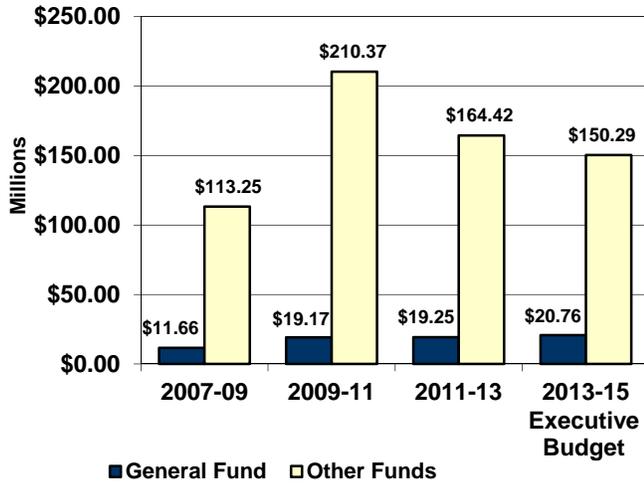


**Department 112 - Information Technology Department
 Senate Bill No. 2021**

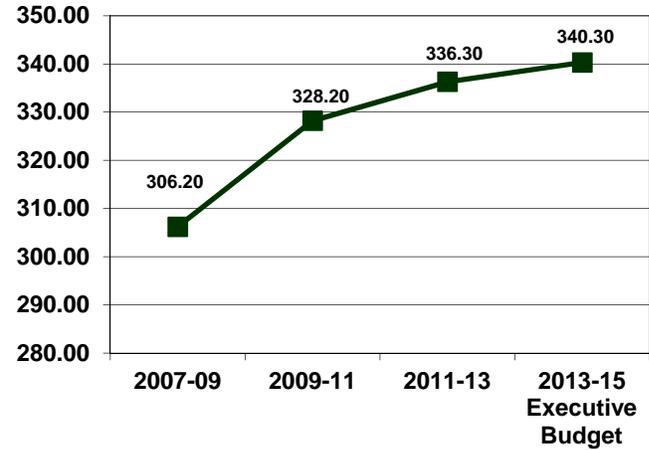
	FTE Positions	General Fund	Other Funds	Total
2013-15 Executive Budget	340.30	\$20,763,061	\$150,290,886	\$171,053,947
2011-13 Legislative Appropriations	336.30	19,252,204	164,422,760	183,674,964 ¹
Increase (Decrease)	4.00	\$1,510,857	(\$14,131,874)	(\$12,621,017)

¹The 2011-13 appropriation amounts do not include \$2,376,580 of general fund carryover from the 2009-11 biennium.

Agency Funding



FTE Positions



Ongoing and One-Time General Fund Appropriations

	Ongoing General Fund Appropriation	One-Time General Fund Appropriation	Total General Fund Appropriation
2013-15 Executive Budget	\$20,048,061	\$715,000	\$20,763,061
2011-13 Legislative Appropriations	17,294,580	1,957,624	19,252,204
Increase (Decrease)	\$2,753,481	(\$1,242,624)	\$1,510,857

First House Action

Attached is a summary of the first house changes.

**Executive Budget Highlights
 (With First House Changes in Bold)**

Information Technology Department	General Fund	Other Funds	Total
1. Transfers 4 FTE positions from Workforce Safety and Insurance		\$768,232	\$768,232
2. Adjusts funding for operating expenses as follows:			
Removes 2011-13 federal funding		(\$1,000,000)	(\$1,000,000)
Decreases funding relating to the Department of Human Services eligibility system replacement project		(4,498,686)	(4,498,686)
Decreases funding relating to the wide area network services contract		(515,700)	(515,700)
Decreases funding relating to the completion of the data center remodel project		(566,100)	(566,100)
Increases funding for additional office space rental		986,300	986,300
Increases funding for a FirstNet grant		2,000,000	2,000,000
Adds one-time funding for a study related to the long-term preservation of electronic records	\$100,000		100,000

Other operational changes		(889,648)	(889,648)
Total	\$100,000	(\$4,483,834)	(\$4,383,834)
3. Removes funding for capital assets provided for the 2011-13 biennium		(\$16,535,666)	(\$16,535,666)
4. Provides funding for capital assets for the 2013-15 biennium as follows:			
Adds funding for the final ConnectND bond payment		\$2,504,100	\$2,504,100
Adds funding for office equipment		252,500	252,500
Adds funding for equipment purchases and replacement costs		8,600,000	8,600,000
Adds funding for equipment for new office space		1,144,000	1,144,000
Total		\$12,500,600	\$12,500,600
5. Provides additional funding for ongoing operations of the Geographic Information System Initiative	\$125,000		\$125,000
6. Adds one-time funding for Geographic Information System Initiative projects	\$215,000		\$215,000
7. Provides additional funding for ongoing operations of the Criminal Justice Information Sharing Initiative	\$342,976		\$342,976
8. Adds one-time funding for Criminal Justice Information Sharing Initiative projects. The Senate increased funding by \$600,000, to provide a total \$800,000.	\$200,000		\$200,000
9. Provides federal funding for continuation of the broadband mapping project		\$2,300,000	\$2,300,000
10. Provides federal funding for the implementation of the health information technology exchange		\$4,500,000	\$4,500,000
11. Provides funding for state employee salary increases of which \$3,154,239 relates to performance increases and \$709,996 is for market equity adjustments	\$561,021	\$3,303,214	\$3,864,235
Center for Distance Education			
12. Adjusts funding for the Center for Distance Education by increasing funding from the general fund and decreasing funding from special funds	\$1,358,386	(\$1,358,386)	
Educational Technology Council			
13. Adds one-time funding for grants to schools to assist in administering online common core assessments	\$200,000		\$200,000

Other Sections in Bill

Line item transfers - Section 3 authorizes the Office of Management and Budget to make transfers of funds between the salaries and wages, operating expense, and capital assets line items of the Information Technology Department as may be requested by the Chief Information Officer as necessary for the development and implementation of information technology projects.

