

STATEMENT OF PURPOSE OF AMENDMENT:

House Bill No. 1021 - Funding Summary

	Base Budget	Final Legislative Action	Comparison To Base Budget
Governor's Office			
Desktop support	<u> </u>	<u>\$97,760</u>	<u>\$97,760</u>
Total all funds	\$0	\$97,760	\$97,760
Less estimated income	<u>0</u>	<u>0</u>	<u>0</u>
General fund	\$0	\$97,760	\$97,760
FTE	0.00	0.00	0.00
Information Technology			
Department			
Salaries and wages	\$51,553,251	\$58,113,215	\$6,559,964
Operating expenses	64,734,643	70,997,177	6,262,534
Capital assets	12,500,600	8,850,000	(3,650,600)
Center for distance education	5,868,391	9,246,605	3,378,214
Statewide longitudinal data system	1,870,754	6,750,661	4,879,907
Educational technology council	1,614,609	2,705,947	1,091,338
EduTech	8,052,094	9,299,991	1,247,897
K-12 wide area network	4,928,177	5,003,448	75,271
Geographic information system	1,245,294	1,271,338	26,044
Health information technology office	4,750,723	5,880,644	1,129,921
Criminal justice information sharing	3,069,361		(3,069,361)
Federal stimulus	6,800,000		(6,800,000)
Accrued leave payments	<u>2,626,084</u>	<u> </u>	<u>(2,626,084)</u>
Total all funds	\$169,613,981	\$178,119,026	\$8,505,045
Less estimated income	<u>149,674,553</u>	<u>151,713,039</u>	<u>2,038,486</u>
General fund	\$19,939,428	\$26,405,987	\$6,466,559
FTE	340.30	350.30	10.00
Office of Administrative			
Hearings			
Desktop support	<u> </u>	<u>\$17,600</u>	<u>\$17,600</u>
Total all funds	\$0	\$17,600	\$17,600
Less estimated income	<u>0</u>	<u>17,600</u>	<u>17,600</u>
General fund	\$0	\$0	\$0
FTE	0.00	0.00	0.00
Commission on Legal Counsel			
for Indigent			
Desktop support	<u> </u>	<u>\$214,855</u>	<u>\$214,855</u>
Total all funds	\$0	\$214,855	\$214,855
Less estimated income	<u>0</u>	<u>0</u>	<u>0</u>
General fund	\$0	\$214,855	\$214,855
FTE	0.00	0.00	0.00

Public Employees Retirement System			
Desktop support		<u>\$152,950</u>	<u>\$152,950</u>
Total all funds	\$0	\$152,950	\$152,950
Less estimated income	<u>0</u>	<u>152,950</u>	<u>152,950</u>
General fund	\$0	\$0	\$0
FTE	0.00	0.00	0.00
University System Office			
Desktop support		<u>\$175,350</u>	<u>\$175,350</u>
Total all funds	\$0	\$175,350	\$175,350
Less estimated income	<u>0</u>	<u>0</u>	<u>0</u>
General fund	\$0	\$175,350	\$175,350
FTE	0.00	0.00	0.00
Dept. of Career and Technical Education			
Desktop support		<u>\$210,590</u>	<u>\$210,590</u>
Total all funds	\$0	\$210,590	\$210,590
Less estimated income	<u>0</u>	<u>0</u>	<u>0</u>
General fund	\$0	\$210,590	\$210,590
FTE	0.00	0.00	0.00
Department of Veterans' Affairs			
Desktop support		<u>\$34,635</u>	<u>\$34,635</u>
Total all funds	\$0	\$34,635	\$34,635
Less estimated income	<u>0</u>	<u>0</u>	<u>0</u>
General fund	\$0	\$34,635	\$34,635
FTE	0.00	0.00	0.00
Aeronautics Commission			
Desktop support		<u>\$17,090</u>	<u>\$17,090</u>
Total all funds	\$0	\$17,090	\$17,090
Less estimated income	<u>0</u>	<u>17,090</u>	<u>17,090</u>
General fund	\$0	\$0	\$0
FTE	0.00	0.00	0.00
Department of Financial Institutions			
Desktop support		<u>\$66,325</u>	<u>\$66,325</u>
Total all funds	\$0	\$66,325	\$66,325
Less estimated income	<u>0</u>	<u>66,325</u>	<u>66,325</u>
General fund	\$0	\$0	\$0
FTE	0.00	0.00	0.00
Bill Total			
Total all funds	\$169,613,981	\$179,106,181	\$9,492,200
Less estimated income	<u>149,674,553</u>	<u>151,967,004</u>	<u>2,292,451</u>
General fund	\$19,939,428	\$27,139,177	\$7,199,749
FTE	340.30	350.30	10.00

