

PROPOSED AMENDMENTS TO HOUSE BILL NO. 1012

Page 1, line 2, replace "and" with "to authorize the department of human services to convey land in Walsh County; to amend and reenact section 50-24.1-37 of the North Dakota Century Code, relating to Medicaid expansion; to repeal section 50-24.1-37 of the North Dakota Century Code, relating to the Medicaid expansion program;"

Page 1, line 2, after "exemptions" insert "; to provide statements of legislative intent; to provide a report to the legislative management; to provide for a legislative management study; to provide appropriations; to provide an expiration date; to provide a contingent effective date; and to declare an emergency"

Page 1, replace lines 14 through 20 with:

"Salaries and wages	\$28,049,386	(\$4,612,071)	\$23,437,315
Operating expenses	87,542,966	71,922,860	159,465,826
Capital assets	26,000	(26,000)	0
Grants	<u>0</u>	<u>204,000</u>	<u>204,000</u>
Total all funds	\$115,618,352	\$67,488,789	\$183,107,141
Less estimated income	<u>71,324,758</u>	<u>56,767,760</u>	<u>128,092,518</u>
Total general fund	\$44,293,594	\$10,721,029	\$55,014,623"

Page 2, replace lines 1 through 8 with:

"Salaries and wages	\$58,102,898	\$2,884,535	\$60,987,433
Operating expenses	107,383,843	17,207,206	124,591,049
Capital assets	0	10,000	10,000
Grants	457,953,280	5,921,488	463,874,768
Grants - medical assistance	<u>2,384,560,568</u>	<u>(30,582,216)</u>	<u>2,353,978,352</u>
Total all funds	\$3,008,000,589	(\$4,558,987)	\$3,003,441,602
Less estimated income	<u>1,995,024,801</u>	<u>(90,849,740)</u>	<u>1,904,175,061</u>
Total general fund	\$1,012,975,788	\$86,290,753	\$1,099,266,541"

Page 2, replace lines 13 through 17 with:

"Human service centers	\$198,888,443	(\$3,083,589)	\$195,804,854
Institutions	<u>139,587,498</u>	<u>258,930</u>	<u>139,846,428</u>
Total all funds	\$338,475,941	(\$2,824,659)	\$335,651,282
Less estimated income	<u>132,820,302</u>	<u>5,301,710</u>	<u>138,122,012</u>
Total general fund	\$205,655,639	(\$8,126,369)	\$197,529,270"

Page 2, replace lines 22 through 25 with:

"Grand total general fund	\$1,262,925,021	\$88,885,413	\$1,351,810,434
Grand total special funds	<u>2,199,169,861</u>	<u>(28,780,270)</u>	<u>2,170,389,591</u>
Grand total all funds	\$3,462,094,882	\$60,105,143	\$3,522,200,025
Full-time equivalent positions	2,211.08	(74.85)	2,136.23

SECTION 2. HEALTH INSURANCE INCREASE. The appropriation in section 1 of this Act includes the sum of \$6,376,445, of which \$5,350,004 is from the general fund,

for increases in employee health insurance premiums from \$1,130 to \$1,249 per month."

Page 2, line 26, after "FUNDING" insert "- EFFECT ON BASE BUDGET - REPORT TO SIXTY-SIXTH LEGISLATIVE ASSEMBLY"

Page 2, line 28, after "biennium" insert "and the 2017-19 biennium one-time funding items included in the appropriations in section 1 of this Act"

Page 3, replace lines 9 through 12 with:

"Modification of eligibility systems	60,872,269	0
Child care licensing and data system	0	3,000,000
Health information network/care coordination	0	40,800,000
Total all funds	\$64,962,269	\$43,800,000
Less estimated income	46,870,102	43,800,000
Total general fund	\$18,092,167	\$0

The 2017-19 biennium one-time funding amounts are not a part of the entity's base budget for the 2019-21 biennium. The department of human services shall report to the appropriations committees of the sixty-sixth legislative assembly on the use of this one-time funding for the biennium beginning July 1, 2017, and ending June 30, 2019."

