

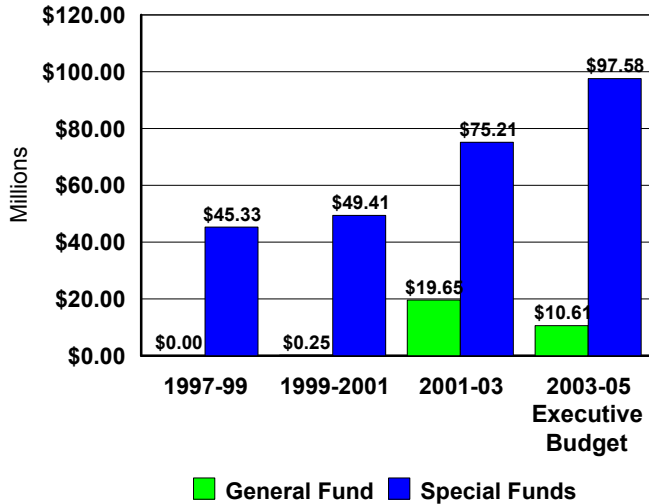
**Department 112 - Information Technology Department
 House Bill No. 1022**

	FTE Positions	General Fund	Other Funds	Total
2003-05 Executive Budget	248.20	\$10,607,537	\$97,581,730	\$108,189,267
2001-03 Legislative Appropriations	244.70	19,648,060 ¹	75,212,544	94,860,604 ²
Increase (Decrease)	3.50	(\$9,040,523)	\$22,369,186	\$13,328,663

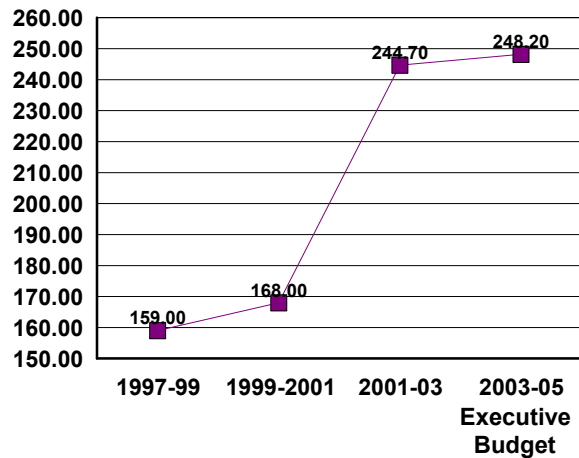
¹ The 2001-03 general fund appropriation is the amount appropriated by the 2001 Legislative Assembly and does not include a reduction of \$206,305 relating to the 1.05 percent budget allotment ordered by Governor Hoeven in July 2002.

² The 2001-03 appropriation amounts include \$20,414 of other funds for the agency's share of the \$5 million funding pool appropriated to the Office of Management and Budget for special market equity adjustments for classified employees. The 2001-03 appropriation amounts do not include \$5,310,000 of additional special funds authority resulting from Emergency Commission action through April 2002.

Agency Funding



FTE Positions



First House Action

Attached is a summary of the first house changes.

**Executive Budget Highlights
 (With First House Changes Noted)**

	General Fund	Other Funds	Total
Information Technology Department			
1. Reduces funding for operating expenses	(\$50,000)	(\$3,651,912)	(\$3,701,912)
2. Increases funding for capital assets		\$904,000	\$904,000
3. Decreases funding for the statewide information technology network, from \$9,968,905 to \$7,799,623, including funding for salaries and wages (\$238,998) and operating and equipment (\$7,560,625). The House reduced funding for the statewide information network by \$262,934 from the general fund.	(\$1,175,401)	(\$993,881)	(\$2,169,282)
4. Increases funding for the enterprise resource planning system initiative from \$7.5 million to \$20 million and changes the funding source for the initiative from the state general fund to funding from revenue bond proceeds. The House changed the funding source for the enterprise resource planning system initiative to \$3.6 million from the general fund	(\$7,500,000)	\$20,000,000	\$12,500,000

and \$16.4 million from special funds (higher education revenue bond proceeds or other available sources).

