

ENGROSSED SENATE BILL 2012
HOUSE APPROPRIATIONS
HUMAN RESOURCES DIVISION
REPRESENTATIVE JON NELSON, CHAIRMAN

Information Technology Services (ITS)

Tom Solberg, DHS Deputy Director

ITS RESPONSIBILITIES

- Information Technology Strategic Planning
- Business Analysis
- Security
- Project Management
- Procurement
- Desktop Support
- Technology Standards and Policy Development
- Decision Support Services
- Claims Processing
- Electronic Document Management Support
- Data Entry Services

INFORMATION TECHNOLOGY UNIFICATION

Unification is the process of aligning Information Technology across the governor's cabinet agencies into a shared service model and best position the state to leverage technology in a secure, efficient manner.

- 48 FTE positions and 7 temporary staff will be transferred to Unified Shared Services.
- \$6,573,339 in salary and \$2,564,517 in fringe benefits will be transferred to a department's operating line for Unified Shared Services.
- Governor's compensation package is an increase of \$643,313

CURRENT PROJECTS

- Self Service Portal and Consolidated Eligibility System (SPACES)
 - Phase 1 - live on February 8, 2016
 - Implemented Medicaid/CHIP eligibility determination for individuals under the Affordable Care Act (ACA).
 - Provides a self-service portal for the public to apply for and renew health benefits, receive notices, and report changes.
 - Provides an eligibility portal for county workers to determine eligibility, provide notice to applicants, interface with the Federally-Facilitated Marketplace, and transfer authorized clients to the Medicaid Management Information System for enrollment.

CURRENT PROJECTS CONTINUED

- SPACES
 - Phase 2
 - Child Care Assistance Program
 - Supplemental Nutrition Assistance Program
 - Temporary Assistance for Needy Families
 - Plan to go live in the spring 2019
 - Phase 3
 - Non-ACA Medicaid (Aged, Blind, Disabled)
 - Phase 4
 - Low Income Home Energy Assistance Program

CURRENT PROJECTS CONTINUED

- SPACES
 - Project Costs

	Phase 1 Actual	Phase 2 & 3 Budget	Total
Total Costs	\$ 49,842,739	\$ 108,469,338	\$ 158,312,077
Federal	\$ 38,989,872	\$ 83,566,782	\$ 122,556,654
General	\$ 10,703,713	\$ 24,902,556	\$ 35,606,269
Other	\$ 149,154		\$ 149,154

CURRENT PROJECTS CONTINUED

- Electronic Health Record
 - Project will implement an Office of National Coordinator Meaningful Use certified behavioral health Electronic Health Record (EHR) system for use by the eight Regional Human Service Centers, the Life Skills and Transition Center, and the State Hospital. The EHR system went live March 1, 2019.
 - Project budget is \$6.9 million

CURRENT PROJECTS CONTINUED

- Electronic Visit Verification System
 - Used to electronically verify that personal care, home health, and other home and community based services (HCBS) are being provided. The 21st Century Cures Act requires the system to document the provider, service location, and precise time service delivery begins and ends.
 - Current status is in the planning phase
 - Project budget is \$1.4 million - 25% federal funds, 75% general funds
 - Expected go live January 1, 2020

CURRENT PROJECTS CONTINUED

- Child Care Licensing
 - Procure and establish an online centralized system for processing licensing applications and renewals, serve as a document repository for license related information, coordinate and organize inspection and compliance monitoring, and provide reporting for federal and state needs.
 - Will be utilized by state staff, county licensors, licensed child care providers, and the general public. The website will be the central portal for all licensing related activities.

CURRENT PROJECTS CONTINUED

- Child Care Licensing...continued
 - Current status is in the planning phase
 - Project budget is \$3 million - 100% special funds
 - Expected go live January 1, 2020

EXECUTIVE BUDGET IT PROJECTS

- \$7.1 million for Medicaid Management Information System (MMIS) tech stack upgrade
 - Upgrade of most software components and migration of the system's hardware from IBM P8 computers to PC Virtual servers.
 - Upgrade is necessary, as most hardware is out-of-date and the current versions for most of the core software components are reaching or are already out of vendor maintenance and support.

EXECUTIVE BUDGET IT PROJECTS CONTINUED

- MMIS tech stack upgrade...continued
 - If not done, this presents major application support and security risks as security patches and service packs are not available for software past its final support.
 - This upgrade will enhance performance, security, and reduce the overall footprint of the MMIS tech stack, which could potentially reduce license and lease costs.
 - 75% federal funds, 25% special funds

EXECUTIVE BUDGET IT PROJECTS CONTINUED

- \$1.3 million to migrate the Child Welfare Information Technology System (CCWIPS) system off the state mainframe
 - Current nature of the system is maintenance and growth constraint due to limited developer availability AND exponential expansion of required changes to keep pace with business growth and needs such as regulatory requirements and case management efficiencies.