House Bill No. 1021 - Information Technology Department - House Action

	Base Budget	House Changes	House Version
Salaries and wages	\$51,553,251	\$6,737,019	\$58,290,270
Operating expenses	64,734,643	5,003,479	69,738,122
Capital assets	12,500,600	(3,650,600)	8,850,000
Center for distance education	5,868,391	739,555	6,607,946
Statewide longitudinal data system	1,870,754	3,634,655	5,505,409
Educational technology council	1,614,609	1,092,695	2,707,304
EduTech	8,052,094	1,035,401	9,087,495
K-12 wide area network	4,928,177	77,984	5,006,161
Geographic information system	1,245,294	26,722	1,272,016
Health information technology office	4,750,723	632,634	5,383,357
Criminal justice information sharing	3,069,361	(3,069,361)	
Federal stimulus	6,800,000	(6,800,000)	
Accrued leave payments	2,626,084	(2,626,084)	
Total all funds	\$169,613,981	\$2,834,099	\$172,448,080
Less estimated income	149,674,553	(511,094)	149,163,459
General fund	\$19,939,428	\$3,345,193	\$23,284,621
FTE	340.30	5.00	345.30

Department 112 - Information Technology Department - Detail of House Changes

	Adds Funding for Base Payroll Changes¹	Adds Funding for Salary and Benefit Increases²	Adds New Positions³	Adds Funding for Operational Changes⁴	Adds Funding for Operations Equipment⁵	Adds Funding to Continue K-12 Wide Area Network⁶
Salaries and wages	2,730,029	3,286,407	1,375,747	(655,164)		
Operating expenses			1,639,254	3,364,225		
Capital assets					8,850,000	
Center for distance education	256,812	271,111		219,743		
Statewide longitudinal data system	12,321	89,112	3,500,000	33,222		
Educational technology council	5,003	23,979		13,713		
EduTech	415,664	344,314		275,423	300,000	
K-12 wide area network	8,329	33,616		36,039		600,000
Geographic information system	2,824	14,195		9,703		
Health information technology office	41,094	54,010		537,530		
Criminal justice information sharing				31,012		
Federal stimulus	(350,000)					
Accrued leave payments	(2,626,084)					
Total all funds	\$495,992	\$4,116,744	\$6,515,001	\$3,865,446	\$9,150,000	\$600,000
Less estimated income	423,488	3,467,078	2,729,000	3,811,940	9,150,000	0
General fund	\$72,504	\$649,666	\$3,786,001	\$53,506	\$0	\$600,000
FTE	0.00	0.00	8.00	0.00	0.00	0.00

	Removes 2013-15 Capital Assets and Federal Funds⁷	Removes Criminal Justice Information System⁸	Adds One-Time Funding for the Education Technology Council⁹	Total House Changes
Salaries and wages				6,737,019
Operating expenses				5,003,479
Capital assets	(12,500,600)			(3,650,600)
Center for distance education	(8,111)			739,555
Statewide longitudinal data system				3,634,655
Educational technology council			1,050,000	1,092,695
EduTech	(300,000)			1,035,401
K-12 wide area network	(600,000)			77,984
Geographic information system				26,722
Health information technology office				632,634
Criminal justice information sharing		(3,100,373)		(3,069,361)
Federal stimulus	(6,450,000)			(6,800,000)
Accrued leave payments				(2,626,084)
Total all funds	(\$19,858,711)	(\$3,100,373)	\$1,050,000	\$2,834,099
Less estimated income	(19,250,600)	(842,000)	0	(511,094)
General fund	(\$608,111)	(\$2,258,373)	\$1,050,000	\$3,345,193
FTE	0.00	(3.00)	0.00	5.00

¹ Funding is added for cost-to-continue 2013-15 biennium salaries and benefit increases and for other base payroll changes.

