

**Information Technology Department
Budget No. 112
House Bill No. 1021, Senate Bill No. 2013**

	FTE Positions	General Fund	Other Funds	Total
2011-13 executive budget (bills as introduced)	328.20	\$19,121,204	\$145,303,651	\$164,424,855
2011-13 legislative appropriations	<u>326.30</u>	<u>19,252,204</u>	<u>145,076,683</u>	<u>164,328,887</u>
Legislative increase (decrease) to executive budget	(1.90)	\$131,000	(\$226,968)	(\$95,968)
Legislative increase (decrease) to 2009-11 appropriations	(1.90)	\$81,419	(\$65,294,371)	(\$65,212,952)

ONGOING AND ONE-TIME GENERAL FUND APPROPRIATIONS

	Ongoing General Fund Appropriation	One-Time General Fund Appropriation	Total General Fund Appropriation
2009-11 legislative appropriations	\$14,983,554	\$4,187,231	\$19,170,785
2011-13 legislative appropriations	<u>17,294,580</u>	<u>1,957,624</u>	<u>19,252,204</u>
2011-13 legislative increase (decrease) to 2009-11 appropriations	\$2,311,026	(\$2,229,607)	\$81,419
Percentage increase (decrease) to 2009-11 appropriations	15.4%	(53.2%)	0.4%
2011-13 legislative increase (decrease) to executive budget	\$131,000	\$0	\$131,000
Percentage increase (decrease) to executive budget	0.8%	0.0%	0.7%

SUMMARY OF LEGISLATIVE CHANGES TO THE EXECUTIVE BUDGET AND MAJOR FUNDING ITEMS

Salaries and Wages

The legislative action affecting the recommended appropriation for the Information Technology Department is in accordance with legislative salary and fringe benefits guidelines as contained in Senate Bill No. 2015.

	Major Items FTE Positions	General Fund	Other Funds	Total
The legislative action:				
Removed vacant FTE positions at the Center for Distance Education.	(1.90)		(\$226,968)	(\$226,968)
Added funding for completing school district connectivity to the statewide information technology network (Senate Bill No. 2013).		\$131,000		131,000
Total	<u>(1.90)</u>	<u>\$131,000</u>	<u>(\$226,968)</u>	<u>(\$95,968)</u>

FTE Changes

The 2011-13 biennium appropriation includes funding for 326.3 FTE positions, a decrease of 1.9 FTE positions from the 2009-11 biennium authorized level of 328.2 FTE positions. The following table summarizes FTE position changes included in the 2011-13 executive budget and the legislative appropriation:

Position	Executive Budget FTE Changes	Legislative Appropriation FTE Changes	Legislative Appropriation Increase (Decrease) From Executive Budget
EduTech, including statewide deployment of the PowerSchool application PowerSchool specialists	2.00	2.00	
Statewide Longitudinal Data System Initiative Programmer analyst III	1.00	1.00	
Training officer II	1.00	1.00	
Senior programmer analyst	1.00	1.00	
Health Information Technology Information technology program administrator II	1.00	1.00	
Information technology program administrator II	1.00	1.00	
Training officer II	1.00	1.00	
Center for Distance Education Positions not requested by the agency	(5.00)	(5.00)	
Teacher I		(0.90)	(0.90)
Teacher III		(0.50)	(0.50)
Custodian		(0.50)	(0.50)
Other Policy and planning position not requested by the agency	(1.00)	(1.00)	
Positions not requested by the agency	(2.00)	(2.00)	
Total	0.00	(1.90)	(1.90)

One-Time Funding

In Section 2 of House Bill No. 1021, the Legislative Assembly identified \$9,957,624 of one-time funding for the 2011-13 biennium, including \$1,957,624 from the general fund and \$8 million from special funds. The funding of \$1,957,624 from the general fund is for criminal justice information sharing projects (\$200,000) and the Statewide Longitudinal Data System Initiative (\$1,757,624). The funding of \$8 million from special funds is federal fiscal stimulus funding for health information technology activities (\$5.1 million) and continuation of the broadband mapping project (\$2.9 million). This funding is not to be considered part of the agency's base budget for preparing the 2013-15 executive budget and the Information Technology Department is to report to the Appropriations Committees during the 2013 legislative session on the use of this funding.

Federal Fiscal Stimulus Funding

The Legislative Assembly did not change the executive recommendation to provide funding of \$8 million from federal fiscal stimulus funding for health information technology activities (\$5.1 million) and continuation of the broadband mapping project (\$2.9 million). This funding is not to be considered part of the agency's base budget for the 2013-15 biennium, and the Information Technology Department is to report to the Appropriations Committees during the 2013 legislative session on the use of this funding.

Statewide Information Technology Network Funding

The Legislative Assembly provided an appropriation of \$5,206,992, of which \$4,798,992 is from the general fund and \$408,000 is from special funds, for continued funding for the kindergarten through grade 12 portion of the statewide information technology network. The funding of \$5,206,992 is an increase of \$131,000 from the executive recommendation of \$5,075,992, of which \$4,667,992 was from the general fund and \$408,000 from special funds, and a decrease of \$769,978 from the 2009-11 biennium appropriation of \$5,976,970, of which \$5,568,970 was from the general fund and \$408,000 from special funds. The

Legislative Assembly added \$131,000 from the general fund for completing school district connectivity to the statewide information technology network. The 1999 Legislative Assembly in Senate Bill No. 2043 required the Information Technology Department to provide to each state agency, institution, county, city, and school district access to wide area network services to transmit voice, data, or video. As a result, the Information Technology Department implemented a statewide information technology network infrastructure that connects approximately 194 cities and 500 physical locations across the state.