Page 4, after line 10, insert:

SECTION 8. ESTIMATED INCOME. Of funds appropriated in section 1 of this Act, \$16,000,000 is from the tobacco prevention and control trust fund for the purpose of defraying expenses in the medical services division, for the biennium beginning July 1, 2017, and ending June 30, 2019.

SECTION 9. ESTIMATED INCOME. Of funds appropriated in section 1 of this Act, \$686,191 is from the health care trust fund for the purpose of defraying expenses of long-term care services programs, for the biennium beginning July 1, 2017, and ending June 30, 2019.

SECTION 10. APPROPRIATION - 2015-17 BIENNIUM. There is appropriated out of special funds derived from federal funds, not otherwise appropriated, the sum of \$9,000,000, or so much of the sum as may be necessary, to the department of human services for the purpose of defraying medical assistance grant costs, for the period beginning with the effective date of this Act and ending June 30, 2017.

SECTION 11. APPROPRIATION - 2015-17 BIENNIUM - REBASING AND OPERATING MARGINS. There is appropriated out of any moneys in the general fund in the state treasury, not otherwise appropriated, the sum of \$329,636, or so much of the sum as may be necessary, and from special funds derived from federal funds and other income, the sum of \$329,636, or so much of the sum as may be necessary, to the department of human services for the purpose of adjusting long-term care facility rates relating to rebasing and operating margins, for the period beginning June 1, 2017, and ending June 30, 2017.

SECTION 12. LEGISLATIVE INTENT - POLICY CHANGES AND CLARIFICATION RELATED TO HOME HEALTH. It is the intent of the sixty-fifth legislative assembly that the department of human services adopt rules in accordance with the Medicaid program, face-to-face requirements for home health services; policy changes and clarifications related to home health final rule published by the centers for Medicare and Medicaid services on February 2, 2016; title 42, Code of Federal

Regulations, part 440. It is further the intent of the legislative assembly that the department require certified home health agencies to ensure a face-to-face visit occurred between a physician and Medicaid beneficiary before initiating home health services, and to ensure a face-to-face visit between a physician or nonphysician provider occurred before providing medical equipment, supplies, and appliances. It is further the intent of the legislative assembly that the department adopt rules to define medical equipment, supplies, and appliances and specify allowable time frames for the face-to-face visits.

SECTION 13. LEGISLATIVE INTENT - TRAUMATIC BRAIN INJURY - 1915(i) STATE PLAN AMENDMENT. It is the intent of the sixty-fifth legislative assembly that the department of human services apply for a 1915(i) state plan amendment for traumatic brain injury services. The department may utilize an existing 0.5 full-time equivalent position and funding available in the department's budget for this purpose.

SECTION 14. LEGISLATIVE INTENT - GRAFTON JOB SERVICE NORTH DAKOTA BUILDING PURCHASE. It is the intent of the sixty-fifth legislative assembly that the department of human services purchase the Grafton job service North Dakota building using donated funds for the use of the life skills and transition center, but only if anticipated revenues generated from use of the building will be sufficient to provide for the operating and maintenance costs of the building.

SECTION 15. CONVEYANCE OF LAND AUTHORIZED - LIFE SKILLS AND TRANSITION CENTER. The state of North Dakota by and through the department of human services may convey real property containing 3.46 acres, more or less, associated with the life skills and transition center in Grafton. The department may convey a parcel of land described as follows: the north fifty-eight feet of said north half of the southeast quarter of section twenty-five less the railroad right-of-way and the south forty feet of the north ninety-eight feet of the west one hundred twenty-three feet of said north half of the southeast quarter of section twenty-five less the railroad right-of-way on the terms and conditions determined appropriate by the department and the attorney general. Section 54-01-05.2 and 54-01-05.5 do not apply to this conveyance.

