

SUPPLEMENTAL AGENDA

Suspension of the Rules Request
ALC/Review Subcommittee

Monday, May 19th, 2025
1:30 pm, Room A MAC

A. Out of State Contract

1. Department of Finance & Administration – Revenue Division – Idemia Identity & Security USA

Note: All exhibits for this meeting are available by electronic means and are accessible on the General Assembly's website at www.arkleg.state.ar.us

Notice: Silence your cell phones. Keep your personal conversations to a minimum. Observe restrictions designating areas as '*Members and Staff Only*'.



STATE OF ARKANSAS
**Department of Finance
and Administration**

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May 15, 2025

Senator Blake Johnson, Co-Chair
Representative Frances Cavanaugh, Co-Chair
ALC Review SubCommittee
1 Capitol Mall, Fifth Floor
Little Rock, AR 72201

Dear Co-Chairs Johnson and Cavanaugh:

The Department of Finance and Administration is requesting a suspension of the rules for the purpose of placing on the ALC Review Subcommittee agenda for next Monday the review of a contract with Idemia (contract 4600040471). The item for review is the addition of \$1,500,000 to the contract value. This contract is for the physical card stock and supplies associated with the production of State issued driver's licenses and identification cards.

The need to increase the value of the contract arises out of a significant and unexpected increase in the issuance of driver's licenses and state ID's over the past 90 days caused by the need for duplicate licenses and identification cards due to the March tornadoes and flooding in the state, and, more significantly, the U.S. Department of Homeland Security's recent commencement of enforcement of the Real ID standards for travel. As a point of reference, since April 1, 2025, DFA has issued over 150,000 Real ID's, an amount that is 15 times our typical monthly issuances. There is a significant demand nationally for the ID card stock due to Real ID, and approval of the increase in contract value will enable DFA to avoid shortages in its card inventory.

Thank you for considering our request, and please contact me should you have any questions.

Sincerely,

A handwritten signature in blue ink, appearing to read 'J. L. Hudson'.

James L. Hudson
Cabinet Secretary

cc: Secretary Leslie Fiskien
Director Jessica Patterson
Andy Babbitt, DFA Deputy Director/State Controller

SUMMARY SCHEDULE OF STATE AGENCY CONTRACTS FOR ARKANSAS LEGISLATIVE COUNCIL REVIEW

Out-of-State Contracts

1. Agency: Department of Finance and Administration - Revenue Services Division		Contractor: IDEMIA IDENTITY & SECURITY USA		
		Location: RESTON	State: VA	
Service Type: Technical & General Services (TGS)				
Total Authorized:	\$15,978,095.85	Org. Term: 07/01/2018 06/30/2021	Procurement: RFP	
Total After Review:	\$17,483,095.85	Funding: State - 100%		
Total Projected:	\$21,924,000.00	MOF:	Contract Number: 4600040471	
<u>Org/Amt:</u>	<u>Amount</u>	<u>Paid To Date</u>	<u>Objective:</u>	<u>New Exp Date</u>
Amd. 5	1,505,000.00	15,968,655.72	This amendment is to increase the quantity of Driver's License and State ID Cards issued by \$1,505,000 (500,000 cards @ \$3.01/ea) due to the Real ID deadline and disaster declaration issued in April to allow for DFA to issue free duplicate licenses.	06/30/2025
Amd. 4	-340,883.81	12,610,627.04	Amend to extend the contract date for one year with no additional funding needed.	06/30/2025
Amd. 3	2,708,999.48	10,265,356.51	To add funds and extend date.	06/30/2024
Amd. 2	2,152,500.00	8,211,061.35	ADLIS creates approximate 1,200,000 Driver's License Credentials and ID Cards per year for the citizen's of Arkansas (3,600,000 over three years). It includes the software/hardware infrastructure and the hardware, supplies, maintenance and support for all DFA State Revenue Offices to print DL's and ID's. The primary interface for this system is the Arkansas Integrated Revenue System (AIRS-DSMV).	06/30/2023
Amd. 1	2,061,480.18	7,990,723.01	ADLIS creates approximate 1,200,000 Driver's License Credentials and ID Cards per year for the citizen's of Arkansas (3,600,000 over three years). It includes the software/hardware infrastructure and the hardware, supplies, maintenance and support for all DFA State Revenue Offices to print DL's and ID's. The primary interface for this system is the Arkansas Integrated Revenue System (AIRS-DSMV).	06/30/2022
	9,396,000.00		ADLIS creates approximate 1,200,000 Driver's License Credentials and ID Cards per year for the citizen's of Arkansas (3,600,000 over three years). It includes the software/hardware infrastructure and the hardware, supplies, maintenance and support for all DFA State Revenue Offices to print DL's and ID's. The primary interface for this system is the Arkansas Integrated Revenue System (AIRS-DSMV).	