

STATEMENT OF PURPOSE OF AMENDMENT:

House Bill No. 1021 - Funding Summary

	Base Budget	Final Legislative Action	Comparison to Base Budget
Information Technology Department			
Salaries and wages	\$101,734,629	\$104,371,886	\$2,637,257
Operating expenses	114,588,112	149,004,699	34,416,587
Capital assets	3,443,909	3,910,571	466,662
Statewide longitudinal data system	4,486,278	5,582,678	1,096,400
EduTech	9,691,939	10,164,308	472,369
K-12 wide area network	4,679,718	6,362,610	1,682,892
Geographic information system	1,101,806	1,207,892	106,086
Health information technology office	8,725,871	8,742,111	16,240
Broadband infrastructure		148,250,000	148,250,000
Statewide interoperable radio network	14,193,796	18,401,469	4,207,673
Total all funds	\$262,646,058	\$455,998,224	\$193,352,166
Less estimated income	233,670,105	412,937,379	179,267,274
General fund	\$28,975,953	\$43,060,845	\$14,084,892
FTE	479.00	507.00	28.00
Bill total			
Total all funds	\$262,646,058	\$455,998,224	\$193,352,166
Less estimated income	233,670,105	412,937,379	179,267,274
General fund	\$28,975,953	\$43,060,845	\$14,084,892
FTE	479.00	507.00	28.00

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

	Base Budget	House Changes	House Version
Salaries and wages	\$101,734,629	\$13,403,736	\$115,138,365
Operating expenses	114,588,112	38,416,587	153,004,699
Capital assets	3,443,909	466,662	3,910,571
Statewide longitudinal data system	4,486,278	123,913	4,610,191
EduTech	9,691,939	1,297,519	10,989,458
K-12 wide area network	4,679,718	2,505,240	7,184,958
Geographic information system	1,101,806	123,641	1,225,447
Health information technology office	8,725,871	76,117	8,801,988
Broadband infrastructure		148,250,000	148,250,000
Statewide interoperable radio network	14,193,796	4,236,103	18,429,899
Total all funds	\$262,646,058	\$208,899,518	\$471,545,576
Less estimated income	233,670,105	188,005,063	421,675,168
General fund	\$28,975,953	\$20,894,455	\$49,870,408
FTE	479.00	28.00	507.00

Department 112 - Information Technology Department - Detail of House Changes

	Adds Funding for the Cost to Continue Salaries ¹	Adds Funding for Salary and Benefit Increases ²	Adjusts Base Level Funding ³	Adds Funding for the Customer Success Management Program ⁴	Adds Funding for an Enterprise Digitization Project ⁵	Adds Funding for Governance, Risk, and Compliance Costs ⁶
Salaries and wages	\$773,445	\$7,620,837	\$41,791	\$501,816	\$981,138	\$298,868
Operating expenses			(27,122)	17,000	2,615,000	
Capital assets						
Statewide longitudinal data system	5,810	118,103				
EduTech	50,888	421,631				
K-12 wide area network	7,665	91,687				
Geographic information system	2,677	20,964				
Health information technology office	6,725	69,392				
Broadband infrastructure						
Statewide interoperable radio network	190	35,913	4,200,000			
Total all funds	\$847,400	\$8,378,527	\$4,214,669	\$518,816	\$3,596,138	\$298,868
Less estimated income	726,602	7,139,683	4,205,284	(2,050,884)	1,096,138	0
General fund	\$120,798	\$1,238,844	\$9,385	\$2,569,700	\$2,500,000	\$298,868
FTE	0.00	0.00	0.00	2.00	5.00	1.00
	Adds Funding for a Customer Relationship Management Program ⁷	Adds FTE Positions to Support State IT Systems ⁸	Adds Funding for IT Unification ⁹	Adds Funding for a Universal Vulnerability Management Project ¹⁰	Adds Funding for Capitol Security Software and Fiber Replacement ¹¹	Adds Funding for the K-12 ClassLink Project ¹²
Salaries and wages	\$989,751	\$1,707,170	\$488,920			
Operating expenses	1,364,000	260,172	70,956	\$500,000	\$226,900	
Capital assets						
Statewide longitudinal data system						
EduTech						
K-12 wide area network						\$1,905,888
Geographic information system						
Health information technology office						
Broadband infrastructure						
Statewide interoperable radio network						
Total all funds	\$2,353,751	\$1,967,342	\$559,876	\$500,000	\$226,900	\$1,905,888
Less estimated income	501,808	1,745,213	559,876	0	0	0
General fund	\$1,851,943	\$222,129	\$0	\$500,000	\$226,900	\$1,905,888
FTE	4.00	11.00	3.00	0.00	0.00	2.00

