

**STATEMENT OF PURPOSE OF AMENDMENT:****Senate Bill No. 2022 - Funding Summary**

	<b>Executive Budget</b>	<b>Final Legislative Action</b>	<b>Comparison To Executive Budget</b>
Information Technology Department			
Salaries and wages	\$25,985,352	\$25,576,531	(\$408,821)
Operating expenses	36,076,824	35,661,772	(415,052)
Equipment	5,595,000	5,080,000	(515,000)
Center for innovation and instruction	934,583	800,334	(134,249)
Education technology commission grants	3,500,000	1,200,000	(2,300,000)
SENDIT network	1,973,669	1,673,669	(300,000)
IT technical education prog. development	590,300		(590,300)
Wide area network	9,968,905	9,968,905	
Enterprise resource planning system	20,488,873	7,500,000	(12,988,873)
Prairie public broadcasting IT innovation fund	1,407,513 500,000	1,407,513	(500,000)
Geographic information system		750,000	750,000
Total all funds	<u>\$107,021,019</u>	<u>\$89,618,724</u>	<u>(\$17,402,295)</u>
Less estimated income	<u>71,185,087</u>	<u>70,838,880</u>	<u>(346,207)</u>
General fund	<u>\$35,835,932</u>	<u>\$18,779,844</u>	<u>(\$17,056,088)</u>
FTE	212.00	207.00	(5.00)
Bill Total			
Total all funds	\$107,021,019	\$89,618,724	(\$17,402,295)
Less estimated income	71,185,087	70,838,880	(346,207)
General fund	<u>\$35,835,932</u>	<u>\$18,779,844</u>	<u>(\$17,056,088)</u>
FTE	212.00	207.00	(5.00)

**Senate Bill No. 2022 - Information Technology Department - Senate Action**

	<b>Executive Budget</b>	<b>Senate Changes</b>	<b>Senate Version</b>
Salaries and wages	\$25,985,352		\$25,985,352
Operating expenses	36,076,824		36,076,824
Equipment	5,595,000		5,595,000
Center for innovation and instruction	934,583		934,583
Education technology commission grants	3,500,000	(1,300,000)	2,200,000
SENDIT network	1,973,669		1,973,669
IT technical education prog. development	590,300		590,300
Wide area network	9,968,905		9,968,905
Enterprise resource planning system	20,488,873	(8,517,500)	11,971,373
Prairie public broadcasting	1,407,513		1,407,513
IT innovation fund	500,000	(300,000)	200,000
Total all funds	\$107,021,019	(\$10,117,500)	\$96,903,519
Less estimated income	71,185,087	0	71,185,087
General fund	\$35,835,932	(\$10,117,500)	\$25,718,432
FTE	212.00	0.00	212.00

**Department No. 112 - Information Technology Department - Detail of Senate Changes**

	<b>Reduce Funding for the Educational Telecommunications Council<sup>1</sup></b>	<b>Adjust Funding for the Enterprise Resource Planning System<sup>2</sup></b>	<b>Reduce Funding for IT Innovation Fund</b>	<b>Total Senate Changes</b>
Salaries and wages				
Operating expenses				
Equipment				
Center for innovation and instruction				
Education technology commission grants	(1,300,000)			(1,300,000)
SENDIT network				
IT technical education prog. development				
Wide area network				
Enterprise resource planning system		(8,517,500)		(8,517,500)
Prairie public broadcasting				
IT innovation fund			(300,000)	(300,000)
Total all funds	(\$1,300,000)	(\$8,517,500)	(\$300,000)	(\$10,117,500)
Less estimated income	0	0	0	0
General fund	(\$1,300,000)	(\$8,517,500)	(\$300,000)	(\$10,117,500)
FTE	0.00	0.00	0.00	0.00

<sup>1</sup> This amendment reduces funding for the statewide information technology network by decreasing the funding from the general fund for the Educational Telecommunications Council from \$3,500,000 to \$2,200,000.

<sup>2</sup> This amendment provides for the following adjustments in funding for the enterprise resource planning (ERP) system which result in funding being reduced from \$20,499,873 to \$11,971,373, of which \$11,482,500 is from the general fund:

Decrease in funding for operating expenses	(\$9,000,000)
Increase in funding due to transfer of funding from the Department of Public Instruction related to the Quality Schools Commission (\$70,000) and student data base (\$412,500)	482,500
<b>Total</b>	<u>(\$8,517,500)</u>

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This amendment also adds a section allowing the Information Technology Department to transfer spending authority between line items.

