

STATEMENT OF PURPOSE OF AMENDMENT:**House Bill No. 1021 - Funding Summary**

	Executive Budget	Final Legislative Action	Comparison To Executive Budget
Information Technology Department			
Salaries and wages	\$38,446,651	\$37,723,419	(\$723,232)
Operating expenses	57,149,648	57,062,912	(86,736)
Capital assets	12,145,250	12,145,250	
Division of independent study	6,376,005	6,466,005	90,000
Educational technology council	906,574	1,136,574	230,000
EduTech	2,722,348	2,722,348	
Wide area network	4,066,926	4,066,926	
Geographic information system	698,313	798,313	100,000
Criminal justice information sharing	2,352,448	2,352,448	
Statewide longitudinal data system		228,116	228,116
Total all funds	<u>\$124,864,163</u>	<u>\$124,702,311</u>	<u>(\$161,852)</u>
Less estimated income	<u>113,595,729</u>	<u>113,040,157</u>	<u>(555,572)</u>
General fund	\$11,268,434	\$11,662,154	\$393,720
FTE	312.20	306.20	(6.00)
Bill Total			
Total all funds	\$124,864,163	\$124,702,311	(\$161,852)
Less estimated income	<u>113,595,729</u>	<u>113,040,157</u>	<u>(555,572)</u>
General fund	\$11,268,434	\$11,662,154	\$393,720
FTE	312.20	306.20	(6.00)

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

	Executive Budget	House Changes	House Version
Salaries and wages	\$38,446,651	(\$575,218)	\$37,871,433
Operating expenses	57,149,648	(86,736)	57,062,912
Capital assets	12,145,250		12,145,250
Division of Independent Study	6,376,005	120,000	6,496,005
Educational Technology Council	906,574		906,574
EduTech	2,722,348		2,722,348
Wide area network	4,066,926		4,066,926
Geographic information system	698,313		698,313
Criminal Justice Information Sharing	2,352,448		2,352,448
Statewide longitudinal data system		228,116	228,116
Total all funds	<u>\$124,864,163</u>	<u>(\$313,838)</u>	<u>\$124,550,325</u>
Less estimated income	<u>113,595,729</u>	<u>(407,558)</u>	<u>113,188,171</u>
General fund	\$11,268,434	\$93,720	\$11,362,154
FTE	312.20	(3.00)	309.20

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

	Reverses Funding Source Change Included in Agency Budget Request¹	Removes 3 FTE and Related Funding for Desktop Support Services²	Provides Funding for Statewide Longitudinal Data System³	Provides Funding for Online North Dakota Studies Resources and Curriculum⁴	Total House Changes
Salaries and wages		(\$418,786)	(\$156,432)		(\$575,218)
Operating expenses		(65,052)	(21,684)		(86,736)
Capital assets					
Division of Independent Study				120,000	120,000
Educational Technology Council					
EduTech					
Wide area network					
Geographic information system					
Criminal Justice Information					
Sharing					
Statewide longitudinal data system			228,116		228,116
Total all funds	\$0	(\$483,838)	\$50,000	\$120,000	(\$313,838)
Less estimated income	254,396	(483,838)	(178,116)	0	(407,558)
General fund	(\$254,396)	\$0	\$228,116	\$120,000	\$93,720
FTE	0.00	(3.00)	0.00	0.00	(3.00)

¹ This amendment reverses the funding source change included in the agency's budget request for 2 FTE positions in the records management area. The executive budget recommendation intended for the positions to remain funded with special funds.

² This amendment removes 3 new FTE positions (salaries and wages of \$418,786) and related operating expenses (\$65,052) for providing desktop support services to agencies as requested.

³ This amendment changes the funding source for one of the new FTE positions included in the executive budget for the business intelligence initiative from special funds to the general fund (\$178,116) and provides additional funding of \$50,000 from the general fund for consulting services for a statewide longitudinal data system initiative.

⁴ This amendment provides funding of \$120,000 from the general fund to be used in conjunction with \$80,000 in the executive budget for the Division of Independent Study for developing online North Dakota studies resources and curriculum.

This amendment also:

- Adds a section to the bill identifying one-time funding for the 2007-09 biennium.
- Adds a section to the bill providing legislative intent regarding new FTE positions.
- Adds a section to the bill creating and enacting a new section to the North Dakota Century Code relating to a statewide longitudinal data system committee.
- Adds a section to the bill providing that the funding included in Section 3 of the bill for assisting the Department of Human Services and the selected vendor in the rewrite of the Medicaid management information system is declared an emergency measure.