	Adjusts Funding for the Health Information Network ¹³	Adds One- Time Funding for Projects and Programs ¹⁴	Adds One- Time Funding for IT Inflationary Increases ¹⁵	Adds Funding for the Broadband Equity Program ¹⁶	Total House Changes
Salaries and wages					\$13,403,736
Operating expenses		\$26,989,681	\$6,400,000		38,416,587
Capital assets		466,662			466,662
Statewide longitudinal data system					123,913
EduTech			825,000		1,297,519
K-12 wide area network			500,000		2,505,240
Geographic information system			100,000		123,641
Health information technology office	(\$3,000,000)	3,000,000			76,117
Broadband infrastructure				\$148,250,000	148,250,000
Statewide interoperable radio network					4,236,103
Total all funds	(\$3,000,000)	\$30,456,343	\$7,825,000	\$148,250,000	\$208,899,518
Less estimated income	(6,000,000)	26,856,343	4,975,000	148,250,000	188,005,063
General fund	\$3,000,000	\$3,600,000	\$2,850,000	\$0	\$20,894,455
FTE	0.00	0.00	0.00	0.00	28.00

¹ Funding is added for the cost to continue salary increases.

² The following funding is added for 2023-25 biennium salary adjustments of 4 percent on July 1, 2023, and 4 percent on July 1, 2024, and increases in health insurance premiums from \$1,429 to \$1,648 per month:

	General Fund	Other Funds	Total
Salary increase	\$942,005	\$5,079,371	\$6,021,376
Health insurance increase	<u>296,839</u>	<u>2,060,312</u>	<u>2,357,151</u>
Total	\$1,238,844	\$7,139,683	\$8,378,527

³ Base level funding is adjusted as follows:

	General Fund	Other Funds	Total
Transfers \$41,791 from the operating expenses line item to the salaries and wages line item for an existing 0.50 FTE position	\$0	\$0	\$0
Adds funding for information technology rate increases	9,385	5,284	14,669
Adds funding for the statewide interoperable radio network (SIRN) from the SIRN fund to provide a total of \$18,429,899, of which \$1,858,240 is from the general fund and \$16,571,659 is from the SIRN fund	<u>0</u>	<u>4,200,000</u>	<u>4,200,000</u>
Total	\$9,385	\$4,205,284	\$4,214,669

⁴ Funding is added from the general fund for 2 FTE positions related to the customer success management program, including \$501,816 for salaries and wages and \$17,000 for related operating expenses. Funding of \$2,050,884 is adjusted from the Information Technology Department (ITD) operating service fund to the general fund for 6 existing FTE positions for the program.

⁵ Funding of \$3,596,138, of which \$2,500,000 is from the general fund and \$1,096,138 is from the ITD operating service fund, is added for an enterprise digitization project to modernize state technology, including \$981,138 for salaries and wages of 5 FTE positions and \$2,615,000 for IT software, data processing, and contractual services.

⁶ Funding of \$298,868 is added from the general fund for salaries and wages of 1 FTE position related to governance, risk, and compliance costs and the Department of Public Instruction lighthouse project.

⁷ Funding of \$2,353,751, of which \$1,851,943 is from the general fund and \$501,808 is from the ITD operating services fund, is added for an enterprise customer relationship management program, including \$989,751 for salaries and wages of 4 FTE positions and \$1,364,000 for software licensing costs.

⁸ Funding of \$1,967,342, of which \$222,129 is from the general fund and \$1,745,213 is from the ITD operating service fund, is added for 11 FTE positions for additional support of state agency IT systems, of which \$1,707,170 is for salaries and wages and \$260,172 is for related operating expenses. The 11 FTE positions include 6 FTE apprenticeship positions, 1 FTE desktop support position, 1 FTE public safety support position, 1 FTE transportation support position, 1 FTE network technician position, and 1 FTE cybersecurity position.

⁹ Funding of \$559,876 is added from the ITD operating service fund for the transfer of 3 FTE positions, including 2 FTE positions from the Department of Corrections and Rehabilitation and 1 FTE position from the Insurance Commissioner, to ITD. Of the total, \$488,920 is for salaries and wages and \$70,956 is for operating expenses.

