

Introduced by

Appropriations Committee

(At the request of the Governor)

1 A BILL for an Act to provide an appropriation for defraying the expenses of the department of  
 2 human services; ~~and~~ to provide an exemption: to provide legislative intent; and to amend and  
 3 reenact section 50-29-04 of the North Dakota Century Code, relating to eligibility for the  
 4 children's health insurance program.

5 **BE IT ENACTED BY THE LEGISLATIVE ASSEMBLY OF NORTH DAKOTA:**

6 **SECTION 1. APPROPRIATION.** The funds provided in this section, or so much of the funds  
 7 as may be necessary, are appropriated out of any moneys in the general fund in the state  
 8 treasury, not otherwise appropriated, and from special funds derived from federal funds and  
 9 other income, to the department of human services for the purpose of defraying the expenses of  
 10 its various divisions, for the biennium beginning July 1, 2011, and ending June 30, 2013, as  
 11 follows:

12 Subdivision 1.

13 MANAGEMENT

		Adjustments or	
	<u>Base Level</u>	<u>Enhancements</u>	<u>Appropriation</u>
16 Salaries and wages	\$14,231,353	\$2,281,983	\$16,513,336
17 Operating expenses	46,548,787	15,859,351	62,408,138
18 Capital assets	<u>0</u>	<u>138,400</u>	<u>138,400</u>
19 Total all funds	\$60,780,140	\$18,279,734	\$79,059,874
20 Less estimated income	<u>34,477,817</u>	<u>13,060,595</u>	<u>47,538,412</u>
21 Total general fund	\$26,302,323	\$5,219,139	\$31,521,462

22 Subdivision 2.

23 PROGRAM AND POLICY

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		Adjustments or		
	<u>Base Level</u>	<u>Enhancements</u>	<u>Appropriation</u>	
3	<del>Salaries and wages</del>	<del>\$43,389,716</del>	<del>\$8,956,495</del>	<del>\$50,346,211</del>
4	<u>Salaries and wages</u>	<u>\$41,389,716</u>	<u>\$8,956,495</u>	<u>\$50,346,211</u>
5	Operating expenses	75,461,417	15,388,946	90,850,363
6	Capital assets	8,580	(8,580)	0
7	<del>Grants</del>	<del>452,990,742</del>	<del>34,025,295</del>	<del>487,016,037</del>
8	<del>Grants - Medical assistance</del>	<del>1,300,642,323</del>	<del>313,095,295</del>	<del>1,613,737,618</del>
9	<del>Total all funds</del>	<del>\$1,870,492,778</del>	<del>\$371,457,451</del>	<del>\$2,241,950,229</del>
10	<del>Less estimated income</del>	<del>1,381,801,240</del>	<del>128,679,896</del>	<del>1,510,481,136</del>
11	<del>Total general fund</del>	<del>\$488,691,538</del>	<del>\$242,777,555</del>	<del>\$731,469,093</del>
12	<u>Grants</u>	<u>452,990,742</u>	<u>34,015,295</u>	<u>487,006,037</u>
13	<u>Grants - Medical assistance</u>	<u>1,300,642,323</u>	<u>326,293,701</u>	<u>1,626,936,024</u>
14	<u>Total all funds</u>	<u>\$1,870,492,778</u>	<u>\$384,645,857</u>	<u>\$2,255,138,635</u>
15	<u>Less estimated income</u>	<u>1,381,801,240</u>	<u>136,289,446</u>	<u>1,518,090,686</u>
16	<u>Total general fund</u>	<u>\$488,691,538</u>	<u>\$248,356,411</u>	<u>\$737,047,949</u>

Subdivision 3.

