



8. Migrate to the cloud

Description of issue and how recommending the agency's request furthers the agency's mandates: AZSOS's IT infrastructure is predominantly hosted on premises on owned servers. The office has lagged behind many other state agencies on migrating operations to the cloud and relies on servers with limited lifespans.

The opportunity costs of not migrating to the cloud are significant and as a result, limit our ability to implement newer and more modern technology for advancing the mission and vision of the office. In addition to this, the current stack of hardware is aging and needs to be replaced within the next two years and is a significant capital expense.

Proposal: Appropriate \$350,000 from the state general fund in FY2026 and \$150,000 thereafter to migrate AZSOS IT operations from on premises servers to the cloud.

Alternatives considered and reasons for rejection: N/A

Impact of not funding this fiscal year: N/A

Statutory reference: N/A

Equipment to be purchased: N/A

Classification of new positions: N/A

Annualization: \$150,000