¹⁰ Funding of \$500,000 from the general fund is added for software costs related to a universal vulnerability management project.

¹¹ Funding of \$226,900 is added from the general fund for Capitol security software upgrades and the fiber replacement project.

¹² Funding of \$1,905,888 is added from the general fund for the K-12 ClassLink project, including \$405,888 for salaries and wages of 2 FTE positions and \$1,500,000 for IT software and supplies.

¹³ Funding is adjusted for the North Dakota Health Information Network by reducing federal funds (\$6 million) and increasing the general fund (\$3 million). A separate entry is provided to add one-time funding of \$3 million from the electronic health information exchange fund. Total funding for the network is \$8,801,988, of which \$3 million is from the general fund and \$5,801,988 is from the electronic health information exchange fund.

¹⁴ One-time funding is added for the following projects and programs:

	General Fund	Other Funds	Total
Adds funding from the strategic investment and improvements fund (SIIF) for an enterprise digitization project	\$0	\$10,000,000	\$10,000,000
Adds funding from the general fund for governance, risk, and compliance costs and from the ITD operating service fund for the Department of Public Instruction lighthouse project	600,000	4,856,876	5,456,876
Adds funding from SIIF for an enterprise customer relationship management program	0	6,500,000	6,500,000
Adds funding for a universal vulnerability management project	3,000,000	0	3,000,000
Adds federal funding from the State Fiscal Recovery Fund for the Capitol security software upgrade and fiber replacement project, including \$2,032,805 for operating expenses and \$466,662 for capital assets	0	2,499,467	2,499,467
Adds funding from the electronic health information exchange fund for the North Dakota Health Information Network, which is provided from a transfer from the health information technology planning loan fund	<u>0</u>	<u>3,000,000</u>	<u>3,000,000</u>
Total	\$3,600,000	\$26,856,343	\$30,456,343

¹⁵ One-time funding of \$7,825,000 is added for IT inflationary increases, of which \$2,850,000 is from the general fund, \$325,000 is from the PowerSchool fund, and \$4,650,000 is from the ITD operating service fund.

¹⁶ One-time funding of \$148,250,000 is added from federal funds made available as a result of the Infrastructure Investment and Jobs Act for the broadband, equity, access, and deployment (BEAD) program.

This amendment also:

- Adds a section to appropriate all federal funds received by ITD in excess of the funds appropriated in Section 1 to ITD for the 2023-25 biennium;
- Adds a section to provide for a transfer of \$3 million from the health information technology planning loan fund to the electronic health information exchange fund;
- Adds a section to identify \$16.5 million from SIIF, of which \$10 million is for the enterprise digitization project and \$6.5 million is for the customer relationship management program;
- Adds a section to identify \$2,499,467 from the federal State Fiscal Recovery Fund for the Capitol security software upgrade and fiber replacement project;
- Adds a section to provide an exemption to allow ITD to continue \$45 million appropriated from the federal Coronavirus Capital Projects Fund during the November 2021 special legislative session for broadband infrastructure grants into the 2023-25 biennium; and

- Adds a section to provide an exemption to allow ITD to continue \$401,000 appropriated from the federal State Fiscal Recovery Fund during the November 2021 special legislative session to convert a North Dakota Stockmen's Association paper-based branding system to an electronic system into the 2023-25 biennium.

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

	Base Budget	House Version	Senate Changes	Senate Version
Salaries and wages	\$101,734,629	\$115,138,365	(\$10,766,479)	\$104,371,886
Operating expenses	114,588,112	153,004,699	(4,000,000)	149,004,699
Capital assets	3,443,909	3,910,571		3,910,571
Statewide longitudinal data system	4,486,278	4,610,191	972,487	5,582,678
EduTech	9,691,939	10,989,458	(825,150)	10,164,308
K-12 wide area network	4,679,718	7,184,958	(822,348)	6,362,610
Geographic information system	1,101,806	1,225,447	(17,555)	1,207,892
Health information technology office	8,725,871	8,801,988	(59,877)	8,742,111
Broadband infrastructure		148,250,000		148,250,000
Statewide interoperable radio network	14,193,796	18,429,899	(28,430)	18,401,469
Total all funds	\$262,646,058	\$471,545,576	(\$15,547,352)	\$455,998,224
Less estimated income	233,670,105	421,675,168	(9,737,789)	411,937,379
General fund	\$28,975,953	\$49,870,408	(\$5,809,563)	\$44,060,845
FTE	479.00	507.00	0.00	507.00

