

State Department of Health - Budget No. 301  
 Senate Bill No. 2004  
 Base Level Funding Changes

|  | Executive Budget Recommendation |               |               |               | Senate Version |               |               |               | Senate Changes to Executive Budget Increase (Decrease) - Executive Budget |              |             |           |
|--|---------------------------------|---------------|---------------|---------------|----------------|---------------|---------------|---------------|---|--------------|-------------|-----------|
|  | FTE Positions                   | General Fund  | Other Funds   | Total         | FTE Position   | General Fund  | Other Funds   | Total         | FTE Positions   | General Fund | Other Funds | Total     |
| <b>2021-23 Biennium Base Level</b>   | 204.00                          | \$36,270,590  | \$121,951,679 | \$158,222,269 | 204.00         | \$36,270,590  | \$121,951,679 | \$158,222,269 | 0.00  | \$0          | \$0         | \$0       |
| <b>2021-23 Ongoing Funding Changes</b>   |                                 |               |               |               |                |               |               |               |   |              |             |           |
| Base payroll changes   |                                 | (\$1,839,117) | \$5,356,027   | \$3,516,910   |                | (\$1,839,117) | \$5,356,027   | \$3,516,910   |   |              |             | \$0       |
| Salary increase  |                                 | 512,281       | 508,135       | 1,020,416     |                | 500,723       | 502,492       | 1,003,215     |   | (11,558)     | (5,643)     | (17,201)  |
| Retirement contribution increase   |                                 | 103,938       | 103,110       | 207,048       |                | 6,072         | 6,015         | 12,087        |   | (103,938)    | (103,110)   | (207,048) |
| Health insurance increase  |                                 | 6,043         | 5,995         | 12,038        |                | 1,890,945     | (2,241,952)   | (351,007)     |   | 29           | 20          | 49        |
| Decreases funding for cost to continue adjustments, including a shift from professional fees to grants and adjustments to fund certain items from the community health trust fund instead of the tobacco prevention and control trust fund       |                                 | 1,890,945     | (2,241,952)   | (351,007)     |                |               |               |               |   |              |             | 0         |
| Transfers 5 FTE positions to the Information Technology Department for the IT unification initiative, including a decrease in salaries and wages and an increase in operating expenses (The Senate transferred 4 FTE positions)                  | (5.00)                          |               |               | 0             | (4.00)         | 2,135         | 17,643        | 19,778        | 1.00  | 2,135        | 17,643      | 19,778    |
| Adds 22.5 FTE positions, including salaries and wages totaling \$3,992,392 and other related expenses totaling \$6,846,180 to the COVID-19 line item in the department's budget (The Senate added 12.5 FTE positions and 10 temporary positions) | 22.50                           | 9,063,708     | 1,774,864     | 10,838,572    | 12.50          | 4,459,766     | 6,378,806     | 10,838,572    | (10.00)   | (4,603,942)  | 4,603,942   | 0         |
| Increases funding for tobacco prevention and control for professional fees and grants and increases funding from the community health trust fund for the tobacco prevention program  |                                 | (1,108,000)   | 1,196,000     | 88,000        |                | (1,108,000)   | 1,196,000     | 88,000        |   |              |             | 0         |
| Increases funding from the community health trust fund for tobacco prevention grants to local public health units  |                                 |               |               | 0             |                |               | 323,500       | 323,500       |   |              | 323,500     | 323,500   |
| Decreases salaries and wages to meet the Governor's 85 percent budget  |                                 | (362,706)     |               | (362,706)     |                | (362,706)     |               | (362,706)     |   |              |             | 0         |
| Removes funding for fetal alcohol syndrome grant   |                                 | (350,458)     |               | (350,458)     |                |               |               | 0             |   | 350,458      |             | 350,458   |