EXECUTIVE BUDGET IT PROJECTS CONTINUED

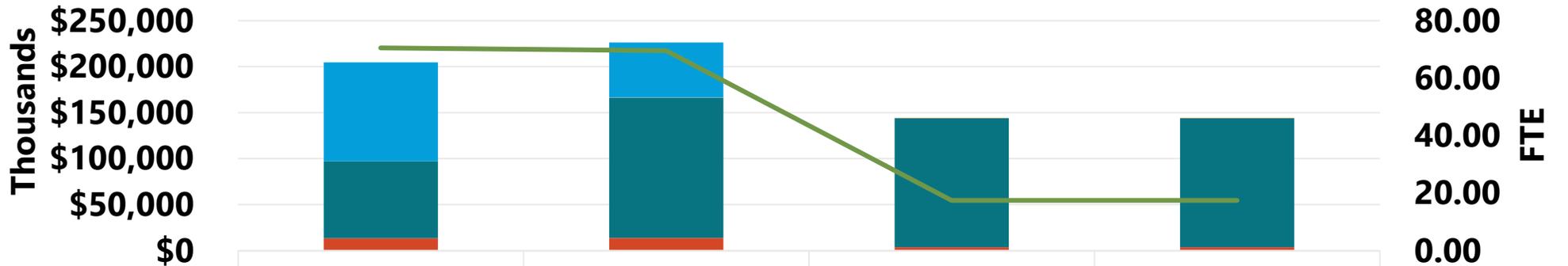
- CCWIPS ...continued
 - This is a minimally invasive way using a discrete technological uplift process, to the same platform standards as FRAME, another child welfare system.
 - 54% federal funds, 46% general funds

OVERVIEW OF BUDGET CHANGES

Description	2017-2019 Budget	Increase/ (Decrease)	2019-2021 Executive Budget	Senate Changes	2019-2021 Budget to House
Salary and Wages	13,681,033	(9,885,036)	3,795,997	(60,352)	3,735,645
Operating	152,503,528	(12,368,272)	140,135,256	-	140,135,256
Capital Assets	50,000	-	50,000	-	50,000
Capital Construction					
Carryover	60,000,676	(60,000,676)	-	-	-
Total	226,235,237	(82,253,984)	143,981,253	(60,352)	143,920,901
General Fund	56,296,809	(6,978,461)	49,318,348	(20,374)	49,297,974
Federal Funds	161,375,731	(75,471,177)	85,904,554	(39,978)	85,864,576
Other Funds	8,562,697	195,654	8,758,351	-	8,758,351
Total	226,235,237	(82,253,984)	143,981,253	(60,352)	143,920,901
Full Time Equivalent (FTE)	69.50	(48.00)	17.50	-	17.50