Department 112 - Information Technology Department - Detail of Senate Changes

	Adjusts Funding for Salary and Benefit Increases ¹	Removes Salary Funding for Funding Pool ²	Reduces Funding for the Enterprise Digitization Project ³	Adds Funding for a Customer Relationship Management Program ⁴	Reduces Funding for the K-12 ClassLink Project ⁵	Adjusts One- Time Funding ⁶
Salaries and wages	\$1,839,433	(\$13,093,855)		\$487,943		
Operating expenses			(\$500,000)			(\$3,500,000)
Capital assets						
Statewide longitudinal data system	30,190	(132,703)				1,075,000
EduTech	95,367	(420,517)				
K-12 wide area network	(14,330)	(102,130)			(\$705,888)	
Geographic information system	5,149	(22,704)				
Health information technology office	17,627	(77,504)				
Statewide interoperable radio network	8,277	(36,707)				
Broadband infrastructure						
Total all funds	\$1,981,713	(\$13,886,120)	(\$500,000)	\$487,943	(\$705,888)	(\$2,425,000)
Less estimated income	1,668,122	(10,418,391)	0	0	0	(987,520)
General fund	\$313,591	(\$3,467,729)	(\$500,000)	\$487,943	(\$705,888)	(\$1,437,480)
FTE	0.00	0.00	0.00	2.00	(2.00)	0.00

	Adjusts One-Time Funding for IT Inflationary Increases ¹	Total Senate Changes
Salaries and wages		(\$10,766,479)
Operating expenses		(4,000,000)
Capital assets		
Statewide longitudinal data system		972,487
EduTech	(\$500,000)	(825,150)
K-12 wide area network		(822,348)
Geographic information system		(17,555)
Health information technology office		(59,877)
Statewide interoperable radio network		(28,430)
Broadband infrastructure		
Total all funds	(\$500,000)	(\$15,547,352)
Less estimated income	0	(9,737,789)
General fund	(\$500,000)	(\$5,809,563)
FTE	0.00	0.00

¹ Salaries and wages funding is adjusted to provide for 2023-25 biennium salary increases of 6 percent on July 1, 2023, and 4 percent on July 1, 2024, and for adjustments to health insurance premium rates as follows:

	General Fund	Other Funds	Total
Salary increase	\$320,858	\$1,715,398	\$2,036,256
Health insurance increase	(7,267)	(47,276)	(54,543)
Total	\$313,591	\$1,668,122	\$1,981,713

The House provided salary adjustments of 4 percent on July 1, 2023, and July 1, 2024.

² Funding for new FTE positions and estimated savings from vacant FTE positions is removed as shown below. These amounts are available to the agency if needed by submitting a request to the Office of Management and Budget for a transfer from the new and vacant FTE funding pool.

	General Fund	Other Funds	Total
New FTE positions	(\$1,998,699)	(\$2,967,987)	(\$4,966,686)
Vacant FTE positions	(1,469,030)	(7,450,404)	(8,919,434)
Total	(\$3,467,729)	(\$10,418,391)	(\$13,886,120)

³ Funding for the enterprise digitization project to modernize state technology is reduced by \$500,000 from the general fund to provide total ongoing funding of \$3,096,138, of which \$2,000,000 is from the general fund and \$1,096,138 is from the Information Technology Department (ITD) operating service fund. Of this amount, \$981,138 is for salaries and wages of 5 FTE positions and \$2,115,000 is for IT software, data processing, and contractual services.

The House approved \$3,596,138, of which \$2,500,000 was from the general fund and \$1,096,138 was from the ITD operating service fund. The House also authorized the 5 FTE positions.

⁴ Funding of \$487,943 is added from the general fund for salaries and wages of 2 FTE positions for the customer relationship management program to provide ongoing funding of \$2,841,694, of which \$2,339,886 is from the general fund and \$501,808 is from the ITD operating service fund. Of the total, \$1,477,694 is for salaries and wages of 6 new FTE positions and \$1,364,000 is for software licensing costs.

The House approved \$2,353,751, of which \$1,851,943 was from the general fund and \$501,808 was from the ITD operating services fund, including 4 new FTE positions.