#### Senate Bill No. 2022 - Information Technology Department - House Action

	<b>Executive Budget</b>	<b>Senate Version</b>	<b>House Changes</b>	<b>House Version</b>
Salaries and wages	\$25,985,352	\$25,985,352	(\$408,821)	\$25,576,531
Operating expenses	36,076,824	36,076,824	(415,052)	35,661,772
Equipment	5,595,000	5,595,000	(515,000)	5,080,000
Center for innovation and instruction	934,583	934,583	(334,249)	600,334
Education technology commission grants	3,500,000	2,200,000		2,200,000
SENDIT network	1,973,669	1,973,669	(800,000)	1,173,669
IT technical education prog. development	590,300	590,300	(590,300)	
Wide area network	9,968,905	9,968,905	(321,784)	9,647,121
Enterprise resource planning system	20,488,873	11,971,373	(10,467,707)	1,503,666
Prairie public broadcasting	1,407,513	1,407,513		1,407,513
IT innovation fund	500,000	200,000	(200,000)	
Contingent GIS appropriation			750,000	750,000
Total all funds	<u>\$107,021,019</u>	<u>\$96,903,519</u>	<u>(\$13,302,913)</u>	<u>\$83,600,606</u>
Less estimated income	<u>71,185,087</u>	<u>71,185,087</u>	<u>698,793</u>	<u>71,883,880</u>
General fund	<u>\$35,835,932</u>	<u>\$25,718,432</u>	<u>(\$14,001,706)</u>	<u>\$11,716,726</u>
FTE	212.00	212.00	(8.00)	204.00

## Department No. 112 - Information Technology Department - Detail of House Changes

	<b>Reduce Funding for the Center for Innovation and Instruction<sup>1</sup></b>	<b>Reduce Funding for SENDIT Network<sup>2</sup></b>	<b>Remove Funding for IT Technical Education Program Development<sup>3</sup></b>	<b>Remove Funding for the IT Innovation Fund<sup>4</sup></b>	<b>Provide a Funding Source Change for Wide Area Network<sup>5</sup></b>	<b>Remove Positions and Related Funding for Wide Area Network<sup>6</sup></b>
Salaries and wages						
Operating expenses						
Equipment						
Center for innovation and instruction	(334,249)					
Education technology commission grants						
SENDIT network		(800,000)				
IT technical education prog. development			(590,300)			
Wide area network						(321,784)
Enterprise resource planning system						
Prairie public broadcasting						
IT innovation fund				(200,000)		
Contingent GIS appropriation						
Geographic information system						
<b>Total all funds</b>	<b>(\$334,249)</b>	<b>(\$800,000)</b>	<b>(\$590,300)</b>	<b>(\$200,000)</b>	<b>\$0</b>	<b>(\$321,784)</b>
Less estimated income	0	0	0	0	1,045,000	0
<b>General fund</b>	<b>(\$334,249)</b>	<b>(\$800,000)</b>	<b>(\$590,300)</b>	<b>(\$200,000)</b>	<b>(\$1,045,000)</b>	<b>(\$321,784)</b>
FTE	0.00	0.00	0.00	0.00	0.00	(2.00)
	<b>Provide Correct Funding for Recommended Salary Increases</b>	<b>Decrease Funding for E-Government Initiative<sup>7</sup></b>	<b>Remove Funding for Geographic Information System (GIS)<sup>8</sup></b>	<b>Decrease Funding for Research and Planning Position</b>	<b>Remove Funding for the Enterprise Resource Planning System<sup>9</sup></b>	<b>Restore Funding for Higher Education Financial Aid System<sup>10</sup></b>
Salaries and wages		(\$140,404)	(\$268,417)			
Operating expenses		(21,684)	(293,368)	(100,000)		
Equipment		(5,000)	(510,000)			
Center for innovation and instruction						
Education technology commission grants						
SENDIT network						
IT technical education prog. development						
Wide area network						
Enterprise resource planning system					(11,971,373)	1,503,666
Prairie public broadcasting						
IT innovation fund						
Contingent GIS appropriation						
Geographic information system						
<b>Total all funds</b>	<b>\$0</b>	<b>(\$167,088)</b>	<b>(\$1,071,785)</b>	<b>(\$100,000)</b>	<b>(\$11,971,373)</b>	<b>\$1,503,666</b>
Less estimated income	142,666	0	0	0	(488,873)	0
<b>General fund</b>	<b>(\$142,666)</b>	<b>(\$167,088)</b>	<b>(\$1,071,785)</b>	<b>(\$100,000)</b>	<b>(\$11,482,500)</b>	<b>\$1,503,666</b>
FTE	0.00	(1.00)	(2.00)	0.00	(3.00)	0.00

	<b>Provide For a Contingent Appropriation (GIS)<sup>11</sup></b>	<b>Total House Changes</b>
Salaries and wages		(\$408,821)
Operating expenses		(415,052)
Equipment		(515,000)
Center for innovation and instruction		(334,249)
Education technology commission grants		
SENDIT network		(800,000)
IT technical education prog. development		(590,300)
Wide area network		(321,784)
Enterprise resource planning system		(10,467,707)
Prairie public broadcasting IT innovation fund		(200,000)
Contingent GIS appropriation	750,000	750,000
Geographic information system		
Total all funds	\$750,000	(\$13,302,913)
Less estimated income	0	698,793
General fund	\$750,000	(\$14,001,706)
FTE	0.00	(8.00)

<sup>1</sup> This amendment reduces funding from the general fund for the Center for Innovation and Instruction by \$334,249, from \$934,583 to \$600,334.