² The following funding is added for 2015-17 biennium performance salary adjustments of 2 to 4 percent per year and increases in monthly health insurance premiums:

	General Fund	Other Funds	Total
Salary increase - Performance	\$405,754	\$2,264,521	\$2,670,275
Health insurance increase	243,912	1,202,557	1,446,469
Total	\$649,666	\$3,467,078	\$4,116,744

³ The following funding and FTE positions are added:

	FTE	General Fund	Other Funds	Total
Information systems analysts	3.00	\$286,001	\$467,000	\$753,001
Telecommunications analyst	1.00		225,000	225,000
ConnectND project transferred from the Office of Management and Budget	1.00		225,000	225,000
Desktop support specialists	2.00		1,812,000	1,812,000
Programmer analyst	1.00	3,500,000		3,500,000
Total	8.00	\$3,786,001	\$2,729,000	\$6,515,001

⁴ Funding is added for operational changes, including \$2 million for anticipated increases in software maintenance fees from software vendors.

⁵ Funding is added for increasing operations equipment purchases, including \$8.6 million for information technology equipment purchases and replacement costs.

⁶ Funding is added for increasing cost-to-continue operations of the K-12 wide area network.

⁷ Funding is removed for 2013-15 capital assets and federal funds.

⁸ Funding is removed for the criminal justice information sharing system transferred to the Attorney General.

⁹ One-time funding is added for the Education Technology Council for a grant program for K-12 education to provide wireless infrastructure, to provide students with access to Internet services and to expand instructional coaching for teachers.

House Bill No. 1021 - Information Technology Department - Senate Action

	Base Budget	House Version	Senate Changes	Senate Version
Salaries and wages	\$51,553,251	\$58,290,270	(\$177,055)	\$58,113,215
Operating expenses	64,734,643	69,738,122	26,000	69,764,122
Capital assets	12,500,600	8,850,000		8,850,000
Center for distance education	5,868,391	6,607,946	2,388,659	8,996,605
Statewide longitudinal data system	1,870,754	5,505,409	2,495,252	8,000,661
Educational technology council	1,614,609	2,707,304	(1,357)	2,705,947
EduTech	8,052,094	9,087,495	212,496	9,299,991
K-12 wide area network	4,928,177	5,006,161	(2,713)	5,003,448
Geographic information system	1,245,294	1,272,016	(678)	1,271,338
Health information technology office	4,750,723	5,383,357	(2,713)	5,380,644
Criminal justice information sharing	3,069,361			
Federal stimulus	6,800,000			
Accrued leave payments	2,626,084			
Total all funds	\$169,613,981	\$172,448,080	\$4,937,891	\$177,385,971
Less estimated income	149,674,553	149,163,459	816,525	149,979,984
General fund	\$19,939,428	\$23,284,621	\$4,121,366	\$27,405,987
FTE	340.30	345.30	5.00	350.30

Department 112 - Information Technology Department - Detail of Senate Changes

	Adjusts Funding for Health Insurance Premium Increases¹	Adds Funding for Centers for Distance Education²	Adds Funding for Security Analyst³	Adds One-Time Funding for Statewide Longitudinal Data System⁴	Total Senate Changes
Salaries and wages	(177,055)				(177,055)
Operating expenses			26,000		26,000
Capital assets					
Center for distance education	(17,638)	2,406,297			2,388,659
Statewide longitudinal data system	(4,748)			2,500,000	2,495,252
Educational technology council	(1,357)				(1,357)
EduTech	(20,351)		232,847		212,496
K-12 wide area network	(2,713)				(2,713)
Geographic information system	(678)				(678)
Health information technology office	(2,713)				(2,713)
Criminal justice information sharing					
Federal stimulus					
Accrued leave payments					
Total all funds	(\$227,253)	\$2,406,297	\$258,847	\$2,500,000	\$4,937,891
Less estimated income	(180,754)	997,279	0	0	816,525
General fund	(\$46,499)	\$1,409,018	\$258,847	\$2,500,000	\$4,121,366
FTE	0.00	4.00	1.00	0.00	5.00

¹ Funding for employee health insurance premiums is adjusted to reflect the revised premium estimate of \$1,130.22 per month.

² Funding is added for the Centers for Distance Education for K-12 education, including funding for temporary employees, software, contractual services and repairs (\$1,706,578), as well as 4 teacher FTE positions (\$678,791) and related salary increases (\$20,928).

³ Funding is added for a security analyst FTE position (\$225,000) and related operating expenses (\$26,000) and salary increase (\$7,847) to provide security at the Fusion Center.