⁵ Funding of \$405,888 for salaries and wages of 2 FTE positions added by the House from the general fund for the K-12 ClassLink project is removed and funding for IT software and supplies related to the project is reduced by \$300,000 to provide a total of \$1,200,000 from the general fund. The House provided \$1,905,888 from the general fund for the project.

⁶ One-time funding is adjusted as follows:

	General Fund	Other Funds	Total
Reduces funding from the strategic investment and improvements fund (SIIF) for the enterprise digitization project to modernize state technology to provide a total of \$7 million. The House added \$10 million from SIIF.	\$0	(\$3,000,000)	(\$3,000,000)
Adds funding from SIIF for an ITD call center software upgrade project. The House did not add funding for this project.	0	3,000,000	3,000,000
Reduces funding from SIIF for the enterprise customer relationship management program, also known as the business gateway project, to provide a total of \$5 million. The House added \$6.5 million from SIIF.	0	(1,500,000)	(1,500,000)
Adjusts funding for the universal vulnerability management project by removing funding from the general fund and adding funding from the federal State Fiscal Recovery Fund. The House added \$3 million from the general fund.	(3,000,000)	1,000,000	(2,000,000)
Adds funding for the statewide longitudinal data system. The House did not add funding for this purpose.	1,075,000	0	1,075,000
Adjusts funding from federal funds from the Infrastructure Investment and Jobs Act to provide a state match for the state and local cybersecurity grant program in the broadband infrastructure line item. The House did not provide funding for the state match.	<u>487,520</u>	<u>(487,520)</u>	<u>0</u>
Total	(\$1,437,480)	(\$987,520)	(\$2,425,000)

⁷ One-time funding of \$500,000 from the general fund for information technology inflationary increases is reduced to provide a total of \$7,325,000, of which \$2,350,000 is from the general fund, \$325,000 is from the PowerSchool fund, and \$4,650,000 is from the ITD operating service fund. The House approved \$7,825,000 for information technology inflationary increases, including \$2,850,000 from the general fund.

This amendment also:

- Amends a section identifying \$15 million appropriated from SIIF. The House appropriated \$16.5 million.
- Amends a section identifying \$3,449,467 appropriated from the federal State Fiscal Recovery Fund. The House appropriated \$2,499,467.
- Adds a section to provide of the \$4,856,876 of one-time funding appropriated from the ITD operating services fund for Department of Public Instruction projects, \$300,000 be designated for a choice ready dashboard expansion project.
- Amends a section providing an exemption for broadband infrastructure grants approved during the November 2021 special legislative session.

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	\$101,734,629	\$115,138,365	(\$10,766,479)	\$104,371,886	\$104,371,886	
Operating expenses	114,588,112	153,004,699	(4,000,000)	149,004,699	149,004,699	
Capital assets	3,443,909	3,910,571		3,910,571	3,910,571	
Statewide longitudinal data system	4,486,278	4,610,191	972,487	5,582,678	5,582,678	
EduTech	9,691,939	10,989,458	(825,150)	10,164,308	10,164,308	
K-12 wide area network	4,679,718	7,184,958	(822,348)	6,362,610	6,362,610	
Geographic information system	1,101,806	1,225,447	(17,555)	1,207,892	1,207,892	
Health information technology office	8,725,871	8,801,988	(59,877)	8,742,111	8,742,111	
Broadband infrastructure		148,250,000		148,250,000	148,250,000	
Statewide interoperable radio network	14,193,796	18,429,899	(28,430)	18,401,469	18,401,469	
Total all funds	\$262,646,058	\$471,545,576	(\$15,547,352)	\$455,998,224	\$455,998,224	\$0
Less estimated income	<u>233,670,105</u>	<u>421,675,168</u>	<u>(8,737,789)</u>	<u>412,937,379</u>	<u>411,937,379</u>	<u>1,000,000</u>
General fund	\$28,975,953	\$49,870,408	(\$6,809,563)	\$43,060,845	\$44,060,845	(\$1,000,000)
FTE	479.00	507.00	0.00	507.00	507.00	0.00

