

STATEMENT OF PURPOSE OF AMENDMENT:

House Bill No. 1012 - Summary of Senate Action

	Base Budget	House Version	Senate Changes	Senate Version
Department of Health and Human Services				
Total all funds	\$0	\$596,284,775	\$23,692,691	\$619,977,466
Less estimated income	0	286,720,150	4,728,962	291,449,112
General fund	\$0	\$309,564,625	\$18,963,729	\$328,528,354
FTE	0.00	2,688.35	0.00	2,688.35
DHHS - Business Operations				
Total all funds	\$192,993,318	\$97,063,631	\$0	\$97,063,631
Less estimated income	118,894,310	47,368,089	0	47,368,089
General fund	\$74,099,008	\$49,695,542	\$0	\$49,695,542
FTE	114.40	0.00	0.00	0.00
DHHS - Behavioral Health				
Total all funds	\$421,861,349	\$580,920,603	(\$342,268,302)	\$238,652,301
Less estimated income	113,955,941	399,223,478	(332,328,000)	66,895,478
General fund	\$307,905,408	\$181,697,125	(\$9,940,302)	\$171,756,823
FTE	1,054.27	0.00	0.00	0.00
DHHS - Human Services				
Total all funds	\$1,863,859,882	\$1,882,984,555	(\$25,451,245)	\$1,857,533,310
Less estimated income	1,240,409,529	1,226,448,044	(10,127,449)	1,216,320,595
General fund	\$623,450,353	\$656,536,511	(\$15,323,796)	\$641,212,715
FTE	1,009.16	0.00	0.00	0.00
DHHS - Medical Services				
Total all funds	\$2,776,246,128	\$2,855,909,613	(\$15,620,504)	\$2,840,289,109
Less estimated income	1,818,029,530	1,810,657,071	(1,436,598)	1,809,220,473
General fund	\$958,216,598	\$1,045,252,542	(\$14,183,906)	\$1,031,068,636
FTE	90.50	0.00	0.00	0.00
DHHS - Public Health				
Total all funds	\$298,196,870	\$265,019,251	(\$66,038,400)	\$198,980,851
Less estimated income	250,440,690	229,814,403	(62,694,583)	167,119,820
General fund	\$47,756,180	\$35,204,848	(\$3,343,817)	\$31,861,031
FTE	215.50	0.00	0.00	0.00
Legislative Council				
Total all funds	\$0	\$0	\$150,000	\$150,000
Less estimated income	0	0	150,000	150,000
General fund	\$0	\$0	\$0	\$0
FTE	0.00	0.00	0.00	0.00
Bill total				
Total all funds	\$5,553,157,547	\$6,278,182,428	(\$425,535,760)	\$5,852,646,668
Less estimated income	3,541,730,000	4,000,231,235	(401,707,668)	3,598,523,567
General fund	\$2,011,427,547	\$2,277,951,193	(\$23,828,092)	\$2,254,123,101
FTE	2,483.83	2,688.35	0.00	2,688.35

House Bill No. 1012 - Legislative Council - Senate Action

	Base Budget	House Version	Senate Changes	Senate Version
Disability services study			\$150,000	\$150,000
Total all funds	\$0	\$0	\$150,000	\$150,000
Less estimated income	0	0	150,000	150,000
General fund	\$0	\$0	\$0	\$0
FTE	0.00	0.00	0.00	0.00

Department 160 - Legislative Council - Detail of Senate Changes

	Adds Funding for Disability Services Study¹	Total Senate Changes
Disability services study	\$150,000	\$150,000
Total all funds	\$150,000	\$150,000
Less estimated income	150,000	150,000
General fund	\$0	\$0
FTE	0.00	0.00

¹ One-time funding is added from the community health trust fund for consulting services for a Legislative Management study of disability services provided by the Department of Health and Human Services.

