

PROPOSED AMENDMENTS TO ENGROSSED HOUSE BILL NO. 1021

Page 1, line 2, after the second semicolon insert "and"

Page 1, line 2, remove "; and to provide for a"

Page 1, line 3, remove "report"

Page 1, remove lines 13 through 24

Page 2, replace lines 1 and 2 with:

"Salaries and wages	\$101,734,629	\$2,637,257	\$104,371,886
Operating expenses	114,588,112	34,416,587	149,004,699
Capital assets	3,443,909	466,662	3,910,571
Statewide longitudinal data system	4,486,278	1,096,400	5,582,678
Edutech	9,691,939	472,369	10,164,308
K-12 wide area network	4,679,718	1,682,892	6,362,610
Geographic information system	1,101,806	106,086	1,207,892
Health information technology office	8,725,871	16,240	8,742,111
Statewide interoperable radio network	14,193,796	4,207,673	18,401,469
Broadband infrastructure	0	148,250,000	148,250,000
Total all funds	\$262,646,058	\$193,352,166	\$455,998,224
Less estimated income	<u>233,670,105</u>	<u>178,267,274</u>	<u>411,937,379</u>
Total general fund	\$28,975,953	\$15,084,892	\$44,060,845
Full-time equivalent positions	479.00	28.00	507.00"

Page 2, replace line 12 with:

"Enterprise digitization project	0	7,000,000
Call center software upgrade project	0	3,000,000"

Page 2, replace lines 14 and 15 with:

"Customer relationship management program	0	5,000,000
Universal vulnerability management project	0	1,000,000"

Page 2, replace line 18 through 21 with:

"Inflationary increases	0	7,325,000
Statewide longitudinal data system	0	1,075,000
Broadband, equity, access, and deployment program	0	147,762,480
State and local cybersecurity grant program	0	487,520
Total all funds	\$57,901,000	\$183,606,343
Less estimated income	<u>57,901,000</u>	<u>179,093,823</u>
Total general fund	\$0	\$4,512,520"

Page 3, line 15, replace "\$16,500,000" with "\$15,000,000"

Page 3, line 16, replace "\$10,000,000" with "\$7,000,000"

Page 3, line 17, after "project" insert ", \$3,000,000 is for the call center software upgrade project,"

Page 3, line 17, replace "\$6,500,000" with "\$5,000,000"

Page 3, line 20, replace "\$2,499,467" with "\$3,499,467"

Page 3, line 21, after "fund" insert ", of which \$2,499,467 is"

Page 3, line 22, after "project" insert "and \$1,000,000 is for the universal vulnerability management project"

Page 3, after line 22, insert:

"SECTION 8. ESTIMATED INCOME - CHOICE READY DASHBOARD EXPANSION PROJECT. The estimated income line item in section 1 of this Act includes the sum of \$4,856,876 from the information technology department operating service fund for department of public instruction-related projects, of which \$300,000 is for a choice ready dashboard expansion project to allow schools to monitor student progress for graduation and report the results to the department of public instruction."

Page 3, line 23, replace "The amount of" with "Of the"

Page 3, line 26, after "Laws" insert ", \$18,500,000"

Renumber accordingly

STATEMENT OF PURPOSE OF AMENDMENT:

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
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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	<u>\$28,975,953</u>	<u>\$49,870,408</u>	<u>(\$5,809,563)</u>	<u>\$44,060,845</u>
FTE	479.00	507.00	0.00	507.00

Department 112 - Information Technology Department - Detail of Senate Changes

	Adjusts Funding for Salary and Benefit Increases¹	Removes Salary Funding for Funding Pool²	Reduces Funding for the Enterprise Digitization Project³	Adds Funding for a Customer Relationship Management Program⁴	Reduces Funding for the K-12 ClassLink Project⁵	Adjusts One-Time Funding⁶
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)				
Broadband infrastructure						
Statewide interoperable radio network	8,277	(36,707)				
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 Increases⁷	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)
Broadband infrastructure		
Statewide interoperable radio network		(28,430)
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	<u>(1,469,030)</u>	<u>(7,450,404)</u>	<u>(8,919,434)</u>
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.