HUMAN SERVICE CENTERS AND INSTITUTIONS

		Adjustments or		
	<u>Base Level</u>	<u>Enhancements</u>	<u>Appropriation</u>	
21	Northwest human service center	\$8,452,001	\$297,067	\$8,749,068
22	North central human service center	19,208,018	3,225,866	22,433,884
23	Lake region human service center	10,886,645	531,586	11,418,231
24	Northeast human service center	25,768,431	2,414,178	28,182,609
25	Southeast human service center	30,139,636	8,325,084	38,464,720
26	South central human service center	15,567,495	1,386,204	16,953,699
27	West central human service center	24,683,076	2,057,417	26,740,493
28	Badlands human service center	10,857,338	932,316	11,789,654
29	<del>State hospital</del>	<del>65,641,609</del>	<del>7,831,591</del>	<del>73,473,200</del>
30	<u>State hospital</u>	<u>65,641,609</u>	<u>7,993,431</u>	<u>73,635,040</u>
31	Developmental center	<u>52,939,281</u>	<u>(1,130,034)</u>	<u>51,809,247</u>

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1	<del>Total all funds</del>	<del>\$264,143,530</del>	<del>\$25,871,275</del>	<del>\$290,014,805</del>
2	Total all funds	\$264,143,530	\$26,033,115	\$290,176,645
3	Less estimated income	132,787,875	(7,146,173)	125,641,702
4	<del>Total general fund</del>	<del>\$131,355,655</del>	<del>\$33,017,448</del>	<del>\$164,373,103</del>
5	Total general fund	\$131,355,655	\$33,179,288	\$164,534,943

6 Subdivision 4.

7 BILL TOTAL

8		Adjustments or		
9		Base Level	Enhancements	Appropriation
10	<del>Grand total general fund</del>	<del>\$646,349,516</del>	<del>\$281,014,142</del>	<del>\$927,363,658</del>
11	<del>Grand total special funds</del>	<del>1,549,066,932</del>	<del>134,594,318</del>	<del>1,683,661,250</del>
12	<del>Grand total all funds</del>	<del>\$2,195,416,448</del>	<del>\$415,608,460</del>	<del>\$2,611,024,908</del>
13	Grand total general fund	\$646,349,516	\$286,754,838	\$933,104,354
14	Grand total special funds	1,549,066,932	142,203,868	1,691,270,800
15	Grand total all funds	\$2,195,416,448	\$428,958,706	\$2,624,375,154
16	Full-time equivalent positions	2,216.88	(20.53)	2,196.35

17 SECTION 2. ONE-TIME FUNDING - EFFECT ON BASE BUDGET - REPORT TO

18 SIXTY-THIRD LEGISLATIVE ASSEMBLY. The following amounts reflect the one-time funding  
19 items approved by the sixty-first legislative assembly for the 2009-11 biennium and the 2011-13  
20 one-time funding items included in the appropriation in section 1 of this Act:

21	One-Time Funding Description	2009-11	2011-13
22	Developmental disabilities rate study	\$100,000	\$0
23	Supplemental payment	400,000	0
24	Extraordinary repairs	3,443,692	0
25	Federal stimulus funds	88,033,205	519,175
26	Equipment over \$5,000	352,606	0
27	<del>State hospital capital projects</del>	<del>0</del>	<del>1,800,000</del>
28	<del>Total all funds</del>	<del>\$92,329,503</del>	<del>\$2,319,175</del>
29	State hospital capital projects	0	1,961,840
30	Total all funds	\$92,329,503	\$2,481,015
31	Less estimated income	88,033,205	519,175

1	<del>Total general fund</del>	<del>\$4,296,298</del>	<del>\$1,800,000</del>
2	Total general fund	\$4,296,298	\$1,961,840

3 The 2011-13 one-time funding amounts are not a part of the entity's base budget for the  
4 2013-15 biennium. The department of human services shall report to the appropriations  
5 committees of the sixty-third legislative assembly on the use of this one-time funding for the  
6 biennium beginning July 1, 2011, and ending June 30, 2013.