SECTION 16. LEGISLATIVE INTENT - DEVELOPMENTAL DISABILITIES CASE MANAGEMENT. It is the intent of the sixty-fifth legislative assembly that the department of human services provide case management services for individuals with a developmental disability within the ratio provided pursuant to North Dakota Administrative Code for the biennium beginning July 1, 2017, and ending June 30, 2019. If case management services for individuals with a developmental disability exceed the ratio requirement provided in the North Dakota Administrative Code, the department may hire temporary staff or the department may propose a change to North Dakota Administrative Code to meet the ratio requirement.

SECTION 17. LEGISLATIVE INTENT - DEVELOPMENTAL DISABILITIES - PROGRAMMATIC AND ADMINISTRATIVE REQUIREMENTS. It is the intent of the sixty-fifth legislative assembly that the department of human services report all new programmatic and administrative requirements to the centers for Medicare and Medicaid services and seek waivers of the same unless the director finds immediate full compliance necessary for individuals with disabilities.

SECTION 18. LEGISLATIVE INTENT - DEVELOPMENTAL DISABILITIES - CONFLICT-FREE CASE MANAGEMENT. It is the intent of the sixty-fifth legislative assembly that the department of human services request waivers or delays of

implementation of conflict-free case management rules and requirements for individuals with a developmental disability.

SECTION 19. LEGISLATIVE MANAGEMENT STUDY - STATE MEDICAL ASSISTANCE PROGRAMS.

1. During the 2017-18 interim, the legislative management shall consider studying options to operate the state medical assistance program and other related programs, as managed care. The study must:
 - a. Identify and review populations to consider for managed care, including individuals eligible under traditional medical assistance, Medicaid expansion, the children's health insurance program, and individuals receiving services through the long-term care and developmental disabilities programs.
 - b. Consider the needs of individuals receiving services from managed care programs in similar-sized states, and the alignment of benefit packages.
 - c. Review populations covered by the program of all-inclusive care for the elderly in other states.
 - d. Consider options for including services under a managed care arrangement.
 - e. Consider developing a proposed plan, cost estimates, and potential timeline for implementing the managed care options identified.
 - f. Consider preparing and distributing a request for information from managed care organizations regarding the managed care options identified.
2. The legislative management shall report its findings and recommendations, together with any legislation necessary to implement the recommendations, to the sixty-sixth legislative assembly.

SECTION 20. AMENDMENT. Section 50-24.1-37 of the North Dakota Century Code is amended and reenacted as follows:

50-24.1-37. (Effective January 1, 2014, through July 31, ~~2017~~2019) Medicaid expansion - Legislative management report.

1. The department of human services shall expand medical assistance coverage as authorized by the federal Patient Protection and Affordable Care Act [Pub. L. 111-148], as amended by the Health Care and Education Reconciliation Act of 2010 [Pub. L. 111-152] to individuals under sixty-five years of age with income below one hundred thirty-eight percent of the federal poverty level, based on modified adjusted gross income.
2. The department of human services shall inform new enrollees in the medical assistance program that benefits may be reduced or eliminated if federal participation decreases or is eliminated.
3. Effective January 1, 2018, medical assistance expansion program applicants and recipients who are at least nineteen but less than

twenty-one years of age must receive coverage through traditional medical assistance.