⁴ One-time funding is added for contractor and development expenses to continue the statewide longitudinal data system project.

House Bill No. 1021 - Information Technology Department - Conference Committee Action

	Base Budget	House Version	Conference Committee Changes	Conference Committee Version	Senate Version	Comparison to Senate
Salaries and wages	\$51,553,251	\$58,290,270	(\$177,055)	\$58,113,215	\$58,113,215	
Operating expenses	64,734,643	69,738,122	1,259,055	70,997,177	69,764,122	1,233,055
Capital assets	12,500,600	8,850,000		8,850,000	8,850,000	
Center for distance education	5,868,391	6,607,946	2,638,659	9,246,605	8,996,605	250,000
Statewide longitudinal data system	1,870,754	5,505,409	1,245,252	6,750,661	8,000,661	(1,250,000)
Educational technology council	1,614,609	2,707,304	(1,357)	2,705,947	2,705,947	
EduTech	8,052,094	9,087,495	212,496	9,299,991	9,299,991	
K-12 wide area network	4,928,177	5,006,161	(2,713)	5,003,448	5,003,448	
Geographic information system	1,245,294	1,272,016	(678)	1,271,338	1,271,338	
Health information technology office	4,750,723	5,383,357	497,287	5,880,644	5,380,644	500,000
Criminal justice information sharing	3,069,361					
Federal stimulus	6,800,000					
Accrued leave payments	2,626,084					
Total all funds	\$169,613,981	\$172,448,080	\$5,670,946	\$178,119,026	\$177,385,971	\$733,055
Less estimated income	149,674,553	149,163,459	2,549,580	151,713,039	149,979,984	1,733,055
General fund	\$19,939,428	\$23,284,621	\$3,121,366	\$26,405,987	\$27,405,987	(\$1,000,000)
FTE	340.30	345.30	5.00	350.30	350.30	0.00

Department 112 - Information Technology Department - Detail of Conference Committee Changes

	Adjusts Funding for Health Insurance Premium Increases¹	Adds Funding for Centers for Distance Education²	Adds Funding for K-12 College and Career Readiness³	Adds Funding for Security Analyst⁴	Adds Funding for Desktop Support⁵	Adds One-Time Funding for Statewide Longitudinal Data System⁶
Salaries and wages	(177,055)					
Operating expenses				26,000	1,233,055	
Capital assets						
Center for distance education	(17,638)	2,406,297	250,000			
Statewide longitudinal data system	(4,748)					1,250,000
Educational technology council	(1,357)					
EduTech	(20,351)			232,847		
K-12 wide area network	(2,713)					
Geographic information system	(678)					
Health information technology office	(2,713)					
Criminal justice information sharing						
Federal stimulus						
Accrued leave payments						
Total all funds	(\$227,253)	\$2,406,297	\$250,000	\$258,847	\$1,233,055	\$1,250,000
Less estimated income	(180,754)	997,279	0	0	1,233,055	0
General fund	(\$46,499)	\$1,409,018	\$250,000	\$258,847	\$0	\$1,250,000
FTE	0.00	4.00	0.00	1.00	0.00	0.00

	Adds One-Time Funding for Health Care Study⁷	Total Conference Committee Changes
Salaries and wages		(177,055)
Operating expenses		1,259,055
Capital assets		
Center for distance education		2,638,659
Statewide longitudinal data system		1,245,252
Educational technology council		(1,357)
EduTech		212,496
K-12 wide area network		(2,713)
Geographic information system		(678)
Health information technology office	500,000	497,287
Criminal justice information sharing		
Federal stimulus		
Accrued leave payments		
Total all funds	\$500,000	\$5,670,946
Less estimated income	<u>500,000</u>	<u>2,549,580</u>
General fund	\$0	\$3,121,366
 FTE	 0.00	 5.00

¹ Funding for employee health insurance premiums is adjusted to reflect the revised premium estimate of \$1,130.22 per month. The same as the Senate.

² Funding is added for the Centers for Distance Education for K-12 education, including funding for temporary employees, software, contractual services and repairs (\$1,706,578), as well as 4 teacher FTE positions (\$678,791) and related salary increases (\$20,928), the same as the Senate version.

³ Provides funding to Centers for Distance Education to offer remedial and advanced placement courses. The Senate did not provide the funding.

