

Table of Contents

Minnesota IT Services (MNIT)

<i>Agency Profile</i>	1
<i>Agency Expenditure Overview</i>	3
<i>Agency Financing by Fund</i>	4
<i>Agency Change Summary</i>	6
<u>Additional Documents</u>	8
<i>Enacted Budget Changes</i>	8

<https://mn.gov/mnit/>

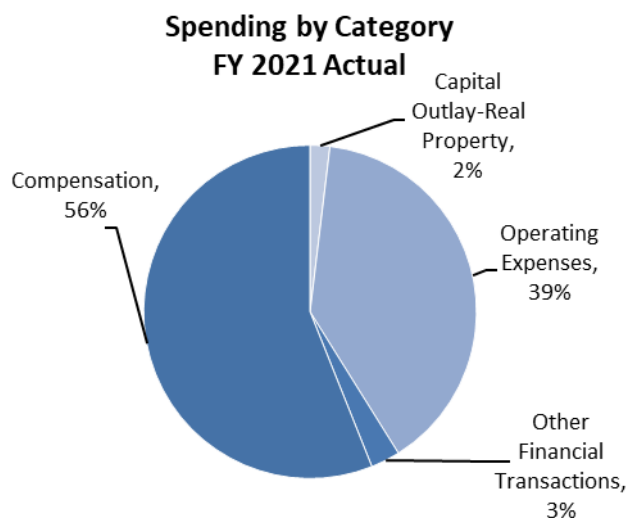
AT A GLANCE

- Provides all information technology (IT) services to 70 executive branch entities and offers a sub-set of services to cities, counties and other non-executive branch entities
- Responsible for 2,435 IT employees
- Hosting and support of 2,080 agency applications
- Tracking of 545 IT projects
- Resolved 1,835 security incidents
- Support of 10,000 network devices

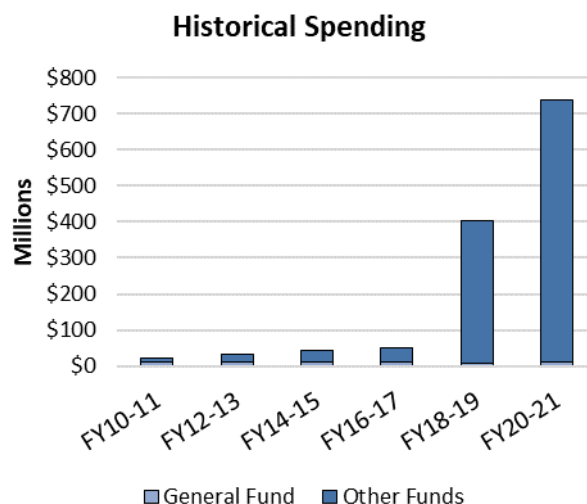
PURPOSE

We partner with Minnesota state agencies to deliver technology solutions that transform how government connects to provide services for the people of Minnesota.

BUDGET



Source: Budget Planning & Analysis System (BPAS)



Note: This chart excludes enterprise chargebacks to agencies and includes other agency funds dedicated to Information and Telecommunications Account projects.

Source: Consolidated Fund Statement

The Department of Information Technology Services, or Minnesota IT Services (MNIT) is funded through chargebacks to agencies for IT services through the enterprise technology fund, direct pass-through bill to agencies for IT applications and projects through the special revenue fund, and IT governance through the general fund. In FY 2019 direct agency pass-through expenses were re-classified from the enterprise technology fund to the special revenue fund resulting in the apparent increase in spending between FY 2016-17 and FY 2018-19. Chargebacks through the internal service fund for IT services are not included in the above bar chart. General fund appropriations provide funding for the Chief Information Officer (CIO) office, enterprise security, technology transformation, IT project portfolio oversight, geospatial (MnGeo) and some projects. Total IT spend from all funds was \$646 million in FY 2021.

Since the Legislature enacted IT consolidation in FY 2011, MNIT consolidated finances, purchasing, data centers, and commodity IT services to provide efficiency and economies for the state. Current enterprise service projects focus on those IT functions that can be more efficiently delivered through a centralized service. These projects are managed in stages to avoid disruption to state business and for efficiency.

STRATEGIES

MNIT partners with state agencies to effectively deliver secure, reliable technology solutions to improve the lives of all Minnesotans. MNIT's strategic direction is human-centered and focused on our end users - our business partners and the Minnesotans we serve every day. These principles are supported by the practice of a connected culture and servant leadership in order to establish an innovative and responsive government and support the development of inclusive technology solutions.