Geographic Information System Initiative

The Legislative Assembly did not change the executive recommendation to provide an appropriation of \$1,112,065, of which \$1,051,785 is from the general fund and \$60,280 from special funds, for continued support of the centralized geographic information system. The \$1,112,065 is an increase of \$322,387 from the 2009-11 biennium appropriation of \$789,678, of which \$714,678 was from the general fund and \$75,000 from special funds.

Criminal Justice Information Sharing Initiative

The Legislative Assembly did not change the executive recommendation to provide an appropriation of \$2,981,394, of which \$2,051,394 is from the general fund and \$930,000 from special funds, for the Criminal Justice Information Sharing Initiative. The funding is a decrease of \$627,845 from the 2009-11 biennium appropriation of \$3,609,239, of which \$2,068,598 was from the general fund and \$1,540,641 from special funds. Of the \$2,051,394 from the general fund, \$1,851,394 is ongoing funding for the initiative for the 2011-13 biennium, and \$200,000 is one-time funding for criminal justice information sharing projects for the 2011-13 biennium.

Statewide Longitudinal Data System Initiative

The Legislative Assembly did not change the executive recommendation to provide a general fund appropriation of \$3,626,867 for the Statewide Longitudinal Data System Initiative. The funding is an increase of \$1,160,542 from the 2009-11 biennium general fund appropriation of \$2,466,325. Of the \$3,626,867, \$1,869,243 is ongoing funding for the initiative for the 2011-13 biennium, and \$1,757,624 is one-time funding for the initiative for the 2011-13 biennium.

Center for Distance Education

The Legislative Assembly provided an appropriation of \$6,649,238, of which \$2,625,395 is from the general fund and \$4,023,843 from special funds, for the Center for Distance Education. The funding of \$6,649,238 is a decrease of \$226,968 from the executive recommendation of \$6,876,206, of which \$2,625,395 was from the general fund and \$4,250,811 from special funds, and an increase of \$23,453 from the 2009-11 biennium appropriation of \$6,625,785, of which \$1,249,504 was from the general fund and \$5,376,281 from special funds. The Legislative Assembly did not change the executive budget recommendation to provide \$457,359, of which \$395,242 is from the general fund, for a tuition subsidy initiative. The Legislative Assembly removed 1.9 FTE positions and related funding of \$226,968 of special funds.

Educational Technology Council Funding

The Legislative Assembly did not change the executive recommendation to provide an appropriation of \$1,075,403, of which \$1,000,403 is from the general fund and \$75,000 from special funds, for the Educational Technology Council. The funding of \$1,075,403 is an increase of \$100,417 from the 2009-11 biennium general fund appropriation of \$974,986. The funding of \$1,075,403 consists of \$354,667 for salaries and wages, \$40,986 for operating expenses, and \$679,750 for grants to schools.

EduTech Funding, Including PowerSchool Funding

The Legislative Assembly did not change the executive recommendation to provide an appropriation of \$7,926,447, of which \$3,044,096 is from the general fund and \$4,882,351 from special funds, for EduTech. The funding of \$7,926,447 is an increase of \$172,845 from the 2009-11 biennium appropriation of \$7,753,602, of which \$5,104,699 was from the general fund and \$2,648,903 from special funds.

Health Information Technology

The Legislative Assembly did not change the executive recommendation to provide an appropriation of \$13,959,238, of which \$362,972 is from the general fund and \$13,596,266 from special funds, for the Health Information Technology Office and health information technology activities. The funding of \$13,959,238 is a decrease of \$74,390,762 from the 2009-11 biennium appropriation of \$88,350,000, of which \$350,000 was from the general fund and \$88 million from special funds.

Other Sections in House Bill No. 1021

Transfers - Section 3 authorizes the Office of Management and Budget to make transfers of funds between the salaries and wages, operating expenses, and capital assets line items of the Information Technology Department as may be requested by the Chief Information Officer as necessary for the development and implementation of information technology projects.

Bank of North Dakota transfer - Section 4 provides that the Industrial Commission transfer up to \$5 million from the current earnings and accumulated undivided profits of the Bank of North Dakota to the health information technology planning loan fund or to the health information technology loan fund for the 2011-13 biennium.

Statewide longitudinal data system expenditures - Section 5 amends Section 7 of Chapter 49 of the 2009 Session Laws relating to approval by the Information Technology Department of Department of Public Instruction expenditures for costs associated with the statewide longitudinal data system.

Bank of North Dakota transfer - Section 6 amends Section 9 of Chapter 519 of the 2009 Session Laws relating to a transfer from the current earnings and accumulated undivided profits of the Bank of North Dakota to the health information technology loan fund.

Related Legislation

Health information exchange - Senate Bill No. 2037 provides for the confidentiality of health information under the health information exchange, participating in the health information exchange, and responsibilities of the Health Information Office.

Statewide longitudinal data system - House Bill No. 1214 provides statutory changes relating to the Statewide Longitudinal Data System Committee and powers and duties of the Information Technology Department relating to the statewide longitudinal data system.