

Information Technology Department - Budget No. 112
 House Bill No. 1021
 Base Level Funding Changes

Prepared for: 2/10/2023

	Executive Budget Recommendation				House Version				House Changes to Executive Budget Increase (Decrease) - Executive Budget			
	FTE Positions	General Fund	Other Funds	Total	FTE Positions	General Fund	Other Funds	Total	FTE Positions	General Fund	Other Funds	Total
2023-25 Biennium Base Level	479.00	\$28,975,953	\$233,670,105	\$262,646,058	479.00	\$28,975,953	\$233,670,105	\$262,646,058	0.00	\$0	\$0	\$0
2023-25 Ongoing Funding Changes												
Adds funding for the cost to continue salary increases		\$120,798	\$726,602	\$847,400		\$120,798	\$726,602	\$847,400		(\$340,876)	(\$1,737,169)	(2,078,045)
Salary increase		1,356,859	6,881,426	8,238,285		1,015,983	5,144,257	6,160,240		7,267	47,276	54,543
Health insurance increase		315,882	2,055,132	2,371,014		323,149	2,102,408	2,425,557				0
Transfers \$41,791 from operating expenses to salaries for a 0.50 FTE position			(2,050,884)	0		2,050,884	(2,050,884)	0				0
Adjusts funding for the customer success management program	2.00	518,816		518,816	2.00	518,816		518,816		(745,000)		(745,000)
Adds funding for FTE customer success management program positions	5.00	3,245,000	1,096,138	4,341,138	5.00	2,500,000	1,096,138	3,596,138			(800,676)	(800,676)
Adds funding for an enterprise digitization project to modernize state technology	4.00	298,868	800,676	1,099,544	1.00	298,868	501,808	298,868		(975,887)		(975,887)
Adds funding for the DPI lighthouse project and government, risk, and compliance costs	8.00	2,827,830	501,808	3,329,638	4.00	1,851,943	501,808	2,353,751		(265,000)		(265,000)
Adds funding for a universal vulnerability management project		765,000		765,000		500,000		500,000		(222,129)		(1,376,358)
Adds funding for additional support of state agency IT systems	17.00	444,258	2,899,442	3,343,700	11.00	222,129	1,745,213	1,967,342				0
Transfers FTE IT unification positions	3.00		559,876	559,876	3.00	226,900	559,876	226,900				0
Adds funding for the building security software upgrades and fiber replacement project		226,900		226,900		9,385		9,385				0
Adds funding for IT rate increases		9,385	5,284	14,669		9,385	5,284	14,669				0
Adds funding for the statewide longitudinal data system		3,000,000		3,000,000						(3,000,000)		(3,000,000)
Adds funding for the K-12 ClassLink project	2.00	1,905,888		1,905,888						(1,905,888)		(1,905,888)
Adjusts funding for the North Dakota Health Information Network		3,000,000	(3,000,000)	0				0		(3,000,000)		(3,000,000)
Adds funding for SIRN			4,200,000	4,200,000				0			(4,200,000)	(4,200,000)
Total ongoing funding changes	41.00	\$20,086,368	\$14,675,500	\$34,761,868	26.00	\$9,638,855	\$9,830,702	\$19,469,557	(15.00)	(\$10,447,513)	(\$4,844,798)	(\$15,292,311)
One-Time Funding Items												
Adds one-time funding for an enterprise digitization project		\$1,350,000	\$25,200,000	\$25,200,000		\$600,000	\$10,000,000	\$10,000,000		(\$750,000)	(\$15,200,000)	(\$15,200,000)
Adds one-time funding for DPI's lighthouse project			10,000,000	11,350,000			4,856,876	5,456,876			(5,143,124)	(5,893,124)
Adds one-time funding for an enterprise CRM program			8,700,000	8,700,000		3,000,000	6,500,000	6,500,000			(2,200,000)	(2,200,000)
Adds one-time funding for a universal vulnerability management project		7,132,500	5,675,000	7,132,500				3,000,000		(4,132,500)		(4,132,500)
Adds one-time funding for Inflationary IT Increases		2,850,000		2,850,000				0		(2,850,000)		(8,525,000)
Adds one-time funding for the building security software upgrade and fiber replacement project			2,499,467	2,499,467			2,499,467	2,499,467				0
Adds one-time funding for the statewide longitudinal data system		1,075,000		1,075,000				0		(1,075,000)		(20,000,000)
Adds one-time funding for SIRN			20,000,000	20,000,000				0			(45,000,000)	(45,000,000)
Adds federal funding to continue broadband infrastructure grants			45,000,000	45,000,000				0				0
Adds federal funding for the broadband, equity, access, and deployment program	0.00	\$12,407,500	\$265,324,467	148,250,000	0.00	\$3,600,000	148,250,000	148,250,000		(\$8,807,500)	(\$93,218,124)	(\$102,025,624)
Total one-time funding changes	41.00	\$32,493,868	\$279,999,967	\$277,731,967	26.00	\$13,238,855	\$181,937,045	\$195,175,900	(15.00)	(\$19,255,013)	(\$98,062,922)	(\$117,317,935)
Total Changes to Base Level Funding												
	520.00	\$61,469,821	\$513,670,072	\$575,139,893	505.00	\$42,214,808	\$415,607,150	\$457,821,958	(15.00)	(\$19,255,013)	(\$98,062,922)	(\$117,317,935)
Federal Funds Included in other funds			\$194,828,179				\$155,828,179				(\$39,000,000)	
<i>Total ongoing changes as a percentage of base level</i>		8.6%	69.3%	6.3%	13.2%	5.4%	33.3%	4.2%	7.4%			
<i>Total changes as a percentage of base level</i>		8.6%	112.1%	119.8%	119.0%	5.4%	45.7%	77.9%	74.3%			

Other Sections in Information Technology Department - Budget No. 112

Section 3 would allow the director of the Office of Management and Budget to transfer funds between line items in Section 1 as requested by the chief information officer of ITD for the development and implementation of technology projects.

Executive Budget Recommendation

House Version

House Changes to Executive Budget Increase (Decrease) - Executive Budget

Exemption - Line item transfers

Other Sections in Information Technology Department - Budget No. 112

Estimated income - Strategic investment and improvements fund - One-time funding

Estimated income - Federal State Fiscal Recovery Fund - One-time funding

Exemption - Federal Coronavirus Capital Projects Fund

Additional appropriation authority

Transfer - Bank of North Dakota profits to statewide interoperable radio network fund -
Statewide interoperable radio network project - One-time funding

Exemption - Federal State Fiscal Recovery Fund

Executive Budget Recommendation

Section 7 would identify \$34,351,650 in Section 1 is from the strategic investment and improvements fund, of which \$24,250,000 is for the enterprise digitization project, \$8,700,000 is for the customer relationship management program, and \$1,401,650 is for the building security and fiber replacement project.

Section 4 would appropriate additional income available from federal or other funds in excess of funding appropriated in Section 1 to ITD during the 2023-25 biennium.

Section 5 would identify \$20 million in Section 1 is from Bank of North Dakota profits and that the Bank shall transfer the funding to the SIRN fund for the SIRN project during the 2023-25 biennium. This funding would be considered a one-time funding item.

Section 6 would provide ITD an exemption to continue the \$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 Version

Section 4 identifies \$16,500,000 in Section 1 is from the strategic investment and improvements fund, of which \$10,000,000 is for the enterprise digitization project and \$6,500,000 is for the customer relationship management program.

Section 5 identifies \$2,499,467 in Section 1 is from the federal State Fiscal Recovery Fund for the building security and fiber replacement project.

Section 6 provides ITD an exemption to continue the \$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.