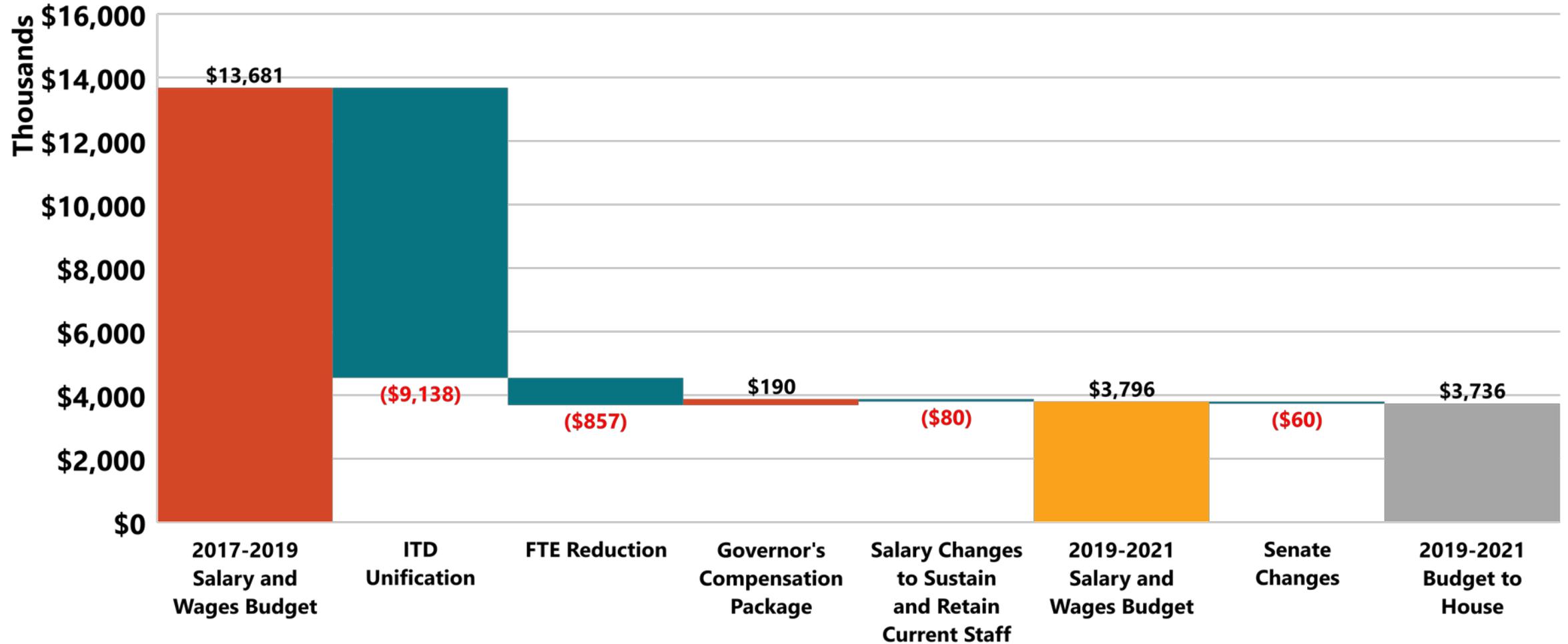
OVERVIEW OF BUDGET

Budget Analysis

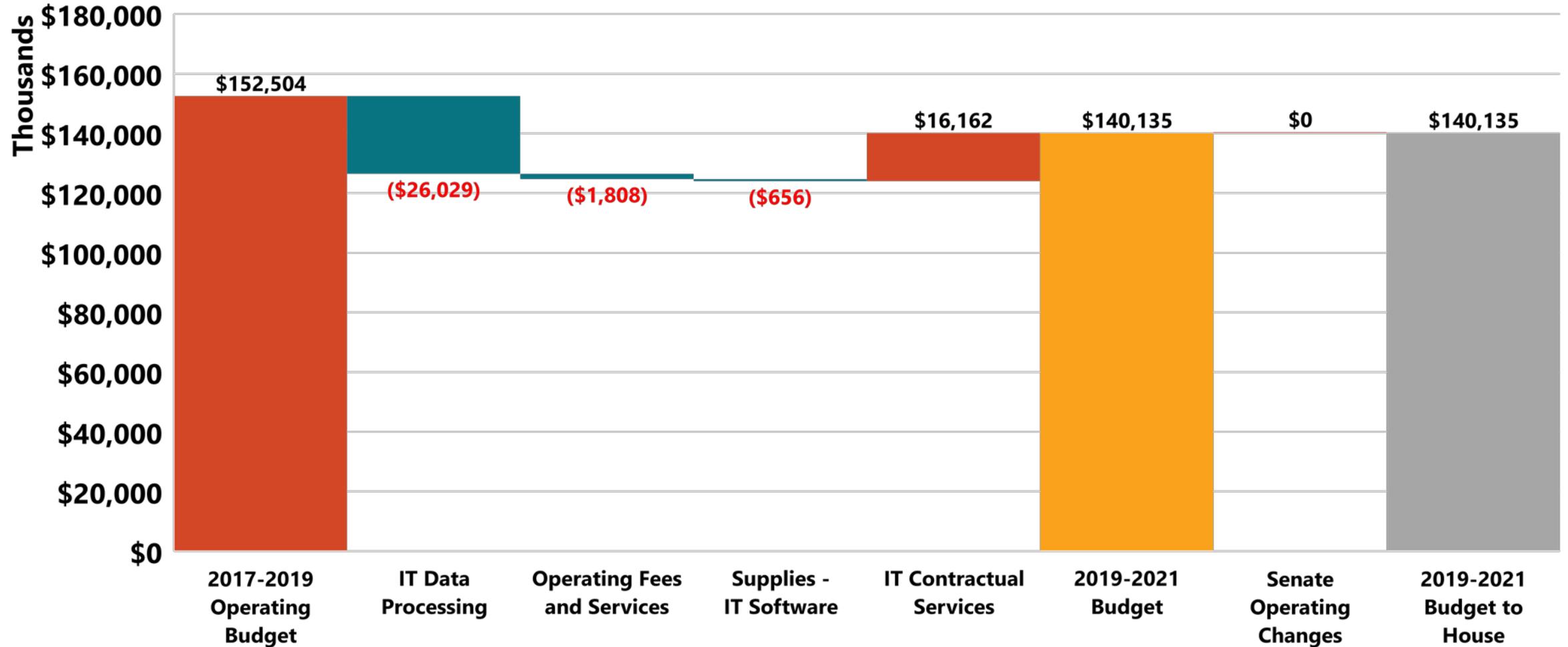


Capital Construction Carryover	\$107,294,407	\$60,000,676	\$0	\$0
Capital Assests	\$28,991	\$50,000	\$50,000	\$50,000
Operating	\$83,603,009	\$152,503,528	\$140,135,256	\$140,135,256
Salaries	\$13,531,109	\$13,681,033	\$3,795,997	\$3,735,645
FTE	70.50	69.50	17.50	17.50