⁴ Funding is added for a security analyst FTE position (\$225,000) and related operating expenses (\$26,000) and salary increase (\$7,847) to provide security at the Fusion Center, the same as the Senate version.

⁵ Funding is provided for the Information Technology Department to provide desktop support services to the following agencies:

1. Office of Administrative Hearings.
2. Governor's office.
3. Commission on Legal Counsel for Indigents.
4. Public Employees Retirement System.
5. North Dakota University System office.
6. Department of Career and Technical Education.
7. Department of Veterans' Affairs.
8. Aeronautics Commission.
9. Department of Financial Institutions.

The Senate did not provide funding for the desktop support services.

⁶ One-time funding is added for contractor and development expenses to continue the statewide longitudinal data system project. The Senate provided one-time funding of \$2.5 million for the project.

⁷ Provides one-time funding from special funds, federal funds, or other funds to hire a consultant to provide a health care study. The Senate did not provide funding for the study.

This amendment also provides:

- A new section which amends Section 8 of House Bill No. 2326 as approved by the 64th Legislative Assembly which requires Job Service North Dakota to disclose unemployment insurance wage data for education and workforce development evaluations, unless it is individual data.
- A new section which provides \$500,000 from the health information technology office line item for the purpose of hiring a consultant to conduct a health care study. The funding is considered one-time funding.
- A new section requiring certain agencies to obtain desktop support services from the Information Technology Department. Similar provisions were included in House Bill No. 1053, but the House did not approve the bill.

House Bill No. 1021 - Desktop Support Services - General Fund Summary of Conference Committee Action

	Base Budget	House Version	Conference Committee Changes¹	Conference Committee Version	Senate Version	Comparison to Senate
Governor's Office			\$97,760	\$97,760		\$97,760
Office of Administrative Hearings						
Commission on Legal Counsel for Indigent			214,855	214,855		214,855
Public Employees Retirement System						
University System Office			175,350	175,350		175,350
Dept. of Career and Technical Education			210,590	210,590		210,590
Department of Veterans' Affairs			34,635	34,635		34,635
Aeronautics Commission						
Department of Financial Institutions						
Total general fund			\$733,190	\$733,190		\$733,190

House Bill No. 1021 - Desktop Support Services - Other Funds Summary of Conference Committee Action

	Base Budget	House Version	Conference Committee Changes¹	Conference Committee Version	Senate Version	Comparison to Senate
Governor's Office			17,600	17,600		17,600
Office of Administrative Hearings						
Commission on Legal Counsel for Indigent			152,950	152,950		152,950
Public Employees Retirement System						
University System Office						
Dept. of Career and Technical Education						
Department of Veterans' Affairs			17,090	17,090		17,090
Aeronautics Commission			66,325	66,325		66,325
Department of Financial Institutions						
Total other funds			\$253,965	\$253,965		\$253,965

House Bill No. 1021 - Desktop Support Services - All Funds Summary of Conference Committee Action

	Base Budget	House Version	Conference Committee Changes¹	Conference Committee Version	Senate Version	Comparison to Senate
Governor's Office			\$97,760	\$97,760		\$97,760
Office of Administrative Hearings			17,600	17,600		17,600
Commission on Legal Counsel for Indigent			214,855	214,855		214,855
Public Employees Retirement System			152,950	152,950		152,950
University System Office			175,350	175,350		175,350
Dept. of Career and Technical Education			210,590	210,590		210,590
Department of Veterans' Affairs			34,635	34,635		34,635
Aeronautics Commission			17,090	17,090		17,090
Department of Financial Institutions			66,325	66,325		66,325
Total all funds			\$987,155	\$987,155		\$987,155
FTE						

¹ Funding of \$987,155, of which \$733,190 is from the general fund is provided to the listed agencies for defraying the cost of desktop support services provided by the Information Technology Department. The appropriations include the following one-time funding items relating to desktop support:

	General Fund	Other Funds	Total
Governor's office	\$45,200		\$45,200
Office of Administrative Hearings		14,040	14,040
Commission on Legal Counsel for Indigents	122,275		122,275
Public Employees Retirement System		77,370	77,370
North Dakota University System office	81,750		81,750
Department of Career and Technical Education	106,750		106,750
Department of Financial Institutions		66,325	66,325
Department of Veterans' Affairs	26,895		26,895
Aeronautics Commission		14,810	14,810
Total	382,870	\$172,545	\$555,415