House Bill No. 1012 - Department of Health and Human Services - Senate Action

	Base Budget	House Version	Senate Changes	Senate Version
Salaries and wages block grant		\$596,284,775	\$23,692,691	\$619,977,466
Total all funds	\$0	\$596,284,775	\$23,692,691	\$619,977,466
Less estimated income	0	286,720,150	4,728,962	291,449,112
General fund	\$0	\$309,564,625	\$18,963,729	\$328,528,354
FTE	0.00	2,688.35	0.00	2,688.35

Department 325 - Department of Health and Human Services - Detail of Senate Changes

	Adjusts Funding for Salaries and Wages Block Grant¹	Total Senate Changes
Salaries and wages block grant	\$23,692,691	\$23,692,691
Total all funds	\$23,692,691	\$23,692,691
Less estimated income	4,728,962	4,728,962
General fund	\$18,963,729	\$18,963,729
FTE	0.00	0.00

¹ Funding for the salaries and wages block grant is adjusted as follows:

Description	FTE	General Fund	Other Funds	Total
Adds funding to reduce underfunding		\$18,963,729	\$0	\$18,963,729
Adds salary funding from operating fund		0	4,728,962	4,728,962
Total changes to salaries and wages block grant	0.00	\$18,963,729	\$4,728,962	\$23,692,691

House Bill No. 1012 - DHHS - Business Operations - Senate Action

	Base Budget	House Version	Senate Changes	Senate Version
Salaries and wages	\$25,763,358			
Operating expenses	155,308,399	\$78,284,629		\$78,284,629
Capital assets	108,934			
Grants	11,812,627	18,779,002		18,779,002
Total all funds	\$192,993,318	\$97,063,631	\$0	\$97,063,631
Less estimated income	118,894,310	47,368,089	0	47,368,089
General fund	\$74,099,008	\$49,695,542	\$0	\$49,695,542
FTE	114.40	0.00	0.00	0.00

House Bill No. 1012 - DHHS - Behavioral Health - Senate Action

	Base Budget	House Version	Senate Changes	Senate Version
Salaries and wages	\$8,792,675			
Operating expenses	79,381,458	\$103,269,596	(\$98,478)	\$103,171,118
Grants	40,476,298	62,365,620	(12,710,000)	49,655,620
Behavioral health clinics	196,383,945	56,405,232	540,176	56,945,408
State Hospital	94,826,973	350,880,155	(330,000,000)	20,880,155
Opioid addiction prevention	2,000,000	8,000,000		8,000,000
Total all funds	\$421,861,349	\$580,920,603	(\$342,268,302)	\$238,652,301
Less estimated income	113,955,941	399,223,478	(332,328,000)	66,895,478
General fund	\$307,905,408	\$181,697,125	(\$9,940,302)	\$171,756,823
FTE	1,054.27	0.00	0.00	0.00

Department 327 - DHHS - Behavioral Health - Detail of Senate Changes

	Adjusts Funding for Behavioral Health Division¹	Total Senate Changes
Salaries and wages		
Operating expenses	(\$98,478)	(\$98,478)
Grants	(12,710,000)	(12,710,000)
Behavioral health clinics	540,176	540,176
State Hospital	(330,000,000)	(330,000,000)
Opioid addiction prevention		
Total all funds	(\$342,268,302)	(\$342,268,302)
Less estimated income	(332,328,000)	(332,328,000)
General fund	(\$9,940,302)	(\$9,940,302)
FTE	0.00	0.00

¹ Funding for the behavioral health division is adjusted as follows:

Description	FTE	General Fund	Other Funds	Total
Reduces funding for SUD for medical expenses in institutions for mental disease facilities to \$250,000		(\$250,000)	\$0	(\$250,000)
Removes SUD funding added by the House for treatment for incarcerated individuals		(2,500,000)	0	(2,500,000)
Provides funding for youth crisis stabilization pilot project		0	3,000,000	3,000,000
Reduces funding added by the House to expand the community connect program to provide an increase of \$3.5 million		(958,814)	0	(958,814)
Reduces funding added by the House to expand the free through recovery program to provide an increase of \$2 million		(2,016,908)	0	(2,016,908)
Removes funding added by the House for behavioral health services in nursing homes and basic care facilities		(2,000,000)	0	(2,000,000)
Adjusts funding to reflect increased revenue from the certified community behavioral health clinics		(2,000,000)	2,000,000	0
Adjusts the annual provider inflation increase to 2% and 1.5%		<u>(214,580)</u>	<u>0</u>	<u>(214,580)</u>
Total ongoing changes		(\$9,940,302)	\$5,000,000	(\$4,940,302)
One-time funding items:				
Adds funding to remodel bathrooms at the Southeast human service center		\$0	\$632,000	\$632,000
Removes funding to construct a new state hospital		0	(330,000,000)	(330,000,000)
Reduces funding added by the House for a grant to a behavioral health facility in the Northeast human service region to provide a total of \$5 million		<u>0</u>	<u>(7,960,000)</u>	<u>(7,960,000)</u>
Total one-time funding changes		\$0	<u>(\$337,328,000)</u>	<u>(\$337,328,000)</u>
Total Senate changes		(\$9,940,302)	(\$332,328,000)	(\$342,268,302)