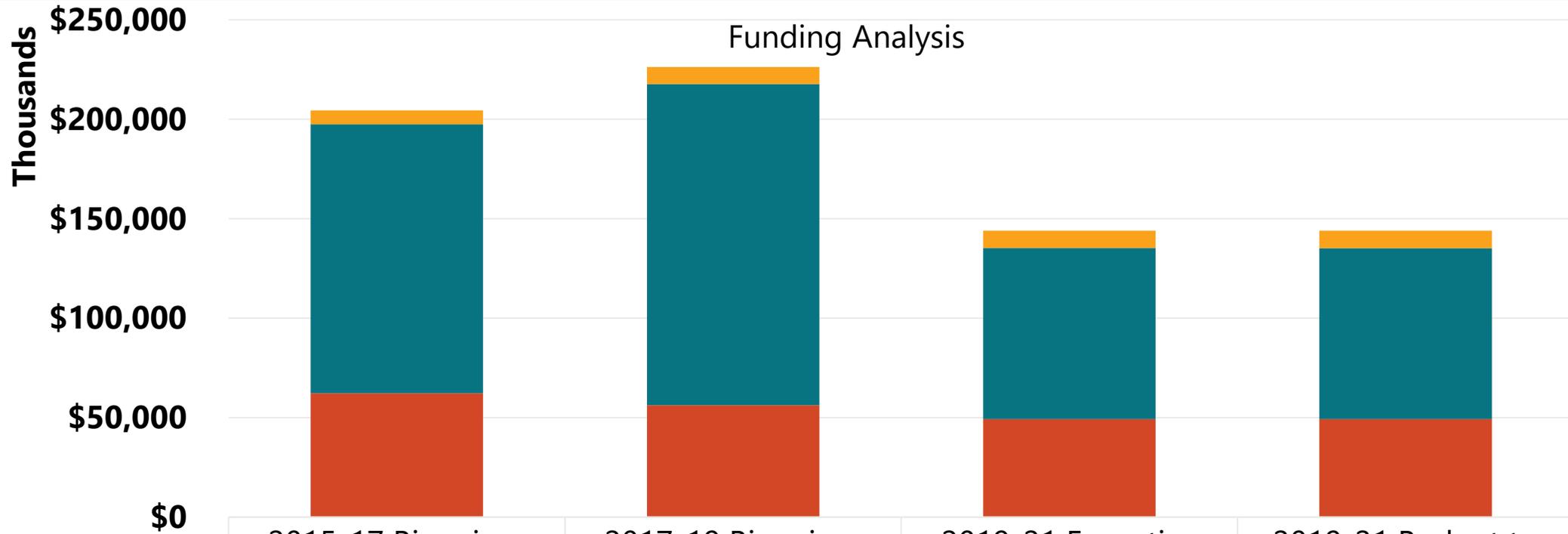
MAJOR SALARY AND WAGES DIFFERENCES



MAJOR OPERATING DIFFERENCES



OVERVIEW OF FUNDING



	2015-17 Biennium Expenditure	2017-19 Biennium Appropriation	2019-21 Executive Budget Request	2019-21 Budget to House
Special Fund	\$7,045,000	\$8,562,697	\$8,758,351	\$8,758,351
Federal Fund	\$135,082,799	\$161,375,731	\$85,904,554	\$85,864,576
State General Fund	\$62,329,717	\$56,296,809	\$49,318,348	\$49,297,974

MAJOR OPERATING DIFFERENCES

- **IT Data Processing**

- Decrease \$40.8M for NDHIN
- Decrease \$7.7M for software pass-through
- Increase \$10.0M for ITD Unification
- Increase \$6.9M for system administrators related to MMIS and SPACES
- Increase \$2.4M for additional Central Processing Units due to Eligibility Legacy systems not shutting down with SPACES go-live.
- Increase \$1.7M due to additional software development to support program systems.
- Increase \$1.1M for Office 365

- **IT Contractual Services**

- \$7.3M for SPACES post-production support
- \$7.1M for MMIS Tech Stack Upgrade
- \$1.3M for CCWIPS migration off of mainframe