

SUPPLEMENTAL AGENDA

Suspension of the Rules Request
ALC/Review Subcommittee

Tuesday, August 12th, 2025
1:30 pm, Room A MAC

A. Methods of Finance

1. Arkansas State University - Jonesboro
2. University of Arkansas for Medical Sciences

B. Services Contracts for Legislative Review

1. Out-of-State Contract
 - a. Department of Commerce - Division of Reemployment
Contract #4600056876 - Carahsoft/Kyndryl

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**

OFFICE OF THE STATE CONTROLLER
1509 West Seventh Street, 2nd Floor
Post Office Box 3278
Little Rock, Arkansas 72203-3278
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August 8, 2025

Senator Blake Johnson, Co-Chair
Representative Frances Cavanaugh, Co-Chair
Review Subcommittee
Arkansas Legislative Council
State Capitol Building
Little Rock, AR 72201

RE: Supplemental Method of Finance forms

Dear Co-Chairs:

Please arrange for the following Method of Finance (MOF) forms to be placed on the agenda for consideration at the August 12 meeting of the Review Subcommittee of the Arkansas Legislative Council due to imminent need. This request has received approval from the Chief Fiscal Officer of the State.

- MOF #05287A – Arkansas State University-Jonesboro
- MOF #05483 – University of Arkansas for Medical Sciences

These requests were not considered to be time sensitive and were not in the group that received emergency review on July 15, but were not included by the Office of Accounting when the documents were being prepared for submission for the August agenda. Review of these MOF forms is necessary to ensure timely processing of invoices for these construction-related projects.

Thank you for your consideration of this request.

Sincerely,

A handwritten signature in blue ink, appearing to read 'Andy Babbitt', is written over a horizontal line.

Andy Babbitt, MBA, CPA, CFE
State Controller

Attachment(s)



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August 7, 2025

Mr. Henry Rice
Legislative Council
One Capital Mall, 5th Floor
Little Rock, AR 72201

Dear Mr. Rice:

Andy Babbitt has made a written request to the Co-Chairs of the Review Subcommittee of the Arkansas Legislative Council to add the Method of Finance forms below as supplemental agenda items for the August meeting next week. I have attached a copy of his request.

Please arrange for these items to be placed on a supplemental agenda for consideration at the ALC Review Subcommittee meeting on August 12.

ASUJ
UAMS

MOF #05287A
MOF #05483

Thank you for your consideration.

Sincerely,

A handwritten signature in blue ink that reads 'Lisa Wilkerson'.

Lisa Wilkerson
State Accounting Administrator
DFA-Office of Accounting

Attachment(s)

Supplemental Methods of Finance - August 12th, 2025 ALC Review

AGENCY	PURPOSE/PROJECT	INITIAL TOTAL	ESTIMATED TOTAL	REVISED TOTAL	CURRENT REVISED	TYPE OF FUNDING	EST. START	
		Initial Cost	PROJECTED COST	Date of Revision	TOTAL		COMPLETION	
1	ASU - Jonesboro - MOF #05287A	Miscellaneous Deferred Maintenance - President's Home.	\$200,000.00	\$252,654.10	6/4/2025	\$267,610.99	Institutional reserves 100%	6/1/2024 12/31/2025
2	University of Arkansas for Medical Sciences - MOF #05483	Fiscal Year 2026 Deferred Maintenance and Minor Projects.	\$7,000,000.00	\$7,000,000.00			UAMS revenues and reserves 100%	7/1/2025 6/30/2026



August 8, 2025

Arkansas Legislative Council
Review Subcommittee
Senator Blake Johnson, Co-Chair
Representative Frances Cavanaugh, Co-Chair

Re: Contract #4600056876 – Carahsoft/Kyndryl
UI Modernization Project
Division of Reemployment

Senator Johnson and Representative Cavanaugh:

The Arkansas Department of Commerce - Division of Reemployment respectfully requests suspension of the Review Subcommittee rules for the purpose of reviewing the above-referenced contract. This is a technical services contract that will provide go-live support in the form of technical staff who will aid in troubleshooting high-priority issues that may arise as a part of the migration off the mainframe. With this contract in place, the Department is anticipating a go-live date in mid to late September.

This request is not due to delay or lack of diligence. Several key issues regarding liability guarantees and subcontractor responsibilities required lengthy negotiations which were not resolved until recently. The technical resources allocated under this contract are critical to meet the go live target date. As such, if this contract is not reviewed in August, it will be presented in September; however, that delay will push back the go live date by a corresponding amount and result in increased expenditures of \$500,000 based on the current costs of operating the mainframe system.

Accordingly, the Department is requesting suspension of the rules on this matter both to preserve the current UI Modernization timeline and taxpayer dollars.

A handwritten signature in blue ink that reads 'A. Hatfield'.

Allison Hatfield
Chief of Staff
Arkansas Department of Commerce

SUMMARY SCHEDULE OF STATE AGENCY CONTRACTS FOR ARKANSAS LEGISLATIVE COUNCIL REVIEW

Out-of-State Contracts

1. Agency: Department of Commerce - Division of Workforce Services		Contractor: CARAHSOFT TECHNOLOGY CORP	
		Location: RESTON	State: VA
Service Type: Technical & General Services (TGS)			
Total Authorized:		\$0.00	Org. Term: 08/18/2025 06/30/2026 Procurement: CC
Total After Review:		\$300,000.00	Funding: Other - 100% - [UI Modernization / MUI0100 / 25D]
Total Projected:		\$300,000.00	MOF:
			Contract Number: 4600056876
<u>Org/Amt:</u>	<u>Amount</u>	<u>Paid To Date</u>	<u>Objective:</u>
	300,000.00		UI Modernization Project / Go Live Support - The Division of Workforce Services is migrating a DWS Application for Amazon Web Services (AWS.) Carahsoft (sub-contractor Kyndryl) will provide Hypercare Support for the production launch, as well as continued support for 3 months. This will include but is not limited to: Application bug triage and resolution, general technical support, and Application scheduling support.