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

	Adjusts Funding for Salary and Benefit Increases ¹	Removes Salary Funding for Funding Pool ²	Reduces Funding for the Enterprise Digitization Project ³	Adds Funding for a Customer Relationship Management Program ⁴	Reduces Funding for the K-12 ClassLink Project ⁵	Adjusts Funding for the Health Information Network ⁶
Salaries and wages	\$1,839,433	(\$13,093,855)		\$487,943		
Operating expenses			(\$500,000)			
Capital assets						
Statewide longitudinal data system	30,190	(132,703)				
EduTech	95,367	(420,517)				
K-12 wide area network	(14,330)	(102,130)			(\$705,888)	
Geographic information system	5,149	(22,704)				
Health information technology office	17,627	(77,504)				
Statewide interoperable radio network	8,277	(36,707)				
Broadband infrastructure						
Total all funds	\$1,981,713	(\$13,886,120)	(\$500,000)	\$487,943	(\$705,888)	\$0
Less estimated income	1,668,122	(10,418,391)	0	0	0	1,000,000
General fund	\$313,591	(\$3,467,729)	(\$500,000)	\$487,943	(\$705,888)	(\$1,000,000)
FTE	0.00	0.00	0.00	2.00	(2.00)	0.00

	Adjusts One- Time Funding ⁷	Adjusts One- Time Funding for IT Inflationary Increases ⁸	Total Conference Committee Changes
Salaries and wages			(\$10,766,479)
Operating expenses	(\$3,500,000)		(4,000,000)
Capital assets			
Statewide longitudinal data system	1,075,000		972,487
EduTech		(\$500,000)	(825,150)
K-12 wide area network			(822,348)
Geographic information system			(17,555)
Health information technology office			(59,877)
Statewide interoperable radio network			(28,430)
Broadband infrastructure			
Total all funds	(\$2,425,000)	(\$500,000)	(\$15,547,352)
Less estimated income	(987,520)	0	(8,737,789)
General fund	(\$1,437,480)	(\$500,000)	(\$6,809,563)
FTE	0.00	0.00	0.00

¹ Salaries and wages funding is adjusted to provide for 2023-25 biennium salary increases of 6 percent on July 1, 2023, and 4 percent on July 1, 2024, and for adjustments to health insurance premium rates as follows:

	General Fund	Other Funds	Total
Salary increase	\$320,858	\$1,715,398	\$2,036,256
Health insurance adjustment	(7,267)	(47,276)	(54,543)
Total	\$313,591	\$1,668,122	\$1,981,713

The House provided salary adjustments of 4 percent on July 1, 2023, and July 1, 2024. The Senate provided the same salary and health insurance adjustments as the Conference Committee.

² Funding for new FTE positions and estimated savings from vacant FTE positions is removed as shown below. These amounts are available to the agency if needed by submitting a request to the Office of Management and Budget for a transfer from the new and vacant FTE funding pool. The Senate also removed this funding.

	General Fund	Other Funds	Total
New FTE positions	(\$1,998,699)	(\$2,967,987)	(\$4,966,686)
Vacant FTE positions	(1,469,030)	(7,450,404)	(8,919,434)
Total	(\$3,467,729)	(\$10,418,391)	(\$13,886,120)

³ Funding for the enterprise digitization project to modernize state technology is reduced by \$500,000 from the general fund to provide total ongoing funding of \$3,096,138, of which \$2,000,000 is from the general fund and \$1,096,138 is from the Information Technology Department (ITD) operating service fund. Of this amount, \$981,138 is for salaries and wages of 5 FTE positions and \$2,115,000 is for IT software, data processing, and contractual services. The Senate also reduced this funding by \$500,000 and authorized the 5 FTE positions.

The House approved \$3,596,138, of which \$2,500,000 was from the general fund and \$1,096,138 was from the ITD operating service fund. The House also authorized the 5 FTE positions.

⁴ Funding of \$487,943 is added from the general fund for salaries and wages of 2 FTE positions for the customer relationship management program to provide ongoing funding of \$2,841,694, of which \$2,339,886 is from the general fund and \$501,808 is from the ITD operating service fund. Of the total, \$1,477,694 is for salaries and wages of 6 new FTE positions and \$1,364,000 is for software licensing costs. The Senate also made this change.

The House approved \$2,353,751, of which \$1,851,943 was from the general fund and \$501,808 was from the ITD operating services fund, including 4 new FTE positions.

⁵ Funding of \$705,888 for salaries and wages of 2 FTE positions added by the House from the general fund for the K-12 ClassLink project is removed and funding for IT software and supplies related to the project is reduced by \$300,000 to provide a total of \$1,200,000 from the general fund, the same as the Senate version. The House provided \$1,905,888 from the general fund for the project.

