

PROPOSED AMENDMENTS TO ENGROSSED SENATE BILL NO. 2004

Page 1, line 2, after "repeal" insert "chapter 23-17.5 and"

Page 1, line 2, after the second "to" insert "health care provider cooperative agreements and"

Page 1, replace lines 13 through 16 with:

"Salaries and wages	\$49,351,659	\$3,523,961	\$52,875,620
Accrued leave payments	0	2,223,289	2,223,289
Operating expenses	50,272,030	(13,755,947)	36,516,083
Capital assets	1,998,073	2,215	2,000,288
Grants	57,928,038	(6,705,309)	51,222,729"

Page 1, replace lines 20 through 23 with:

"Total all funds	\$189,870,305	(\$14,673,184)	\$175,197,121
Less estimated income	<u>156,956,525</u>	<u>(18,028,735)</u>	<u>138,927,790</u>
Total general fund	\$32,913,780	\$3,355,551	\$36,269,331
Full-time equivalent positions	344.00	6.00	350.00"

Page 2, replace lines 11 and 12 with:

"Less estimated income		<u>3,992,228</u>	<u>265,000</u>
Total general fund		\$1,100,000	\$500,000"

Page 2, after line 16, insert:

"SECTION 3. FAMILY VIOLENCE GRANTS - CONTINGENT FUNDING. The grants line item in section 1 of this Act includes \$80,000 from the general fund for family violence services and prevention grants. This funding is contingent on the state department of health certifying to the director of the office of management and budget that federal funds available to the department for family violence grants have been reduced due to federal sequestration. The department may spend these funds to the extent that federal funds are reduced."

Page 2, remove lines 23 through 25

Page 3, line 3, replace "Section" with "Chapter 23-17.5 and section"

Page 3, line 3, replace "is" with "are"

Re-number accordingly

STATEMENT OF PURPOSE OF AMENDMENT:

Senate Bill No. 2004 - State Department of Health - House Action

	Executive Budget	Senate Version	House Changes	House Version
Salaries and wages	\$58,149,478	\$58,191,244	(\$5,315,624)	\$52,875,620
Operating expenses	38,152,557	38,527,557	(2,011,474)	36,516,083
Capital assets	2,224,288	2,224,288	(224,000)	2,000,288
Grants	57,316,529	57,484,729	(6,262,000)	51,222,729
Tobacco prevention	5,544,251	5,544,251		5,544,251
WIC food payments	24,659,861	24,659,861		24,659,861

Federal stimulus funds	155,000	155,000		155,000
Accrued leave payments			2,223,289	2,223,289
Total all funds	\$186,201,964	\$186,786,930	(\$11,589,809)	\$175,197,121
Less estimated income	140,216,701	140,618,913	(1,691,123)	138,927,790
General fund	\$45,985,263	\$46,168,017	(\$9,898,686)	\$36,269,331
FTE	354.00	354.00	(4.00)	350.00

Department No. 301 - State Department of Health - Detail of House Changes

	Adjusts State Employee Compensation and Benefits Package¹	Provides Separate Line Item for Accrued Leave Payments²	Removes Workforce Safety Insurance for Volunteers³	Removes Funding for Oil Impact Grants⁴	Decreases Funding for Operating Expenses⁵	Removes Funding for School of Medicine Autopsy Services⁶
Salaries and wages	(\$2,429,853)	(\$2,223,289)				
Operating expenses			(84,000)		(250,000)	(640,000)
Capital assets						
Grants				(1,184,000)		
Tobacco prevention						
WIC food payments						
Federal stimulus funds						
Accrued leave payments		2,223,289				
Total all funds	(\$2,429,853)	\$0	(\$84,000)	(\$1,184,000)	(\$250,000)	(\$640,000)
Less estimated income	(1,118,123)	0	0	0	(200,000)	0
General fund	(\$1,311,730)	\$0	(\$84,000)	(\$1,184,000)	(\$50,000)	(\$640,000)
FTE	0.00	0.00	0.00	0.00	0.00	0.00
	Removes Funding for Community Paramedic⁷	Adjusts Funding Source of Food and Lodging Licensing System⁸	Removes Funding for Environmental Health FTE Positions⁹	Decreases Funding for Emergency Medical Services Grants¹⁰	Removes Funding for Emergency Medical Services Manager¹¹	Decreases Funding for Statewide Stroke System of Care¹²
Salaries and wages	(\$135,000)		(\$388,386)		(\$139,096)	
Operating expenses	(141,600)		(359,970)		(60,904)	(375,000)
Capital assets			(224,000)			
Grants				(5,150,000)		(8,000)
Tobacco prevention						
WIC food payments						
Federal stimulus funds						
Accrued leave payments						
Total all funds	(\$276,600)	\$0	(\$972,356)	(\$5,150,000)	(\$200,000)	(\$383,000)
Less estimated income	0	110,000	0	0	0	(383,000)
General fund	(\$276,600)	(\$110,000)	(\$972,356)	(\$5,150,000)	(\$200,000)	\$0
FTE	(1.00)	0.00	(3.00)	0.00	0.00	0.00
	Adds Contingent Funding for Family Violence Services and Prevention Grants¹³	Removes Funding Related to Health Care Provider Cooperative Agreements¹⁴	Total House Changes			
Salaries and wages			(\$5,315,624)			
Operating expenses		(100,000)	(2,011,474)			
Capital assets			(224,000)			
Grants	80,000		(6,262,000)			
Tobacco prevention						
WIC food payments						
Federal stimulus funds						
Accrued leave payments			2,223,289			
	\$80,000	(\$100,000)	(\$11,589,809)			