House Bill No. 1012 - DHHS - Human Services - Senate Action

	Base Budget	House Version	Senate Changes	Senate Version
Salaries and wages	\$168,325,918			
Operating expenses	88,885,469	\$197,143,705	\$1,691,870	\$198,835,575
Capital assets	10,000	10,000		10,000
Grants	621,189,007	715,582,267	(27,143,115)	688,439,152
Life Skills and Transition Center	44,992,263	15,207,658		15,207,658
Grants - Medical assistance	742,793,564	750,448,643		750,448,643
County social services	<u>197,663,661</u>	<u>204,592,282</u>		<u>204,592,282</u>
Total all funds	\$1,863,859,882	\$1,882,984,555	(\$25,451,245)	\$1,857,533,310
Less estimated income	<u>1,240,409,529</u>	<u>1,226,448,044</u>	<u>(10,127,449)</u>	<u>1,216,320,595</u>
General fund	\$623,450,353	\$656,536,511	(\$15,323,796)	\$641,212,715
FTE	1,009.16	0.00	0.00	0.00

Department 328 - DHHS - Human Services - Detail of Senate Changes

	Adjusts Funding for Human Services Division ¹	Total Senate Changes
Salaries and wages		
Operating expenses	\$1,691,870	\$1,691,870
Capital assets		
Grants	(27,143,115)	(27,143,115)
Life Skills and Transition Center		
Grants - Medical assistance County social services		
<hr/>		
Total all funds	(\$25,451,245)	(\$25,451,245)
Less estimated income	(10,127,449)	(10,127,449)
General fund	(\$15,323,796)	(\$15,323,796)
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FTE	0.00	0.00

¹ Funding for the human services division is adjusted as follows:

Description	FTE	General Fund	Other Funds	Total
Increases estimated FMAP percentage by 1%		(\$1,962,900)	\$1,962,900	\$0
Adjusts the annual provider inflation increase to 2% and 1.5%		(1,105,805)	(1,201,567)	(2,307,372)
Removes guardianship services (Funding provided in Senate Bill No. 2029)		(6,532,355)	0	(6,532,355)
Removes funding for the Waterford program		(2,400,000)	0	(2,400,000)
Adjusts foster care case load projections		(9,000,000)	(9,000,000)	(18,000,000)
Adjusts funding for low income home energy assistance program		0	(9,000,000)	(9,000,000)
Provides funding for Ministry on the Margins		285,000	0	285,000
Provides funding for Fraser LTD		300,000	0	300,000
Total ongoing funding changes		(\$20,416,060)	(\$17,238,667)	(\$37,654,727)
One-time funding items:				
Provides funding to implement a comprehensive vocational rehab technology system to connect people with disabilities to employment		\$0	(\$7,000,000)	(\$7,000,000)
Reduces funding to expand the best in class program to provide for a \$2 million increase		(4,000,000)	0	(4,000,000)
Adds funding for housing assistance for people at risk of instability		0	1,000,000	1,000,000
Adds funding for eviction prevention program		0	500,000	500,000
Reduces funding for a community cultural center grant		0	(700,000)	(700,000)
Removes funding for a winter park adaptive grant		(200,000)	0	(200,000)
Adjusts funding for an intermediate care facility grant		(3,457,736)	4,400,000	942,264
Adjusts funding for juvenile justice diversion services		(750,000)	500,000	(250,000)
Provides funding for infant and toddler care		13,500,000	0	13,500,000
Provides funding from a Bank of North Dakota line of credit for a child welfare technology project		0	8,411,218	8,411,218
Total one-time funding changes		\$5,092,264	\$7,111,218	\$12,203,482
Total Senate changes		(\$15,323,796)	(\$10,127,449)	(\$25,451,245)