4. The department shall implement the expansion by bidding through private carriers or utilizing the health insurance exchange.
5. The contract between the department and the private carrier must:
 - a. Provide a reimbursement methodology for all medications and dispensing fees which identifies the minimum amount paid to pharmacy providers for each medication. The reimbursement methodology, at a minimum, must:
 - (1) Be available on the department's website; and
 - (2) Encompass all types of pharmacy providers regardless of whether the pharmacy benefits are being paid through the private carrier or contractor or subcontractor of the private carrier under this section.
 - b. Provide full transparency of all costs and all rebates in aggregate.
 - c. Allow an individual to obtain medication from a pharmacy that provides mail order service; however, the contract may not require mail order to be the sole method of service.
 - d. Ensure that pharmacy services obtained in jurisdictions other than this state and its three contiguous states are subject to prior authorization and reporting to the department for eligibility verification.
 - e. Ensure the payments to pharmacy providers do not include a required payback amount to the private carrier or one of the private carrier's contractors or subcontractors which is not representative of the amounts allowed under the reimbursement methodology provided in subdivision a.
 - f. Any
6. The contract between the department and the private carrier must provide the department with full access to provider reimbursement rates. The department shall consider provider reimbursement rate information in selecting a private carrier under this section. Before August first of each even-numbered year, the department shall submit a report to the legislative management regarding provider reimbursement rates under the medical assistance expansion program. This report may provide cumulative data and trend data but may not disclose identifiable provider reimbursement rates.
7. Provider reimbursement rate information received by the department under this section and any information provided to the department of human services or any audit firm by a pharmacy benefit manager under this section is confidential under section 44-04-17.1, except the department may use the reimbursement rate information to prepare the report to the legislative management as required under this section.

SECTION 21. REPEAL. Section 50-24.1-37 of the North Dakota Century Code is repealed.

SECTION 22. CONTINGENT EFFECTIVE DATE. Section 21 of this Act becomes effective if the executive director of the department of human services certifies to the secretary of state and the legislative council the federal government ended the medical assistance expansion program.

SECTION 23. EMERGENCY. Sections 10, 11, and 15 of this Act are declared to be an emergency measure."

Renumber accordingly

STATEMENT OF PURPOSE OF AMENDMENT:

House Bill No. 1012 - Summary of House Action

	Base Budget	House Changes	House Version
DHS - Management			
Total all funds	\$115,618,352	\$67,488,789	\$183,107,141
Less estimated income	71,324,758	56,767,760	128,092,518
General fund	\$44,293,594	\$10,721,029	\$55,014,623
DHS - Program/Policy			
Total all funds	\$3,008,000,589	(\$4,558,987)	\$3,003,441,602
Less estimated income	1,995,024,801	(90,849,740)	1,904,175,061
General fund	\$1,012,975,788	\$86,290,753	\$1,099,266,541
DHS - Field Services			
Total all funds	\$338,475,941	(\$2,824,659)	\$335,651,282
Less estimated income	132,820,302	5,301,710	138,122,012
General fund	\$205,655,639	(\$8,126,369)	\$197,529,270
Bill total			
Total all funds	\$3,462,094,882	\$60,105,143	\$3,522,200,025
Less estimated income	2,199,169,861	(28,780,270)	2,170,389,591
General fund	\$1,262,925,021	\$88,885,413	\$1,351,810,434

House Bill No. 1012 - DHS - Management - House Action

	Base Budget	House Changes	House Version
Salaries and wages	\$28,049,386	(\$4,612,071)	\$23,437,315
Operating expenses	87,542,966	71,922,860	159,465,826
Capital assets	26,000	(26,000)	
Grants		204,000	204,000
Total all funds	\$115,618,352	\$67,488,789	\$183,107,141
Less estimated income	71,324,758	56,767,760	128,092,518
General fund	\$44,293,594	\$10,721,029	\$55,014,623
FTE	147.10	(24.65)	122.45

Department No. 326 - DHS - Management - Detail of House Changes

	Management¹	Total House Changes
Salaries and wages	(\$4,612,071)	(\$4,612,071)
Operating expenses	71,922,860	71,922,860
Capital assets	(26,000)	(26,000)
Grants	204,000	204,000
Total all funds	\$67,488,789	\$67,488,789
Less estimated income	56,767,760	56,767,760
General fund	\$10,721,029	\$10,721,029
FTE	(24.65)	(24.65)

Management - House Changes:

	FTE Positions	General Fund	Other Funds	Total
2017-19 Ongoing Funding Changes				
Transfers for division adjustments	26.13	\$2,668,134	(\$650,379)	\$2,017,755
Funding is added for cost-to-continue 2015-17 biennium salaries and benefit increases and for other base payroll changes	0.22	837,538	281,553	1,119,091
Funding is added for increases in employee health insurance premiums from \$1,130 to \$1,249 per month		368,023	178,501	546,524
Removes funding for paying accumulated annual/sick leave		(84,610)	(43,811)	(128,421)
Reduces funding for staff overtime		(234,364)	(112,189)	(346,553)
Adjusts funding relating to budget reductions		161,283	0	161,283
Adjusts funding for operating expenses		1,579,154	(1,126,056)	453,098
Reduces departmentwide FTE positions	(51.00)	(4,525,740)	(3,277,260)	(7,803,000)
Administrative				
Adjusts funding for continued program changes		1,191,459	(114,475)	1,076,984
Adds funding for opioid treatment		0	672	672
Information Technology Services				
Adjusts funding for continued program changes		8,406,264	18,208,054	26,614,318
Adjusts for funding source changes		366,888	(366,888)	0
Adds funding for opioid treatment		0	3,038	3,038
Removes funding for equipment and software over \$5,000		(13,000)	(13,000)	(26,000)
Total ongoing funding changes	(24.65)	\$10,721,029	\$12,967,760	\$23,688,789
Informational Technology				
Adds funding for a child care licensing system		\$0	\$3,000,000	\$3,000,000
Adds funding for a health information technology and care coordination system		0	40,800,000	40,800,000
Total one-time funding changes	0.00	\$0	\$43,800,000	\$43,800,000
Total Changes - Management	(24.65)	\$10,721,029	\$56,767,760	\$67,488,789

House Bill No. 1012 - DHS - Program/Policy - House Action

	Base Budget	House Changes	House Version
Salaries and wages	\$58,102,898	\$2,884,535	\$60,987,433
Operating expenses	107,383,843	17,207,206	124,591,049
Capital assets		10,000	10,000
Grants	457,953,280	5,921,488	463,874,768
Grants - Medical assistance	2,384,560,568	(30,582,216)	2,353,978,352
Total all funds	\$3,008,000,589	(\$4,558,987)	\$3,003,441,602
Less estimated income	1,995,024,801	(90,849,740)	1,904,175,061
General fund	\$1,012,975,788	\$86,290,753	\$1,099,266,541
FTE	348.50	10.00	358.50

Department No. 328 - DHS - Program/Policy - Detail of House Changes

	Program and Policy ¹	Total House Changes
Salaries and wages	\$2,884,535	\$2,884,535

Operating expenses	17,207,206	17,207,206
Capital assets	10,000	10,000
Grants	5,921,488	5,921,488
Grants - Medical assistance	(30,582,216)	(30,582,216)
Total all funds	(\$4,558,987)	(\$4,558,987)
Less estimated income	(90,849,740)	(90,849,740)
General fund	\$86,290,753	\$86,290,753
FTE	10.00	10.00

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Program and Policy - House Changes:

	FTE Positions	General Fund	Other Funds	Total
2017-19 Ongoing Funding Changes				
Transfers for division adjustments	8.00	\$571,591	\$1,216,374	\$1,787,965
Transfers the Head Start program to the Department of Public Instruction		(4,900)	(261,137)	(266,037)
Funding is added for cost-to-continue 2015-17 biennium salaries and benefit increases and for other base payroll changes	2.00	680,194	751,245	1,431,439
Funding is added for increases in employee health insurance premiums from \$1,130 to \$1,249 per month		606,461	444,959	1,051,420
Removes funding for paying accumulated annual/sick leave		(169,458)	(340,113)	(509,571)
Reduces funding for staff overtime		(37,447)	(66,675)	(104,122)
Reduces funding for operating expenses		(308,431)	0	(308,431)
Economic Assistance				
Adjusts funding for continued program changes		(97,243)	6,013,065	5,915,822
Restores funding relating to budget reductions		34,015	0	34,015
Reduces funding for operating expenses		(28,667)	(82,494)	(111,161)
Adjusts funding for child care assistance eligibility		(2,160,357)	(578,229)	(2,738,586)
Adjusts funding for grant cost and caseload changes		(1,784,525)	(12,445,945)	(14,230,470)
Adjusts for funding source changes		69,767	(69,767)	0
Adds funding for employment and training program		173,250	554,400	727,650
Child Support				
Adjusts funding for continued program changes		(152,764)	(128,949)	(281,713)
Restores funding relating to budget reductions		58,741	0	58,741
Reduces funding for operating expenses		(21,482)	(56,996)	(78,478)
Reduces funding for overtime		(15,305)	(28,968)	(44,273)
Medical Services				
Adjusts funding for continued program changes		864,283	542,868	1,407,151
Restores funding relating to budget reductions		88,828	0	88,828
Restores funding relating to budget reductions - Cost and caseload changes		4,610,087	0	4,610,087
Reduces funding for operating expenses		(17,710)	(19,990)	(37,700)
Adjusts professional fee schedule to 100 percent of Medicare and policy changes		(10,612,966)	(24,189,744)	(34,802,710)
Adjusts funding for grant cost and caseload changes		20,989,553	(109,028,047)	(88,038,494)
Adjusts for funding source changes		431,372	(431,372)	0
Adjusts for funding source changes - Tobacco prevention fund		(15,000,000)	15,000,000	0
Federal medical assistance percentage changes		17,233,048	(17,233,048)	0
Adds funding to increase age of autism waiver through 11 years old		183,647	183,647	367,294
Adds funding for opioid treatment		0	1,996,287	1,996,287
Adjusts physical, occupational, and speech therapy rates to the level approved during the 2015 session		468,630	0	468,630
Adjusts Part B premium increase		(1,700,941)	(1,915,238)	(3,616,179)
Reduces funding for autism spectrum disorder		(1,000,000)	(1,000,000)	(2,000,000)

program

Adjusts funding for qualified service provider vendor contracts leaving a total of \$1,445,157	(153,827)	(52,624)	(206,451)
Adds funding for Medicare clawback payments	7,819,983	0	7,819,983

Long-Term Care

Restores funding relating to budget reductions - Cost and caseload changes	3,027,699	0	3,027,699
Adjusts funding for nursing home operating margin, rebasing, and incentives	631,178	8,824,911	9,456,089
Adjusts funding for basic care services	68,094	2,345	70,439
Adjusts funding for homemaker services	110,445	429	110,874
Adjusts funding for grant cost and caseload changes	22,352,910	20,771,623	43,124,533
Adjusts for funding source changes	(888,144)	888,144	0
Adds funding for Money Follows the Person grants	527,954	527,953	1,055,907
Adds funding to increase age of autism waiver through 11 years old	183,609	183,628	367,237
Adjusts funding for community services relating to the Fair Labor Standards Act	(3,518,393)	(4,047,774)	(7,566,167)

Developmental Disabilities Council

Restores funding relating to budget reductions	73	0	73
Adjusts funding for continued program changes	0	59,773	59,773

Aging Services

Adjusts funding for continued program changes	105,755	521,166	626,921
Restores funding relating to budget reductions	46,361	0	46,361
Adjusts funding for operating expenses	(7,480)	(656)	(8,136)
Adjusts funding source for nutrition service program	(466,694)	466,694	0
Adjusts funding to vulnerable adult contracts	(8,500)	319,292	310,792
Removes funding for Lifespan Respite Care program (in HB 1038)	0	(200,000)	(200,000)

Children and Family Services

Adjusts funding for continued program changes	(405,146)	1,529,195	1,124,049
Restores funding relating to budget reductions	305,576	0	305,576
Restores funding relating to budget reductions - Cost and caseload changes	1,233,182	0	1,233,182
Adjusts funding for operating expenses	(373)	(627)	(1,000)
Adjusts funding for grant cost and caseload changes	11,548,425	2,587,856	14,136,281
Restores funding for Healthy Families	150,000	0	150,000
Adjusts for funding source changes	4,897,464	(4,768,241)	129,223
Restores funding for child care quality contract	850,000	0	850,000
Restores funding for child care inclusion grants	100,000	0	100,000
Restores funding for child care inclusion specialists	200,000	0	200,000
Adds funding for alternatives to abortion to provide a total of \$600,000	0	100,000	100,000