7 **SECTION 3. FUNDING TRANSFERS - EXCEPTION - AUTHORIZATION.** Notwithstanding  
8 section 54-16-04, the department of human services may transfer appropriation authority  
9 between line items within each subdivision of section 1 of this Act and between subdivisions  
10 within section 1 of this Act for the biennium beginning July 1, 2011, and ending June 30, 2013.  
11 The department shall notify the office of management and budget of any transfer made  
12 pursuant to this section. The department shall report to the budget section after June 30, 2012,  
13 any transfers made in excess of \$50,000 and to the appropriations committees of the sixty-third  
14 legislative assembly regarding any transfers made pursuant to this section.

15 **SECTION 4. EXEMPTION.** The amount appropriated for the replacement of the medicaid  
16 management information system in chapter 50 of the 2007 Session Laws is not subject to the  
17 provisions of section 54-44.1-11. Any unexpended funds from this appropriation approved under  
18 section 54-44.1-11 for continuation into the 2009-11 biennium are available for the completion of  
19 the medicaid management information system project during the biennium beginning July 1,  
20 2011, and ending June 30, 2013.

21 **SECTION 5. EXEMPTION.** The amount appropriated to the department of human services,  
22 as contained in subdivisions 1, 2, and 3 of section 1 of chapter 12 of the 2009 Session Laws is  
23 not subject to the provisions of section 54-44.1-11. Any unexpended general fund dollars from  
24 this appropriation are available for the purpose of funding medical assistance grants during the  
25 biennium beginning July 1, 2011, and ending June 30, 2013.

26 **SECTION 6. OFFICE SPACE LEASE LIMITATION.** The department of human services  
27 may not expend more than twelve dollars and fifty cents per square foot per year for leasing  
28 office space in the prairie hills plaza in Bismarck for the biennium beginning July 1, 2011, and  
29 ending June 30, 2013.

30 **SECTION 7. SUPPLEMENTAL PAYMENTS - DEVELOPMENTAL DISABILITIES**  
31 **SERVICE PROVIDER SALARY AND BENEFIT INCREASES.** The funding appropriated in

1 subdivision 2 of section 1 of this Act includes \$11,364,049, of which \$5,021,489 is from the  
2 general fund and \$6,342,560 is from federal funds, for providing supplemental payments to  
3 developmental disabilities service providers to allow for a salary and benefit increase for  
4 employees beginning July 1, 2011.

5 **SECTION 8. LEGISLATIVE INTENT - FULL-TIME EQUIVALENT POSITIONS.** It is the  
6 intent of the sixty-second legislative assembly that the department of human services only fill  
7 the seven new full-time equivalent positions authorized by the legislative assembly for the  
8 2011-13 biennium relating to implementing federal health care reform after receiving applicable  
9 rules from the federal department of health and human services.

10 **SECTION 9. AMENDMENT.** Section 50-29-04 of the North Dakota Century Code is  
11 amended and reenacted as follows:

12 **50-29-04. Plan requirements.**

13 The plan:

- 14 1. Must be provided through private contracts with insurance carriers;
- 15 2. Must allow conversion to another health insurance policy;
- 16 3. Must be based on an actuarial equivalent of a benchmark plan;
- 17 4. Must incorporate every state-required waiver approved by the federal government;
- 18 5. Must include community-based eligibility outreach services; and
- 19 6. Must provide:
  - 20 a. A net income eligibility limit of one hundred ~~sixty~~**seventy-five** percent of the
  - 21 poverty line;
  - 22 b. A copayment requirement for each pharmaceutical prescription and for each
  - 23 emergency room visit;
  - 24 c. A deductible for each inpatient hospital visit;
  - 25 d. Coverage for:
    - 26 (1) Inpatient hospital, medical, and surgical services;
    - 27 (2) Outpatient hospital and medical services;
    - 28 (3) Psychiatric and substance abuse services;
    - 29 (4) Prescription medications;
    - 30 (5) Preventive screening services;
    - 31 (6) Preventive dental and vision services; and

- 1 (7) Prenatal services; and
- 2 e. A coverage effective date that is the first day of the month, following the date of
- 3 application and determination of eligibility.