Effectively delivering IT services touches the lives of all Minnesotans. MNIT delivers and supports solutions that enable our state agency business partners to more efficiently and effectively achieve their missions. Across the executive branch, MNIT provides technology that connects Minnesotans with access to health insurance, helps ensure public safety, enables effective commerce, and connects Minnesotans with outdoor recreation opportunities. MNIT also works to lower technology accessibility barriers that support a diverse and inclusive workplace; and provide solutions that deliver accountability and transparency and ensure program integrity.

Bolstering cybersecurity strategy and protection is crucial to ensuring Minnesotans maintain access to important services and tools. With past legislative investment and continued coordination with legislative partners, as well as the Technology Advisory Council (formerly Governor's Blue Ribbon Council on IT), MNIT is able to focus on larger strategic objectives including prioritizing security through risk management practices and working to provide agency-specific recommendations around high-value investment.

CloudRAMP is MNIT's enterprise project to enable the state to realize its Intentional Cloud Approach. This work involves coordination between MNIT, agency partners and stakeholders, and Microsoft to identify applications to begin moving into the Azure cloud. Embracing a cloud-centric strategy will provide the State with an environment that is flexible, secure, stable, and supportable. Cloud technology will help the state of Minnesota advance infrastructure modernization and improve security and resiliency. Migration of infrastructure to a cloud environment will afford MNIT enhanced flexibility and the ability to rapidly respond to changes in market demand while also reducing data center space requirements and investment in capital equipment.

Concurrent with the CloudRAMP project MNIT has undertaken an effort to ensure that the application portfolio that we have, which serves all agencies and provides services for millions of Minnesotans, is well managed and is thoroughly documented, managed, and measured. It is MNIT's critical role and responsibility to actively manage the application portfolio for the agencies we support.

MNIT Services legal authority comes from M.S. 16E
(<https://www.revisor.leg.state.mn.us/statutes/?id=16E&view=chapter>).

Minnesota IT Services (MNIT)

Agency Expenditure Overview

(Dollars in Thousands)

	Actual	Actual	Actual	Estimate	Forecast Base		Enacted Budget	
	FY20	FY21	FY22	FY23	FY24	FY25	FY24	FY25
<u>Expenditures by Fund</u>								
1000 - General	4,449	8,640	7,924	11,813	9,232	9,232	90,215	56,140
2000 - Restrict Misc Special Revenue	1,076	1,133	2,888	1,105	1,816	869	1,816	869
2001 - Other Misc Special Revenue	353,623	368,148	383,493	387,156	390,501	385,395	390,501	385,395
3010 - Coronavirus Relief	6,856	370						
5000 - Master Lease	9,421	8,558	8,535	15,170	15,644	16,575	15,644	16,575
5500 - MN IT Services	197,090	202,273	197,546	215,260	230,518	233,495	230,518	233,495
Total	572,516	589,122	600,386	630,504	647,711	645,566	728,694	692,474
Biennial Change			69,253		62,387		190,278	
Biennial % Change			6		5		15	
Enacted Budget Change from Base							127,891	
Enacted Budget % Change from Base							10	

Minnesota IT Services (MNIT)

Agency Financing by Fund

(Dollars in Thousands)

	Actual	Actual	Actual	Estimate	Forecast Base		Enacted Budget	
	FY20	FY21	FY22	FY23	FY24	FY25	FY24	FY25
1000 - General								
Balance Forward In	34	3,325		1,931				
Direct Appropriation	7,679	7,679	9,855	9,882	9,232	9,232	90,215	56,140
Transfers In		379						
Transfers Out		2,360						
Cancellations		383						
Balance Forward Out	3,263		1,931					
Expenditures	4,449	8,640	7,924	11,813	9,232	9,232	90,215	56,140
Biennial Change in Expenditures				6,647		(1,273)		126,618
Biennial % Change in Expenditures				51		(6)		642
Enacted Budget Change from Base								127,891
Enacted Budget % Change from Base								693

2000 - Restrict Misc Special Revenue

Balance Forward In	4,220	3,491	3,041	2,034	1,455	229	1,455	229
Receipts		355	1,541	186	250	300	250	300
Transfers In	340	328	340	340	340	340	340	340
Balance Forward Out	3,484	3,041	2,034	1,455	229		229	
Expenditures	1,076	1,133	2,888	1,105	1,816	869	1,816	869
Biennial Change in Expenditures				1,784		(1,308)		(1,308)
Biennial % Change in Expenditures				81		(33)		(33)
Enacted Budget Change from Base								0
Enacted Budget % Change from Base								0