House Bill No. 1012 - DHHS - Medical Services - Senate Action

	Base Budget	House Version	Senate Changes	Senate Version
Salaries and wages	\$21,008,344			
Operating expenses	70,807,977	\$163,172,539		\$163,172,539
Grants	1,651,004	3,457,804	(\$800,000)	2,657,804
Grants - Medical assistance	<u>2,682,778,803</u>	<u>2,689,279,270</u>	<u>(14,820,504)</u>	<u>2,674,458,766</u>
Total all funds	\$2,776,246,128	\$2,855,909,613	(\$15,620,504)	\$2,840,289,109
Less estimated income	<u>1,818,029,530</u>	<u>1,810,657,071</u>	<u>(1,436,598)</u>	<u>1,809,220,473</u>
General fund	\$958,216,598	\$1,045,252,542	(\$14,183,906)	\$1,031,068,636
FTE	90.50	0.00	0.00	0.00

Department 329 - DHHS - Medical Services - Detail of Senate Changes

	Adjusts Funding for Medical Services Division ¹	Total Senate Changes
Salaries and wages		
Operating expenses		
Grants	(\$800,000)	(\$800,000)
Grants - Medical assistance	<u>(14,820,504)</u>	<u>(14,820,504)</u>
Total all funds	(\$15,620,504)	(\$15,620,504)
Less estimated income	<u>(1,436,598)</u>	<u>(1,436,598)</u>
General fund	(\$14,183,906)	(\$14,183,906)
FTE	0.00	0.00

¹ Funding for the medical services division is adjusted as follows:

Description	FTE	General Fund	Other Funds	Total
Long-term care:				
Transfers basic care \$5 daily rate to one-time funding		(\$4,067,056)	(\$1,474,184)	(\$5,541,240)
Medicaid:				
Provides funding to rebase ambulance rates to the lowest quartile Medicare rural base rate		(\$1,189,770)	(\$1,189,770)	(\$2,379,540)
Adjusts Medicaid case load projections		(4,000,000)	(4,000,000)	(8,000,000)
Reduces 1915(i) case load projections		(1,000,000)	(1,000,000)	(2,000,000)
Increases estimated FMAP percentage by 1%		(7,037,100)	7,037,100	0
Adjusts the annual provider inflation increase to 2% and 1.5%		(1,157,036)	(1,283,928)	(2,440,964)
Total ongoing funding changes		(\$18,450,962)	(\$1,910,782)	(\$20,361,744)
One-time funding items:				
Removes funding for a critical access hospital networking grant		\$0	(\$1,000,000)	(\$1,000,000)
Transfers basic care \$5 daily rate from ongoing funding		4,067,056	1,474,184	5,541,240
Provides funding for costs associated with housing for individuals with extraordinary medical needs		<u>200,000</u>	<u>0</u>	<u>200,000</u>
Total one-time funding changes		<u>\$4,267,056</u>	<u>\$474,184</u>	<u>\$4,741,240</u>
Total Senate changes		(\$14,183,906)	(\$1,436,598)	(\$15,620,504)

House Bill No. 1012 - DHHS - Public Health - Senate Action

	Base Budget	House Version	Senate Changes	Senate Version
Salaries and wages	\$60,415,388			
Operating expenses	37,721,213	\$55,574,882	(\$49,287,739)	\$6,287,143
Capital assets	1,469,780	3,685,618	(928,000)	2,757,618
Grants	81,718,145	85,963,641	(15,822,661)	70,140,980
Tobacco prevention	13,063,162	13,040,555		13,040,555
WIC food payments	19,900,000	21,000,000		21,000,000
COVID-19 response	83,909,182	85,754,555		85,754,555
Total all funds	\$298,196,870	\$265,019,251	(\$66,038,400)	\$198,980,851
Less estimated income	250,440,690	229,814,403	(62,694,583)	167,119,820
General fund	\$47,756,180	\$35,204,848	(\$3,343,817)	\$31,861,031
FTE	215.50	0.00	0.00	0.00

