,902)		(2,132,902)
Overtime & Shift Differential									335,177		335,177
PerDiem and Other Personal Services									75,105		75,105
Contracted and 3rd Party Service									3,999,760		3,999,760
Vacancy Savings Increase - ADS Professional Resourcing									(802,026)		(802,026)
											0
<i>Operating Expenses</i>	<i>0</i>	<i>15,300,212</i>	<i>0</i>	<i>15,300,212</i>							
515010: Fee-for-Space Charge									245,720		245,720
516000: Insurance Other Than Employee Benefits									11,671		11,671
516010: Insurance - General Liability									41,919		41,919
516671: VISION/ISD									245,268		245,268
516685: ADA Allocated Charge									829,995		829,995
519006: Human Resources Services									196,870		196,870
523620: Single Audit Allocation									396		396
IT Services & Other Purchased Services									12,522,559		12,522,559
Other Operating									1,205,814		1,205,814
											0
											0
<i>Grants</i>	<i>0</i>	<i>0</i>	<i>0</i>								
											0
											0
											0
Subtotal of Increases/Decreases	0	47,305,982	0	47,305,982							
FY 2027 Governor Recommend	0	47,305,982	0	47,305,982							
FY 2027 Governor Recommend Target	0	0	0								
FY 2027 Target vs. Recommend	0	(47,305,982)	0	(47,305,982)							