<sup>2</sup> This amendment reduces funding from the general fund for the SENDIT network by \$800,000, from \$1,973,669 to \$1,173,669.

<sup>3</sup> This amendment removes funding from the general fund of \$590,300 for information technical education program development.

<sup>4</sup> This amendment removes funding from the general fund of \$200,000 for an information technology innovation fund.

<sup>5</sup> This amendment provides a change in funding relating to the costs associated with connecting the statewide wide area network to school districts that contain a high school. Each school district that contains a high school will be required to provide the Information Technology Department \$2,500 per year for connection to the statewide wide area network. This will result in approximately \$1,045,000 in special funds revenue and therefore the general fund appropriation for the wide area network is reduced by \$1,045,000.

<sup>6</sup> This amendment removes funding of \$321,784 from the general fund and two FTE positions associated with the implementation of the statewide wide area network.

<sup>7</sup> This amendment reduces \$167,088 of funding from the general fund and removes one FTE associated with the e-government initiative.

<sup>8</sup> This amendment removes funding of \$1,071,785 from the general fund and two FTE positions for the geographic information system (GIS).

<sup>9</sup> This amendment removes funding of \$11,971,373, of which \$11,482,500 is from the general fund for the enterprise resource planning (ERP) project and authority for three FTE positions relating to the project. This amendment also adds a section of legislative intent that during the 2001-03 biennium, the Information Technology Department study the ERP concept and present recommendations to the 2003 Legislative Assembly.

<sup>10</sup> This amendment provides funding of \$1,503,666 from the general fund for a higher education financial aid system.

<sup>11</sup> This amendment adds a section to the bill that provides a contingent appropriation of \$750,000 from the general fund to the department for the GIS initiative if the department submits a proposal regarding implementing a GIS initiative to the Budget Section and receives Budget Section approval. The total general fund changes of (\$14,001,706) include the contingent appropriation.

#### Senate Bill No. 2022 - Information Technology Department - Conference Committee Action

	<b>Executive Budget</b>	<b>Senate Version</b>	<b>Conf. Com. Changes</b>	<b>Conf. Com. Version</b>	<b>House Version</b>	<b>Comparison to House</b>
Salaries and wages	\$25,985,352	\$25,985,352	(\$408,821)	\$25,576,531	\$25,576,531	
Operating expenses	36,076,824	36,076,824	(415,052)	35,661,772	35,661,772	
Equipment	5,595,000	5,595,000	(515,000)	5,080,000	5,080,000	
Center for innovation and instruction	934,583	934,583	(134,249)	800,334	600,334	200,000
Education technology commission grants	3,500,000	2,200,000	(1,000,000)	1,200,000	2,200,000	(1,000,000)
SENDIT network	1,973,669	1,973,669	(300,000)	1,673,669	1,173,669	500,000
IT technical education prog. development	590,300	590,300	(590,300)			
Wide area network	9,968,905	9,968,905		9,968,905	9,647,121	321,784
Enterprise resource planning system	20,488,873	11,971,373	(4,471,373)	7,500,000	1,503,666	5,996,334
Prairie public broadcasting	1,407,513	1,407,513		1,407,513	1,407,513	
IT innovation fund	500,000	200,000	(200,000)			
Contingent GIS appropriation			750,000	750,000	750,000	(750,000)
Geographic information system						750,000
Total all funds	<u>\$107,021,019</u>	<u>\$96,903,519</u>	<u>(\$7,284,795)</u>	<u>\$89,618,724</u>	<u>\$83,600,606</u>	<u>\$6,018,118</u>
Less estimated income	<u>71,185,087</u>	<u>71,185,087</u>	<u>(346,207)</u>	<u>70,838,880</u>	<u>71,883,880</u>	<u>(1,045,000)</u>
General fund	<u>\$35,835,932</u>	<u>\$25,718,432</u>	<u>(\$6,938,588)</u>	<u>\$18,779,844</u>	<u>\$11,716,726</u>	<u>\$7,063,118</u>
FTE	212.00	212.00	(5.00)	207.00	204.00	3.00