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

	Executive Budget	House Version	Senate Changes	Senate Version
Salaries and wages	\$38,446,651	\$37,871,433	(\$148,014)	\$37,723,419
Operating expenses	57,149,648	57,062,912		57,062,912
Capital assets	12,145,250	12,145,250		12,145,250
Division of Independent Study	6,376,005	6,496,005	(30,000)	6,466,005
Educational Technology Council	906,574	906,574	230,000	1,136,574
EduTech	2,722,348	2,722,348		2,722,348
Wide area network	4,066,926	4,066,926		4,066,926
Geographic information system	698,313	698,313	100,000	798,313
Criminal Justice Information	2,352,448	2,352,448		2,352,448
Sharing				
Statewide longitudinal data system		228,116		228,116
Total all funds	\$124,864,163	\$124,550,325	\$151,986	\$124,702,311
Less estimated income	113,595,729	113,188,171	(148,014)	113,040,157
General fund	\$11,268,434	\$11,362,154	\$300,000	\$11,662,154
FTE	312.20	309.20	(1.00)	308.20

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

	Removes Funding and FTE Position Related to Support of the Northern Tier Network¹	Reduces Funding for Online North Dakota Studies Resources and Curriculum²	Provides Funding for K-12 Video Grants³	Increases Funding for K-12 Classroom Transformation Grants⁴	Provides Funding for GIS Data Acquisition⁵	Total Senate Changes
Salaries and wages	(\$148,014)					(\$148,014)
Operating expenses						
Capital assets						
Division of Independent Study		(30,000)				(30,000)
Educational Technology Council			190,000	40,000		230,000
EduTech						
Wide area network						
Geographic information system					100,000	100,000
Criminal Justice Information						
Sharing						
Statewide longitudinal data system						
Total all funds	(\$148,014)	(\$30,000)	\$190,000	\$40,000	\$100,000	\$151,986
Less estimated income	(148,014)	0	0	0	0	(148,014)
General fund	\$0	(\$30,000)	\$190,000	\$40,000	\$100,000	\$300,000
FTE	(1.00)	0.00	0.00	0.00	0.00	(1.00)

¹ This amendment removes funding of \$148,014 from special funds and 1 FTE position relating to support of the Northern Tier Network.

² This amendment reduces funding for the Division of Independent Study for developing online North Dakota studies resources and curriculum by \$30,000 from \$120,000 to \$90,000.

³ This amendment provides funding of \$190,000 from the general fund to the Educational Technology Council for providing kindergarten through grade 12 video grants.

⁴ This amendment provides funding for the Educational Technology Council for increasing kindergarten through grade 12 classroom transformation grants by \$40,000, from \$349,000 as provided in the executive budget to \$389,000.

⁵ This amendment provides funding of \$100,000 from the general fund for geographic information system data acquisition.

This amendment:

- Amends Section 4 of the engrossed bill to limit transfer of funds between the salaries and wages, operating expenses, and capital assets line items.

- Amends Section 5 of the engrossed bill to reflect one-time funding for the 2007-09 biennium.
- Adds a new section providing that the North Dakota University System is to provide funding of \$300,110 for the cost of 2 FTE positions and relating operating expenses for support of video services in school districts.
- Adds a new section to create a new section to North Dakota Century Code Chapter 23-01 relating to the creation of a health information technology steering committee.

This amendment also recognizes additional department collections of \$1,204,688 for the 2005-07 biennium due to the receipt of a portion of e-rate reimbursement funding for costs incurred during fiscal year 2002. The Information Technology Department was originally denied e-rate reimbursement funding for fiscal year 2002 due to a technicality in the filing of forms for the e-rate program. Therefore, this amendment results in an increase of \$1,204,688 in the beginning general fund balance for the 2007-09 biennium.