2001 - Other Misc Special Revenue

Balance Forward In	39,202	26,285	59,071	44,289	20,582	5,085	20,582	5,085
Receipts	338,621	358,399	368,621	363,449	375,004	381,057	375,004	381,057
Transfers In		40,838	150					
Transfers Out		412	60					
Balance Forward Out	24,200	56,963	44,289	20,582	5,085	747	5,085	747
Expenditures	353,623	368,148	383,493	387,156	390,501	385,395	390,501	385,395
Biennial Change in Expenditures				48,879		5,247		5,247
Biennial % Change in Expenditures				7		1		1
Enacted Budget Change from Base								0

Minnesota IT Services (MNIT)

Agency Financing by Fund

(Dollars in Thousands)

	Actual FY20	Actual FY21	Actual FY22	Estimate FY23	Forecast Base FY24 FY25		Enacted Budget FY24 FY25	
Enacted Budget % Change from Base								0

3010 - Coronavirus Relief

Direct Appropriation	6,856	370						
Expenditures	6,856	370						
Biennial Change in Expenditures				(7,226)		0		0
Biennial % Change in Expenditures				(100)				
Enacted Budget Change from Base								0
Enacted Budget % Change from Base								

5000 - Master Lease

Receipts	9,421	8,558	8,535	15,170	15,644	16,575	15,644	16,575
Expenditures	9,421	8,558	8,535	15,170	15,644	16,575	15,644	16,575
Biennial Change in Expenditures				5,726		8,514		8,514
Biennial % Change in Expenditures				32		36		36
Enacted Budget Change from Base								0
Enacted Budget % Change from Base								0

5500 - MN IT Services

Balance Forward In	27,584	37,993	38,896	30,308	35,074	35,931	35,074	35,931
Receipts	214,291	193,725	198,356	229,868	244,203	244,203	244,203	244,203
Transfers In			0					
Transfers Out	8,007	9,302	9,398	9,842	12,828	12,828	12,828	12,828
Balance Forward Out	36,778	20,143	30,308	35,074	35,931	33,811	35,931	33,811
Expenditures	197,090	202,273	197,546	215,260	230,518	233,495	230,518	233,495
Biennial Change in Expenditures				13,444		51,207		51,207
Biennial % Change in Expenditures				3		12		12
Enacted Budget Change from Base								0
Enacted Budget % Change from Base								0

(Dollars in Thousands)

	FY23	FY24	FY25	Biennium 2024-25
Direct				
Fund: 1000 - General				
FY2023 Appropriations	9,882	9,882	9,882	19,764
Base Adjustments				
Current Law Base Change		(650)	(650)	(1,300)
Forecast Base	9,882	9,232	9,232	18,464
Change Items				
Statewide Cybersecurity Advancements		12,484	20,396	32,880
Enterprise Cloud Transformation		10,685	22,910	33,595
Targeted Application Modernization		40,000		40,000
Children's Cabinet IT Innovation		2,000	2,000	4,000
MnGeo: Expanding Data-Driven Decision Making with GIS Data		358	376	734
Supporting Accessible Technology in State Government		300	300	600
Maintain Current Service Levels		456	926	1,382
Flexible Operational Increase		5,000		5,000
Public Land Survey Stem Monuments		9,700		9,700
Total Enacted Budget	9,882	90,215	56,140	146,355
Dedicated				
Fund: 2000 - Restrict Misc Special Revenue				
Planned Spending	1,105	1,816	869	2,685
Forecast Base	1,105	1,816	869	2,685
Total Enacted Budget	1,105	1,816	869	2,685
Fund: 2001 - Other Misc Special Revenue				
Planned Spending	387,156	390,501	385,395	775,896
Forecast Base	387,156	390,501	385,395	775,896
Total Enacted Budget	387,156	390,501	385,395	775,896
Fund: 5000 - Master Lease				
Planned Spending	15,170	15,644	16,575	32,219
Forecast Base	15,170	15,644	16,575	32,219
Total Enacted Budget	15,170	15,644	16,575	32,219
Fund: 5500 - MN IT Services				
Planned Spending	215,260	230,518	233,495	464,013
Forecast Base	215,260	230,518	233,495	464,013
Total Enacted Budget	215,260	230,518	233,495	464,013

(Dollars in Thousands)