Department 330 - DHHS - Public Health - Detail of Senate Changes

	Adjusts Funding for Public Health Division¹	Total Senate Changes
Salaries and wages		
Operating expenses	(\$49,287,739)	(\$49,287,739)
Capital assets	(928,000)	(928,000)
Grants	(15,822,661)	(15,822,661)
Tobacco prevention		
WIC food payments		
COVID-19 response		
Total all funds	(\$66,038,400)	(\$66,038,400)
Less estimated income	(62,694,583)	(62,694,583)
General fund	(\$3,343,817)	(\$3,343,817)
FTE	0.00	0.00

¹ Funding for the public health division is adjusted as follows:

<u>Description</u>	<u>FTE</u>	<u>General Fund</u>	<u>Other Funds</u>	<u>Total</u>
Reduces additional funding added by the House for domestic and sexual violence		(\$1,700,000)	\$0	(\$1,700,000)
Removes funding added by the House for the Safe Haven program		(440,000)	0	(440,000)
Removes funding added by the House for vaccines for health care providers off federal contract		0	(2,213,930)	(2,213,930)
Reduces funding added by the House for forensic pathology contract services with UND to provide an increase of \$1 million		(866,156)	0	(866,156)
Reduces funding added by the House for a grant to the Family Voices program to provide an increase of \$50,000		(50,000)	0	(50,000)
Reduces funding added by the House for a fetal alcohol spectrum disorder clinic at UND to provide \$350,000		(287,661)	0	(287,661)
Reduces federal Cares Act/COVID funding		<u>0</u>	<u>(60,716,583)</u>	<u>(60,716,583)</u>
Total ongoing changes		(\$3,343,817)	(\$62,930,513)	(\$66,274,330)
One-time funding items:				
Removes funding added by the House to purchase a forensic examiner electronic records system		\$0	(\$278,000)	(\$278,000)
Removes funding added by the House for licensure management system		0	(650,000)	(650,000)
Removes funding added by the House for a Cass County animal shelter grant		0	(300,000)	(300,000)
Removes funding added by the House for the Statewide health strategies grant		0	(750,000)	(750,000)
Provides funding from the public health laboratory fund for public health data modernization		<u>0</u>	<u>2,213,930</u>	<u>2,213,930</u>
Total one-time funding changes		<u>\$0</u>	<u>\$235,930</u>	<u>\$235,930</u>
Total Senate changes		(\$3,343,817)	(\$62,694,583)	(\$66,038,400)

House Bill No. 1012 - Other Changes - Senate Action

This amendment also:

- Adds sections to provide guidelines regarding the use of funding for infant and toddler care provider payments, intermediate care facility medically and behaviorally complex services grants, special health care needs grants, crisis services grants, and medical housing for individuals with extraordinary medical needs.
- Adjusts sections identifying funding from the strategic investment and improvements fund and community health trust fund.
- Removes sections identifying funding for an animal shelter grant and statewide health strategies.
- Removes a Bank of North Dakota line of credit for a new State Hospital project and adds a Bank of North Dakota line of credit for a child welfare technology project.
- Adjusts the membership of the new State Hospital steering committee to include representatives of DHHS, the Office of Management and Budget, Governor's office, and the Legislative Assembly.
- Adjusts various exemptions to allow the continuation of unexpended appropriation authority into the 2025-27 biennium. These adjustments will increase the July 1, 2025, general fund balance by \$12,411,218.
- Removes a section to provide legislative intent that DHHS eliminate its administrative rule requirement that providers of developmental disabilities services be accredited as a condition to receive payments for services.
- Creates a new section to Chapter 6-09 to create an extraordinary medical needs housing loan fund and to provide guidelines regarding the use of the loan fund.
- Amends Section 50-36-03 relating to the membership of the opioid advisory committee.
- Amends provisions relating to the Children's Cabinet as approved in Senate Bill No. 2176.
- Provides for a Legislative Management study of maternal health services.
- Provides legislative intent that DHHS review the utilization of the Life Skills and Transition Center campus to determine if any portions of the campus can be conveyed for use by community organizations.
- Provides for DHHS to study developmental disability service provider accreditation.
- Provides for DHHS to develop a payment structure to provide funding for a value-based care incentive program for nursing facilities.

- Provides for a Legislative Management study of developmental disability services provided by DHHS and provides an appropriation of \$150,000 to the Legislative Council for consultant services for the study.