Behavioral Health Division

Adjusts funding for continued program changes	16,307	5,462,077	5,478,384
Restores funding relating to budget reductions	1,322,327	0	1,322,327
Reduces funding for parents listen, educate, ask, discuss program	(260,000)	0	(260,000)
Reduces funding for operating expenses	(80,859)	0	(80,859)
Adjusts for funding source changes	1,071,399	(1,071,399)	0
Adjusts funding for Governor's Advisory Council	30,000	0	30,000
Restores Robinson Recovery Center funding	237,500	0	237,500
Reduces funding for compulsive gambling services	(237,673)	0	(237,673)
Reduces funding for the substance use disorder voucher program to \$375,000	(1,125,000)	0	(1,125,000)

Vocational Rehabilitation

Adjusts funding for continued program changes	(230,587)	61,854	(168,733)
Restores funding relating to budget reductions	233,781	0	233,781

Adjusts funding for operating expenses	(12,251)	(63,854)	(76,105)
Removes funding for winter recreation program at Bottineau	(65,000)	0	(65,000)
Adds funding for assistive technology	160,000	0	160,000
Developmental Disabilities			
Adjusts funding relating to continued program changes	90,413	(446,703)	(356,290)
Restores funding relating to budget reductions	51,278	0	51,278
Adjusts funding for budget reductions - Cost and caseload changes	4,047,111	0	4,047,111
Adjusts funding for operating expenses	(12,617)	(15,098)	(27,715)
Adjusts funding for grant cost and caseload changes	18,447,931	18,432,322	36,880,253
Federal medical assistance percentage changes	(141,841)	141,841	0
Adds funding for specialized services for individuals with Developmental Disability	100,000	100,000	200,000
Adjusts funding for Family Subsidy program	(112,888)	0	(112,888)
Adjusts funding for the Experienced Parent program	100,000	0	100,000
Adds equipment over \$5,000	0	10,000	10,000
Total changes - Program and policy	10.00	\$86,290,753	(\$90,849,740)

House Bill No. 1012 - DHS - Field Services - House Action

	Base Budget	House Changes	House Version
Human service centers	\$198,888,443	(\$3,083,589)	\$195,804,854
Institutions	139,587,498	258,930	139,846,428
Total all funds	\$338,475,941	(\$2,824,659)	\$335,651,282
Less estimated income	132,820,302	5,301,710	138,122,012
General fund	\$205,655,639	(\$8,126,369)	\$197,529,270
FTE	1715.48	(60.20)	1655.28

Department No. 349 - DHS - Field Services - Detail of House Changes

	Field Services ¹	Total House Changes
Human service centers	(\$3,083,589)	(\$3,083,589)
Institutions	258,930	258,930
Total all funds	(\$2,824,659)	(\$2,824,659)
Less estimated income	5,301,710	5,301,710
General fund	(\$8,126,369)	(\$8,126,369)
FTE	(60.20)	(60.20)

1

Field Services - House Changes:

	FTE Positions	General Fund	Other Funds	Total
2017-19 Ongoing Funding Changes				
Transfers for division adjustments	(34.13)	(\$3,239,725)	(\$565,995)	(\$3,805,720)
Funding is added for cost-to-continue 2015-17 biennium salaries and benefit increases and for other base payroll changes	(26.07)	(8,935,032)	12,051,373	3,116,341
Funding is added for increases in employee health insurance premiums from \$1,130 to \$1,249 per month		4,375,520	402,981	4,778,501
Removes funding for paying accumulated annual/sick leave		(714,757)	(450,890)	(1,165,647)