|  |             |             |             |              |           |             |              |               |             |           |
|--|-------------|-------------|-------------|--------------|-----------|-------------|--------------|---------------|-------------|-----------|
| Decreases funding for grants for state loan repayment programs for professionals to provide a total of \$1,535,345 for four loan programs, of which \$940,845 is from the general fund and \$594,500 is from the community health trust fund | (823,155)   | 70,500      | (752,655)   | (823,155)    | 70,500    | (752,655)   | 0            |               |             |           |
| Adds funding to maintain the number of slots available in professional state loan repayment programs   |             |             | 0           | 585,000      |           | 585,000     | 585,000      |               |             |           |
| Adjusts funding source for increase in the federal indirect rate to support agencywide costs   | (1,060,000) | 1,060,000   | 0           | (1,060,000)  | 1,060,000 | 0           | 0            |               |             |           |
| Decreases funding for professional services and grants related to private and foundation grant opportunities   | (975,000)   | (975,000)   | (975,000)   | (975,000)    | (975,000) | (975,000)   | 0            |               |             |           |
| Adds funding for costs related to the plans review program within the Life, Safety, and Construction Division  |             | 312,706     | 312,706     |              | 312,706   | 312,706     | 0            |               |             |           |
| Adds funding from the Helmsley Charitable Trust for training to continue increased access to automatic external defibrillators for law enforcement   |             | 327,500     | 327,500     |              | 327,500   | 327,500     | 0            |               |             |           |
| Adds funding from fees to purchase equipment in the State Laboratory   |             | 200,000     | 200,000     |              | 200,000   | 200,000     | 0            |               |             |           |
| Adds funding from civil penalties for grants to long-term care facilities  |             | 100,000     | 100,000     |              | 100,000   | 100,000     | 0            |               |             |           |
| Increases funding for the University of North Dakota forensic examiner contract  | 105,270     |             | 105,270     | 105,270      |           | 105,270     | 0            |               |             |           |
| Adds funding for Microsoft Office 365 licensing expenses   | 21,542      | 69,891      | 91,433      | 21,542       | 69,891    | 91,433      | 0            |               |             |           |
| Adds funding for Capitol complex rent proposal   | 336,399     |             | 336,399     |              |           | 0           | (336,399)    |               |             |           |
| Adjusts funding for bond and capital payments to provide a total of \$221,393, of which \$183,882 is from the general fund   | (274,065)   | (22,999)    | (297,064)   | (274,065)    | (22,999)  | (297,064)   | 0            |               |             |           |
| Adjusts funding for extraordinary repairs to provide a total of \$136,500, of which \$30,650 is from the general fund  |             | 8,841       | 8,841       |              | 8,841     | 8,841       | 0            |               |             |           |
| Adjusts funding for IT equipment and equipment over \$5,000 to provide a total of \$1,238,500, of which \$40,000 is from the general fund  | 35,205      | (315,402)   | (280,197)   | 35,205       | (315,402) | (280,197)   | 0            |               |             |           |
| Total ongoing funding changes  | 17,500      | \$6,257,830 | \$7,538,216 | \$13,796,046 | 8,500     | \$2,139,615 | \$12,374,568 | \$14,514,183  |             |           |
| <b>One-time funding items</b>  |             |             |             |              |           |             | (9,000)      | (\$4,118,215) | \$4,836,352 | \$718,137 |