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

	Executive Budget	House Version	Conf. Com. Changes	Conf. Com. Version	Senate Version	Comparison to Senate
Salaries and wages	\$38,446,651	\$37,871,433	(\$148,014)	\$37,723,419	\$37,723,419	
Operating expenses	57,149,648	57,062,912		57,062,912	57,062,912	
Capital assets	12,145,250	12,145,250		12,145,250	12,145,250	
Division of Independent Study	6,376,005	6,496,005	(30,000)	6,466,005	6,466,005	
Educational Technology Council	906,574	906,574	230,000	1,136,574	1,136,574	
EduTech	2,722,348	2,722,348		2,722,348	2,722,348	
Wide area network	4,066,926	4,066,926		4,066,926	4,066,926	
Geographic information system	698,313	698,313	100,000	798,313	798,313	
Criminal Justice Information Sharing	2,352,448	2,352,448		2,352,448	2,352,448	
Statewide longitudinal data system		228,116		228,116	228,116	
Total all funds	\$124,864,163	\$124,550,325	\$151,986	\$124,702,311	\$124,702,311	\$0
Less estimated income	113,595,729	113,188,171	(148,014)	113,040,157	113,040,157	0
General fund	\$11,268,434	\$11,362,154	\$300,000	\$11,662,154	\$11,662,154	\$0
FTE	312.20	309.20	(3.00)	306.20	308.20	(2.00)

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

	Removes Funding and FTE Position Related to Support of the Northern Tier Network ¹	Reduces Funding for Online North Dakota Studies Resources and Curriculum ²	Provides Funding for K-12 Video Grants ³	Increases Funding for K-12 Classroom Transformation Grants ⁴	Provides Funding for GIS Data Acquisition ⁵	Removes FTE Positions ⁶
Salaries and wages	(\$148,014)					
Operating expenses						
Capital assets						
Division of Independent Study		(30,000)				
Educational Technology Council			190,000	40,000		
EduTech						
Wide area network						
Geographic information system					100,000	
Criminal Justice Information Sharing						
Statewide longitudinal data system						
Total all funds	(\$148,014)	(\$30,000)	\$190,000	\$40,000	\$100,000	\$0
Less estimated income	(148,014)	0	0	0	0	0
General fund	\$0	(\$30,000)	\$190,000	\$40,000	\$100,000	\$0
FTE	(1.00)	0.00	0.00	0.00	0.00	(2.00)

	Total Conference Committee Changes
Salaries and wages	(\$148,014)
Operating expenses	
Capital assets	
Division of Independent Study	(30,000)
Educational Technology Council EduTech	230,000
Wide area network	
Geographic information system	100,000
Criminal Justice Information Sharing	
Statewide longitudinal data system	
Total all funds	\$151,986
Less estimated income	(148,014)
General fund	\$300,000
FTE	(3.00)

¹ This amendment removes funding of \$148,014 from special funds and 1 FTE position relating to support of the Northern Tier Network, the same as the Senate version.

² This amendment reduces funding for the Division of Independent Study for developing online North Dakota studies resources and curriculum by \$30,000, from \$120,000 to \$90,000, the same as the Senate version.

³ This amendment provides funding of \$190,000 from the general fund to the Educational Technology Council for providing kindergarten through grade 12 video grants, the same as the Senate version.

⁴ This amendment provides funding for the Educational Technology Council for increasing kindergarten through grade 12 classroom transformation grants by \$40,000, from \$349,000 as provided in the executive budget to \$389,000, the same as the Senate version.

⁵ This amendment provides funding of \$100,000 from the general fund for geographic information system data acquisition, the same as the Senate version.

⁶ This amendment removes 2 FTE positions included in the executive budget for the Criminal Justice Information Sharing Initiative. The department is to use the funding provided for the 2 FTE positions to contract with the Attorney General's office.

This amendment:

- Amends Section 4 of the engrossed bill to limit transfer of funds between the salaries and wages, operating expenses, and capital assets line items, the same as the Senate version.
- Amends Section 5 of the engrossed bill to reflect one-time funding for the 2007-09 biennium, the same as the Senate version.
- Adds a new section providing that the North Dakota University System is to provide funding of \$300,110 for the cost of 2 FTE positions and related operating expenses for support of video services in school districts, the same as the Senate version.
- Adds a new section to create a new section to North Dakota Century Code (NDCC) Chapter 23-01 relating to the creation of a health information technology steering committee, the same as the Senate version.
- Adds a new section to create a new subsection to NDCC Section 54-35-15.2 relating to the powers and duties of the Information Technology Committee.

This amendment also recognizes additional department collections of \$1,204,688 for the 2005-07 biennium due to the receipt of a portion of e-rate reimbursement funding for costs incurred during fiscal year 2002. The Information Technology Department was originally denied e-rate reimbursement funding for fiscal year 2002 due to a technicality in the filing of forms for the e-rate program. Therefore, this amendment results in an increase of \$1,204,688 in the beginning general fund balance for the 2007-09 biennium. This additional revenue was also recognized in the Senate amendment.