Reduces funding for staff overtime	(811,046)	(570,546)	(1,381,592)	
Vacant position and employee turnover savings - Institutions	(2,027,897)	0	(2,027,897)	
Vacant position and employee turnover savings - Human Service Centers	(3,250,499)	0	(3,250,499)	
Institutions				
Adds funding for continued program changes	2,311,163	(1,063,812)	1,247,351	
Adds funding for equipment over \$5,000 - State Hospital	453,299	0	453,299	
Adds funding for extraordinary repairs - State Hospital	900,000	0	900,000	
Restores funding relating to budget reductions - State Hospital	1,301,188	0	1,301,188	
Adjusts funding for operating expenses - State Hospital	(364,515)	(13,405)	(377,920)	
Adds funding for equipment over \$5,000 - Life Skills and Transition Center (LSTC)	169,764	0	169,764	
Adds funding for extraordinary repairs - LSTC	476,367	0	476,367	
Restores funding relating to budget reductions - LSTC	838,184	0	838,184	
Adjusts funding for operating expenses - LSTC	(300,784)	(53,301)	(354,085)	
Human Service Centers				
Adds funding for continued program changes	1,406,994	(4,166,214)	(2,759,220)	
Adjusts for funding source changes	(982,540)	982,540	0	
Adjusts funding for grant cost and caseload changes	(1,313,398)	(1,087,709)	(2,401,107)	
Adds funding for extraordinary repairs - Southeast Human Service Center	39,600	0	39,600	
Restores funding for budget reductions	2,338,741	0	2,338,741	
Adjusts funding for operating expenses	(1,046,996)	(163,312)	(1,210,308)	
Restores funding for mobile crisis services in Bismarck	250,000	0	250,000	
Total changes - Field services	(60.20)	(\$8,126,369)	\$5,301,710	(\$2,824,659)

This amendment also adds sections to:

1. Identify the funding increases for the health insurance premium increase.
2. Identify \$16 million from the tobacco prevention and control trust fund for medical services.
3. Identify \$686,191 from the health care trust fund for long-term care services.
4. Provide an appropriation of \$9 million of federal funds for medical assistance grants for the 2015-17 biennium.
5. Provide an appropriation of \$659,272, of which \$329,636 is from the general fund, for rebasing and operating margin for nursing facility rates for the 2015-17 biennium.
6. Provide legislative intent that the Department of Human Services adopt rules in accordance with the Medicaid program, face-to-face requirements for home health services; policy changes and clarification related to home health final rule published by the Centers for Medicare and Medicaid Services on February 2, 2016; and Title 42, Code of Federal Regulations, Part 440.
7. Provide legislative intent that the Department of Human Services apply for a 1915(i) state plan amendment for traumatic brain injury services.
8. Provide legislative intent that the Department of Human Services purchase the Grafton Job Service North Dakota building, but only if anticipated revenues generated from the use of the building will be sufficient to provide for the operating and maintenance costs of the building.
9. Authorize the conveyance of real property containing 3.46 acres associated with the Life Skills and Transition Center in Grafton.
10. Provide legislative intent relating to case management ratios for services for individuals with a developmental disability.

11. Provide legislative intent that the Department of Human Services report all new programmatic and administrative requirements to the Centers for Medicare and Medicaid Services for individuals with disabilities.
12. Provide legislative intent that the Department of Human Services request waivers or delays of implementation of conflict-free case management rules and requirements for individuals with a developmental disability.
13. Request a Legislative Management study of options to operate the state medical assistance program and other related programs, as managed care.
14. Amend North Dakota Century Code Section 50-24.1-37 to continue Medicaid Expansion through July 31, 2019, unless the federal government discontinues the program earlier, to provide for 19 and 20 year olds to be on fee for service beginning January 1, 2018, to require provider reimbursement rate information, to provide for the department to consider reimbursement rate information when selecting a carrier, and to provide for the department to report to the Legislative Management regarding cumulative and trend data regarding the provider reimbursement rates.
15. A section to provide an emergency.