## Department No. 112 - Information Technology Department - Detail of Conference Committee Changes

	<b>Adjust Funding for Recommended Salary Increases</b>	<b>Decrease Funding for E- Government Initiative<sup>1</sup></b>	<b>Decrease Funding for Geographic Information System (GIS) Initiative<sup>2</sup></b>	<b>Decrease Funding for Research and Planning<sup>3</sup> Position<sup>3</sup></b>	<b>Reduce Funding for Education Technology Commission Grants<sup>4</sup></b>	<b>Decrease Funding for the Enterprise Resource Planning System<sup>5</sup></b>
Salaries and wages		(\$140,404)	(\$268,417)			
Operating expenses		(21,684)	(293,368)	(100,000)		
Equipment		(5,000)	(510,000)			
Center for innovation and instruction						
Education technology commission grants					(1,000,000)	
SENDIT network						
IT technical education prog. development						
Wide area network						
Enterprise resource planning system						(4,471,373)
Prairie public broadcasting IT innovation fund						
Geographic information system			750,000			
Total all funds	\$0	(\$167,088)	(\$321,785)	(\$100,000)	(\$1,000,000)	(\$4,471,373)
Less estimated income	142,666	0	0	0	0	(488,873)
General fund	(\$142,666)	(\$167,088)	(\$321,785)	(\$100,000)	(\$1,000,000)	(\$3,982,500)
FTE	0.00	(1.00)	(1.00)	0.00	0.00	(3.00)
	<b>Reduce Funding for the Center for Innovation and Instruction<sup>6</sup></b>	<b>Reduce Funding for SENDIT network<sup>7</sup></b>	<b>Remove Funding for IT Technical Education Prog. Development<sup>8</sup></b>	<b>Remove Funding for IT Innovation Fund<sup>9</sup></b>	<b>Total Conference Committee Changes</b>	
Salaries and wages					(\$408,821)	
Operating expenses					(415,052)	
Equipment					(515,000)	
Center for innovation and instruction	(134,249)				(134,249)	
Education technology commission grants					(1,000,000)	
SENDIT network		(300,000)			(300,000)	
IT technical education prog. development			(590,300)		(590,300)	
Wide area network						
Enterprise resource planning system					(4,471,373)	
Prairie public broadcasting IT innovation fund				(200,000)	(200,000)	
Geographic information system					750,000	
Total all funds	(\$134,249)	(\$300,000)	(\$590,300)	(\$200,000)	(\$7,284,795)	
Less estimated income	0	0	0	0	(346,207)	
General fund	(\$134,249)	(\$300,000)	(\$590,300)	(\$200,000)	(\$6,938,588)	
FTE	0.00	0.00	0.00	0.00	(5.00)	

<sup>1</sup> This amendment removes one FTE position and related position funding of \$167,088 from the general fund associated with the department's e-government initiative.

<sup>2</sup> This amendment removes funding from the general fund and two associated FTE positions for the department's geographic information system initiative of \$1,071,785 and restores funding of \$750,000 from the general fund and one FTE position in a special geographic information system line item for a net decrease in funding from the general fund of \$321,785.

<sup>3</sup> This amendment decreases funding from the general fund for operating expenses related to the research and planning position by \$100,000.

<sup>4</sup> This amendment reduces funding for Educational Telecommunications Council grants by \$1,000,000 from \$2,200,000 which was the level proposed by both the Senate and the House, to \$1,200,000.

<sup>5</sup> This amendment decreases funding for the enterprise resource planning (ERP) project by \$4,471,373, of which \$3,982,500 is from the general fund, from \$11,971,373 to \$7,500,000 and removes authority for three FTE positions related to the project. This proposed level of funding is \$5,996,334 more than the level of funding provided by the House of \$1,503,666.

<sup>6</sup> This amendment reduces funding from the general fund for the Center for Innovation and Instruction by \$134,249, from \$934,583 to \$800,334. This proposed level of funding is \$200,000 more than the level of funding provided by the House of \$600,334.

<sup>7</sup> This amendment reduces funding from the general fund for the SENDIT network by \$300,000, from \$1,973,669 to \$1,673,669. This proposed level of funding is \$500,000 more than the level of funding provided by the House of \$1,173,669.

<sup>8</sup> This amendment removes funding from the general fund of \$590,300 for information technical education program development.

<sup>9</sup> This amendment removes funding from the general fund of \$200,000 for an information technology innovation fund.

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This amendment also amends Section 2 of the engrossed bill to provide that transfers in excess of the amount included in Governor Hoeven's executive budget recommendation may only be made after Emergency Commission and Budget Section approval and the Chief Information Officer shall inform the Budget Section of all transfers made during the biennium.