5. Decreases funding for geographic information system initiative from \$750,000 to \$716,097, including funding for salaries and wages (\$139,828) and operating and equipment (\$576,269). The House reduced funding for the geographic information system initiative by \$28,783 from the general fund.	(\$33,903)	(\$33,903)
6. Provides funding for criminal justice information sharing initiative	\$4,741,200	\$4,741,200
7. Increases special funds spending authority for anticipated funding to be received from State Radio Communications to allow the department to purchase of hardware and software for State Radio Communications to implement wireless 911 locating services	\$500,000	\$500,000

Division of Independent Study

8. Provides funding for the following 2.50 new FTE positions:		
1.00 FTE teacher I	\$82,182	\$82,182
1.00 FTE teacher I	\$82,182	\$82,182
0.50 FTE custodian	\$30,596	\$30,596
Total	\$194,960	\$194,960
9. Adjusts funding for salaries and wages and operating expenses. The House reduced funding for the division's salaries and wages and operating expenses by \$69,828, of which \$39,534 was from the general fund.	(\$39,644)	\$119,110
10. Provides funding for an energy study relating to window replacement	\$53,520	\$53,520

Educational Technology Council

11. Adds 1 FTE appointed not classified position representing the director of the Educational Technology Council	\$200,242	\$200,242
12. Decreases funding for Educational Technology Council grants by \$410,000 from \$922,822 to \$512,822	(\$410,000)	(\$410,000)
The House reduced funding for the Educational Technology Council by \$32,627 from the general fund.		

EduTech

13. Increases funding for EduTech from \$2,474,003 to \$2,674,003 for kindergarten through grade 12 antivirus software	\$200,000	\$200,000
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Prairie Public Broadcasting

14. Decreases funding for Prairie Public Broadcasting from \$1,407,513 to \$1,337,138. The House reduced funding for Prairie Public Broadcasting by \$50,400 from the general fund.	(\$70,375)	(\$70,375)
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Major Related Legislation

House Bill No. 1022 - Enterprise resource planning system initiative - Section 2 of House Bill No. 1022 provides authority for the Industrial Commission to issue bonds up to \$16.4 million for the enterprise resource planning system initiative. The bill also provides that the limitation on the amount of lease payments paid from the general fund for a biennium provided in North Dakota Century Code Section 54-17.2-23 does not apply to repayment of the bonds relating to the enterprise resource planning system initiative, the amount of the bonds issued may be reduced by any money available from the higher education institutions, and the funding for bond repayments must be available from funds made available by the higher education institutions.

House Bill No. 1022 - Information technology cost reductions - Section 7 of House Bill No. 1022 provides that it is the intent of the 2003 Legislative Assembly that the 2003-05 biennium general fund appropriations for information technology expenditures included in agency and institution appropriation bills are to be reduced by a total of \$12,760,136, representing savings to be realized from information technology efficiencies and the elimination of duplicative programs, including personnel savings and savings relating to the purchase of software, information technology equipment, and contractual services for information technology development projects.

House Bill No. 1043 - Information Technology Department authority - This bill changes the responsibility of establishing a statewide forms management program from the Office of Management and Budget to the Information Technology Department; allows the department to purchase, finance the purchase, or lease equipment, software, or implementation services only to the extent the purchase amount does not exceed 7.5 percent of the appropriation for the department for that biennium; changes the due date for information technology plans from March 15 to July 15; and changes the membership of the State Information Technology Advisory Committee.

Senate Bill No. 2041 - Criminal justice information sharing initiative - This bill establishes a criminal justice information sharing board.

Senate Bill No. 2042 - Statewide information technology network use - This bill provides that higher education institutions may not incur costs for the services provided to others when the services are provided over institution telecommunications infrastructure. The bill also provides that occupants of technology parks or businesses in business incubators may use higher education institutions' interactive videoconferencing services for a term not to exceed four years.