	FY23	FY24	FY25	Biennium 2024-25
Revenue Change Summary				
Dedicated				
Fund: 2000 - Restrict Misc Special Revenue				
Forecast Revenues	186	250	300	550
Total Enacted Budget	186	250	300	550
Fund: 2001 - Other Misc Special Revenue				
Forecast Revenues	363,449	375,004	381,057	756,061
Total Enacted Budget	363,449	375,004	381,057	756,061
Fund: 5000 - Master Lease				
Forecast Revenues	15,170	15,644	16,575	32,219
Total Enacted Budget	15,170	15,644	16,575	32,219
Fund: 5500 - MN IT Services				
Forecast Revenues	229,868	244,203	244,203	488,406
Total Enacted Budget	229,868	244,203	244,203	488,406

(Dollars in Thousands)

	FY23	FY24	FY25	Biennium 2024-25	FY26	FY27	Biennium 2026-27
--	------	------	------	---------------------	------	------	---------------------

Statewide Cybersecurity Advancements

This provision will allow the Department of Information Technology Services (MNIT) to procure, implement, and support advanced cybersecurity tools that combat persistent and evolving cybersecurity threats. It provides funding for a state match that will enable MNIT to receive approximately \$18 million in federal cybersecurity funds available through the federal Infrastructure Investment and Jobs Act (IIJA). This investment will implement a to-be-developed statewide cybersecurity plan in coordination with units of local governments to advance cybersecurity risk mitigation across the state.

1000 - General Fund Cost (Savings)	0	12,484	20,396	32,880	0	0	0
Expenditures	0	12,484	20,396	32,880	0	0	0

Enterprise Cloud Transformation

This funding will support planning, migration, modernization, infrastructure, training, and services required for executive branch cloud transformation to modernize enterprise information technology delivery for state agency business partners. It will allow MNIT to invest in cloud-based tools, services, and infrastructure to address technology obsolescence, as well as to build resiliency in digital service applications. Both of these steps will enhance the cybersecurity risk posture of digital services, as well as improve experiences for end users.

1000 - General Fund Cost (Savings)	0	10,685	22,910	33,595	0	0	0
Expenditures	0	10,685	22,910	33,595	0	0	0

Targeted Application Modernization

This funding will allow MNIT to modernize targeted applications to improve user experiences with digital services provided by state agencies, enable service delivery transformation, and systematically address aging technology.

1000 - General Fund Cost (Savings)	0	40,000	0	40,000	0	0	0
Expenditures	0	40,000	0	40,000	0	0	0

Children's Cabinet IT Innovation

This provision will allow MNIT to provide technology capabilities that support centering Minnesota children and their families over agency structures and provides dedicated information technology resources to deliver innovative digital services to children and families.

1000 - General Fund Cost (Savings)	0	2,000	2,000	4,000	0	0	0
Expenditures	0	2,000	2,000	4,000	0	0	0

MnGeo: Expanding Data-Driven Decision Making with GIS Data

This funding will enable private and public sector leaders in Minnesota to maximize and expand existing geospatial data to improve data-driven decision-making. Precise location data is critical for a diverse array of industries including agriculture, flood mitigation, insurance underwriting, forestry, hunting, and many more. The Minnesota Geospatial Information Office (MnGeo) is the state agency that ensures private sector companies, state and local governments, and tribal nations have access to updated, high-quality data to drive precise decisions and planning.

1000 - General Fund Cost (Savings)	0	358	376	734	395	414	809
Expenditures	0	358	376	734	395	414	809

(Dollars in Thousands)

	FY23	FY24	FY25	Biennium 2024-25	FY26	FY27	Biennium 2026-27
--	------	------	------	---------------------	------	------	---------------------

Supporting Accessible Technology in State Government

This provision will provide additional funding for the Office of Accessibility Services at MNIT to expand accessibility gains and support ongoing efforts.

1000 - General Fund Cost (Savings)	0	300	300	600	300	300	600
Expenditures	0	300	300	600	300	300	600

Maintain Current Service Levels

This provision provides additional operating funds to maintain the current level of service delivery at MNIT.

1000 - General Fund Cost (Savings)	0	456	926	1,382	926	926	1,852
Expenditures	0	456	926	1,382	926	926	1,852

Flexible Operational Increase

This provision provides one-time funding to allow MNIT to address a number of operational technology needs across the enterprise.

1000 - General Fund Cost (Savings)	0	5,000	0	5,000	0	0	0
Expenditures	0	5,000	0	5,000	0	0	0

Public Land Survey Stem Monuments

This provision funds the newly enacted Public Land Survey System Monument Grant Program, to be administered by the chief geospatial information officer. The funding will allow for grants to counties to pay for the perpetuation of monuments established by the federal government to mark public land survey corners, as well as to update records and data regarding monuments.

1000 - General Fund Cost (Savings)	0	9,700	0	9,700	0	0	0
Expenditures	0	9,700	0	9,700	0	0	0