Statewide longitudinal data system expenditures - Section 4 provides that the Department of Public Instruction needs approval from the Information Technology Department to expend federal funds appropriated in 2013 House Bill No. 1013, relating to costs associated with the statewide longitudinal data system.

Information technology project planning - Section 5 establishes a new section to North Dakota Century Code Chapter 54-59 to provide that each executive branch state agency, excluding entities under control of the State Board of Higher Education, considering the development of an information technology project with an estimated cost of \$100,000 or more is to involve the Information Technology Department in the planning and study of the project. A state agency must receive a recommendation from the Information Technology Department prior to proceeding with any study relating to the project.

Continuing Appropriations

There are no continuing appropriations for this agency.

Significant Audit Findings

Information Systems Audit - The State Auditor's office recommends the Information Technology Department develop a security plan that provides centralized direction, control over information security, and a systematic risk assessment framework.

Major Related Legislation

Senate Bill No. 2033 - Definition of large information technology projects - Provides for an amendment to the definition of large information technology projects from the current amount of \$250,000 or more to \$500,000 or more

Senate Bill No. 2034 - Creation of executive steering committees for information technology projects - Provides for the appointment process of executive steering committee and the committee's responsibilities

House Bill No. 1008 - Provides for a transfer to the Information Technology Department of all appropriate information technology equipment from the Public Service Commission

House Bill No. 1013 - Provides for a transfer to the Information Technology Department of 6 FTE information technology positions and related funding from the Department of Public Instruction

House Bill No. 1020 - Provides for a transfer to the Information Technology Department of all appropriate information technology equipment from the State Water Commission

House Bill No. 1021 - Provides for a transfer to the Information Technology Department of 4 FTE information technology positions and related funding from Workforce Safety and Insurance

ATTACH:1

STATEMENT OF PURPOSE OF AMENDMENT:

Senate Bill No. 2021 - Funding Summary

	Executive Budget	Senate Changes	Senate Version
Information Technology Department			
Salaries and wages	\$54,437,801	\$23,515	\$54,461,316
Operating expenses	64,834,643		64,834,643
Capital assets	12,500,600		12,500,600
Center for Distance Education	6,072,187		6,072,187
Statewide Longitudinal Data System	1,870,754		1,870,754
Educational Technology Council	1,814,609		1,814,609
EduTech	8,279,530		8,279,530
K-12 wide area network	4,928,177		4,928,177
Geographic Information System	1,460,294		1,460,294
Health Information Technology Office	4,785,991		4,785,991
Criminal Justice Information Sharing	3,269,361	600,000	3,869,361
Federal stimulus funds	<u>6,800,000</u>		<u>6,800,000</u>
Total all funds	\$171,053,947	\$623,515	\$171,677,462
Less estimated income	<u>150,290,886</u>	<u>20,812</u>	<u>150,311,698</u>
General fund	\$20,763,061	\$602,703	\$21,365,764
FTE	340.30	0.00	340.30
Bill Total			
Total all funds	\$171,053,947	\$623,515	\$171,677,462
Less estimated income	<u>150,290,886</u>	<u>20,812</u>	<u>150,311,698</u>
General fund	\$20,763,061	\$602,703	\$21,365,764
FTE	340.30	0.00	340.30

Senate Bill No. 2021 - Information Technology Department - Senate Action

	Executive Budget	Senate Changes	Senate Version
Salaries and wages	\$54,437,801	\$23,515	\$54,461,316
Operating expenses	64,834,643		64,834,643
Capital assets	12,500,600		12,500,600
Center for Distance Education	6,072,187		6,072,187
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General fund	\$20,763,061	\$602,703	\$21,365,764
FTE	340.30	0.00	340.30

Department 112 - Information Technology Department - Detail of Senate Changes

	Adds one-time funding to the CJIS Projects¹	Corrects Executive Compensation Package²	Total Senate Changes
Salaries and wages		23,515	23,515
Operating expenses			
Capital assets			
Center for Distance Education			
Statewide Longitudinal Data			
System			
Educational Technology Council			
EduTech			
K-12 wide area network			
Geographic Information System			
Health Information Technology			
Office			
Criminal Justice Information	600,000		600,000
Sharing			
Federal stimulus funds			
Total all funds	\$600,000	\$23,515	\$623,515
Less estimated income	0	20,812	20,812
General fund	\$600,000	\$2,703	\$602,703
FTE	0.00	0.00	0.00

¹ The Criminal Justice Information Sharing (CJIS) line item is increased by \$600,000 from the general fund for one-time funding for the Criminal Justice Information Sharing project to complete the updating process to allow the integration and electronic sharing of criminal justice information among agencies.

² Funding is added due to a calculation error in the executive compensation package.