|   |              |              |               |               |           |              |               |               |              |                |              |              |
|---|--------------|--------------|---------------|---------------|-----------|--------------|---------------|---------------|--------------|----------------|--------------|--------------|
| Adds one-time funding, including \$5,000,000 from the community health trust fund, for costs related to COVID-19 response (The Senate provided \$4.52 million from the community health trust fund) | \$45,441,323 | \$38,790,738 | \$84,232,061  |               | 4,747,045 | 79,485,016   | 84,232,061    |               | (40,694,278) | 40,694,278     | 0            |              |
| Adds funding from federal funds for increased effort related to COVID-19  |              |              | 0             |               |           | 11,644,708   | 11,644,708    |               |              | 11,644,708     | 11,644,708   |              |
| Adds one-time funding for operating expenses (\$60,000) and capital assets (\$850,000) for forensic examiner equipment and information technology upgrades  |              | 910,000      | 910,000       |               | 910,000   |              | 910,000       |               |              |                | 0            |              |
| Adds one-time funding from the community health trust fund for statewide health strategies  |              |              | 3,000,000     |               |           |              |               | 0             |              | (3,000,000)    | (3,000,000)  |              |
| COVID-19 Line of Credit   |              |              |               |               |           |              |               | 0             |              |                |              |              |
| Total one-time funding changes  | 0.00         | \$46,351,323 | \$41,790,738  | \$88,142,061  | 0.00      | \$5,657,045  | \$116,129,724 | \$121,786,769 | 0.00         | (\$40,694,278) | 25,000,000   | 25,000,000   |
| Total Changes to Base Level Funding   | 17.50        | \$52,609,153 | \$49,328,954  | \$101,938,107 | 8.50      | \$7,796,660  | \$128,504,292 | \$136,300,952 | (9.00)       | (\$44,812,493) | \$79,175,338 | \$34,362,845 |
| 2021-23 Total Funding   | 221.50       | \$88,879,743 | \$171,280,633 | \$260,160,376 | 212.50    | \$44,067,250 | \$250,455,971 | \$294,523,221 | (9.00)       | (\$44,812,493) | \$79,175,338 | \$34,362,845 |
| Total ongoing changes as a percentage of base level   | 8.6%         | 17.3%        | 6.2%          | 8.7%          | 4.2%      | 5.9%         | 10.1%         | 9.2%          |              |                |              |              |
| Total changes as a percentage of base level   | 8.6%         | 145.0%       | 40.4%         | 64.4%         | 4.2%      | 21.5%        | 105.4%        | 86.1%         |              |                |              |              |

**Other Sections in State Department of Health - Budget No. 301**

**Executive Budget Recommendation**

**Borrowing authority**  
 Section 4 would allow the State Department of Health, subject to the approval of the Emergency Commission, to borrow up to \$25 million from the Bank of North Dakota for the purpose of responding to the COVID-19 public health emergency. Funds borrowed from the Bank of North Dakota would be appropriated to the department for testing, contact tracing, and other costs related to responding to and mitigating the COVID-19 public health emergency. If, at the end of the biennium, funds available to the State Department of Health are not sufficient to repay the Bank of North Dakota, the section would require the State Department of Health request a deficiency appropriation for the amount borrowed plus interest.

**Senate Version**

Section 3 allows the State Department of Health, subject to Emergency Commission approval, to borrow up to \$25 million from the Bank of North Dakota for the purpose of responding to the COVID-19 public health emergency. Funds borrowed from the Bank of North Dakota would be appropriated to the department for testing, contact tracing, and other costs related to responding to and mitigating the COVID-19 public health emergency. If, at the end of the biennium, funds available to the State Department of Health are not sufficient to repay the Bank of North Dakota, the section would require the State Department of Health request a deficiency appropriation for the amount borrowed plus interest.

**Insurance tax distribution fund**  
 Section 3 would identify \$1,125,000 from the insurance tax distribution fund for rural emergency medical services grants during the 2021-23 biennium.

**Tobacco prevention and control trust fund**

**Community health trust fund**

This section is removed from the base budget.  
 Section 5 is amended to identify funding provided from the community health trust fund.

Other Sections in State Department of Health - Budget No. 301

Health Council compensation

Executive Budget Recommendation

Senate Version

Legislative Management Study - Health Council Authority

Section 6 is added to amend Section 23-01-02, relating to the compensation of Health Council members, to increase daily compensation from \$62.50 to the same daily rate set for members of the Legislative Assembly.

Section 7 is added to provide for a study of the roles of the State Health Officer, Health Council, Medical Advisory Board, and Governor as they relate to the administration of the State Department of Health.