⁶ Funding for the North Dakota Health Information Network (NDHIN) is adjusted by reducing \$1 million from the general fund and adding \$1 million from the electronic health information exchange fund in anticipation of NDHIN participant fee revenue collected from hospitals and other health care providers to provide total ongoing funding of \$3 million, of which \$2 million is from the general fund and \$1 million is from the electronic health information exchange fund. The House and Senate provided \$3 million of ongoing funding from the general fund.

⁷ One-time funding is adjusted as follows:

	General Fund	Other Funds	Total
Reduces funding from the strategic investment and improvements fund (SIIF) for the enterprise digitization project to modernize state technology to provide a total of \$7 million. The House added \$10 million from SIIF.	\$0	(\$3,000,000)	(\$3,000,000)
Adds funding from SIIF for an ITD call center software upgrade project. The House did not add funding for this project.	0	3,000,000	3,000,000
Reduces funding from SIIF for the enterprise customer relationship management program, also known as the business gateway project, to provide a total of \$5 million. The House added \$6.5 million from SIIF.	0	(1,500,000)	(1,500,000)
Adjusts funding for the universal vulnerability management project by removing funding from the general fund and adding funding from the federal State Fiscal Recovery Fund. The House added \$3 million from the general fund.	(3,000,000)	1,000,000	(2,000,000)
Adds funding for the statewide longitudinal data system. The House did not add funding for this purpose.	1,075,000	0	1,075,000
Adjusts funding from federal funds from the Infrastructure Investment and Jobs Act to provide a state match for the state and local cybersecurity grant program in the broadband infrastructure line item. The House did not provide funding for the state match.	<u>487,520</u>	<u>(487,520)</u>	<u>0</u>
Total	(\$1,437,480)	(\$987,520)	(\$2,425,000)

The Conference Committee did not change one-time funding items adjusted by the Senate.

⁸ One-time funding of \$500,000 from the general fund for information technology inflationary increases is reduced to provide a total of \$7,325,000, of which \$2,350,000 is from the general fund, \$325,000 is from the PowerSchool fund, and \$4,650,000 is from the ITD operating service fund, the same as the Senate version. The House approved \$7,825,000 for information technology inflationary increases, including \$2,850,000 from the general fund.

This amendment also:

- Removes a section that would have appropriated additional income available from federal funds in excess of funding appropriated in Section 1 to ITD during the 2023-25 biennium. The Senate did not remove this section.
- Amends a section identifying \$15 million appropriated from SIIF, the same as provided by the Senate. The House provided \$16.5 million.
- Amends a section identifying \$3,449,467 appropriated from the federal State Fiscal Recovery Fund, the same as provided by the Senate. The House provided \$2,499,467.
- Adds a section to provide of the \$4,856,876 of one-time funding appropriated from the ITD operating services fund for Department of Public Instruction projects, \$300,000 be designated for a choice ready dashboard expansion project. This section was also added by the Senate.
- Adds a section to amend Section 5 of House Bill No. 1528, as approved by the 68th Legislative Assembly, to remove "and personal file storage," as a technical correction related to the determination necessary for final disposition of records.
- Amends a section providing an exemption for the \$45 million appropriated from the federal Coronavirus Capital Projects Fund for broadband infrastructure grants during the November 2021 special legislative session to require ITD to approve any grant application that includes the use or implementation of fiber-optic cable in the proposed service area unless fiber optic cable currently serves the proposed service area. This section was amended by the Senate to provide an exemption for \$18 million of the \$45 million appropriation and did not include grant application requirements.
- Adds a section to require the Office of Management and Budget (OMB) to transfer any uncommitted federal Coronavirus Capital Projects Fund appropriation authority from ITD to the Department of Career and Technical Education (CTE) for the purpose of career academy inflationary costs during the 2023-25 biennium. The funding may only be spent by CTE if the federal government approves a state plan amendment on the planned use of moneys in the fund. If the state plan amendment is not approved, OMB shall transfer the uncommitted funding to ITD for broadband infrastructure grants. The Department of Career and Technical Education is required to report to the Legislative Management on the use of this funding and OMB is required to report to the Legislative Management regarding appropriation authority transferred pursuant to this section. The Senate did not add this section.
- Adds a section to declare Sections 9 and 10 are an emergency measure. The Senate did not declare an emergency.