Total all funds			
Less estimated income	0	(100,000)	(1,691,123)
General fund	\$80,000	\$0	(\$9,898,686)
FTE	0.00	0.00	(4.00)

¹ This amendment adjusts the state employee compensation and benefits package as follows:

- Reduces the performance component from 3 to 5 percent per year to 2 to 4 percent per year.
- Reduces the market component from 2 to 4 percent per year for employees below the midpoint of their salary range to up to 2 percent for employees in the first quartile of their salary range for the first year of the biennium only.
- Removes funding for additional retirement contribution increases.

² A portion of salaries and wages funding from the general fund (\$707,673) and from other funds (\$1,515,616) for permanent employees' compensation and benefits is reallocated to an accrued leave payments line item for paying annual leave and sick leave for eligible employees.

³ Removes funding for workforce safety insurance for volunteers included in the executive recommendation. The additional payment was determined to be unnecessary by Workforce Safety and Insurance.

⁴ Oil impact funding for grants to local public health units in oil-impacted areas of the state included in the executive recommendation and approved by the Senate is removed.

⁵ Operating expenses are reduced departmentwide.

⁶ Professional services to contract with the University of North Dakota School of Medicine and Health Sciences to perform autopsies in the eastern part of the state, included in the executive recommendation and approved by the Senate are removed.

⁷ Funding for 1 FTE position to implement a community paramedic/community health care worker pilot project and for educational startup costs is removed.

⁸ The funding source of one-time funding for a food and lodging licensing management system included in the executive recommendation and approved by the Senate is changed from the general fund to special funds from food and lodging fees.

⁹ Funding for 3 environmental health FTE positions, included in the executive recommendation and approved by the Senate is removed as follows:

- 1 FTE laboratory services position (\$101,638) and related operating expenses (\$335,543) and capital assets (\$224,000), and
- 2 FTE municipal facilities positions (\$286,748) and related operating expenses (\$24,427).

¹⁰ Funding for rural emergency medical services grants is reduced to provide a total of \$2.19 million, of which \$940,000 is from the general fund and \$1.25 million is from the insurance tax distribution fund. The executive recommendation included \$7.34 million, of which \$6.09 million is from the general fund and \$1.25 million is from the insurance tax distribution fund, \$2.35 million more than the 2011-13 biennium.

¹¹ Funding increases provided in the executive recommendation in the salaries and wages line item and the operating expenses line item for an emergency medical services grants manager are removed.

¹² Funding added by the Senate from the tobacco prevention and control trust fund to provide an increase in funding for the continued implementation of the statewide integrated stroke system of care is removed. The executive recommendation included \$473,324 from the general fund for the statewide integrated stroke system of care. Funding was added by the Senate to provide a total of \$856,324 for the statewide integrated stroke system of care, of which \$473,324 is from the general fund.

¹³ Contingent funding is added for family violence services and prevention grants. The funding is contingent on a reduction in federal funds resulting from sequestration.

¹⁴ Operating expenses are reduced due to the repeal of Chapter 23-17.5 related to health care provider cooperative agreements.

In addition, this amendment:

- Adds a section to provide the additional funding in the grants line item for family violence services and prevention grants of \$80,000 from the general fund is contingent on the State Department of Health certifying to the Director of the Office of Management and Budget that federal funds available to the department for family violence grants has been reduced due to federal sequestration. The department may spend these funds to the extent that federal funds are reduced.
- Adds a section to repeal Chapter 23-17.5 related to health care provider cooperative agreements.
- Removes a section added by the Senate to provide \$383,000 from the tobacco prevention and control trust fund for the continued implementation of the statewide integrated stroke system of care.