

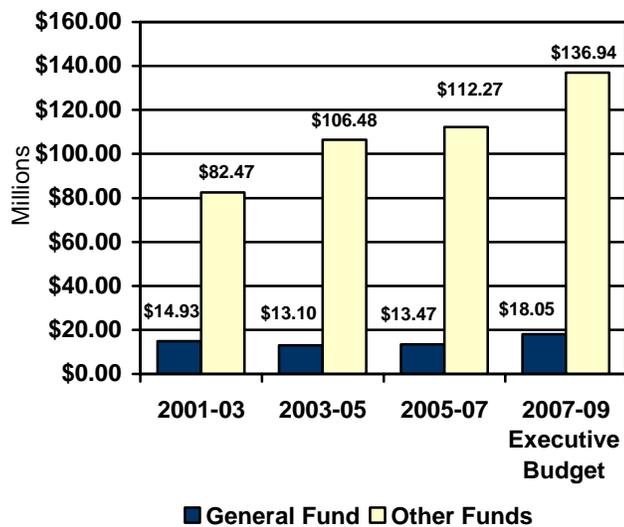
**Department 301 - State Department of Health
 House Bill No. 1004**

| | FTE Positions | General Fund | Other Funds | Total |
|------------------------------------|---------------------|--------------|---------------|--------------------------|
| 2007-09 Executive Budget | 331.50 | \$18,054,828 | \$136,940,183 | \$154,995,011 |
| 2005-07 Legislative Appropriations | 311.50 ¹ | 13,468,904 | 112,270,220 | 125,739,124 ² |
| Increase (Decrease) | 20.00 | \$4,585,924 | \$24,669,963 | \$29,255,887 |

¹The number of FTE positions for the 2005-07 biennium does not reflect an additional 8 FTE positions relating to the transfer of children's special health services from the Department of Human Services to the State Department of Health.

²The 2005-07 appropriation amounts do not include \$11,300,000 of additional special funds authority resulting from Emergency Commission action during the 2005-07 biennium and \$475,000 of special funds capital construction carryover. In addition, the 2005-07 appropriation amounts do not include \$2,395,153, of which \$970,134 is from the general fund and \$1,425,019 of special funds, resulting from the transfer of children's special health services from the Department of Human Services.

Agency Funding



FTE Positions



First House Action

Attached is a summary of first house changes.

**Executive Budget Highlights
 (With First House Changes in Bold)**

| Administrative Health | General Fund | Other Funds | Total |
|---|--------------|---------------|---------------|
| 1. Adds federal funding for 1 FTE education technology program coordinator position | | \$105,640 | \$105,640 |
| 2. Adds federal funding for 1 FTE accounting budget specialist position | | \$114,570 | \$114,570 |
| 3. Adds federal funding for .5 FTE human resource assistant position | | \$56,517 | \$56,517 |
| 4. Adds federal funding for operating costs (\$120,000) and grants (\$100,000) relating to the death registry program | | \$220,000 | \$220,000 |
| 5. Reduces operating costs for state planning grants due to federal funding being discontinued for this program | | (\$51,169) | (\$51,169) |
| 6. Reduces federal funding for emergency preparedness programs | | (\$1,685,504) | (\$1,685,504) |
| 7. Maintains grants to local health units at \$1,100,000 from the general fund. The House increased this amount by \$900,000, for a total general fund appropriation of \$2,000,000. | \$2,000,000 | | \$2,000,000 |
| | | | \$0 |

Community Health

| | | | |
|---|------------|-------------|-------------|
| 8. Adds federal funding for 1 FTE comprehensive cancer clerical position | | \$72,687 | \$72,687 |
| 9. Adds federal funding for 1 FTE comprehensive cancer coordinator position | | \$104,868 | \$104,868 |
| 10. Adds federal funding for operating costs relating to the comprehensive cancer program | | \$110,000 | \$110,000 |
| 11. Adds federal funding for 1 FTE federal tobacco program coordinator position | | \$96,917 | \$96,917 |
| 12. Adds federal funding for 1 FTE family health clerical position | | \$71,941 | \$71,941 |
| 13. Removes 1 FTE state traumatic brain injury position due to federal funding being eliminated | | (\$98,082) | (\$98,082) |
| 14. Adds federal funding for 1 FTE suicide program administrator position | | \$105,820 | \$105,820 |
| 15. Adds federal funding for operating costs (\$21,918) and grants (\$650,000) for suicide prevention programs | (\$30,000) | \$701,918 | \$671,918 |
| 16. Increases federal funding for the women, infants, and children (WIC) program from \$15.75 million to \$17.55 million | | \$1,800,000 | \$1,800,000 |
| 17. Decreases funding for operating expenses for the traumatic brain injury program due to reduction in federal funding for the program | | (\$155,000) | (\$155,000) |
| 18. Adds funding from the community health trust fund for 1 FTE youth tobacco coordinator position (\$100,522) and operating costs (\$453,686) to address youth tobacco and to implement a countermarketing campaign. The House removed this funding and position. | | \$554,208 | \$554,208 |
| 19. Increases funding from the community health trust fund for the tobacco "quitline" to provide nicotine replacement therapy and cessation counseling | | \$185,000 | \$185,000 |

Emergency Preparedness and Response

| | | | |
|---|-------------|-----------|-------------|
| 20. Adds federal funding for operating (\$315,500), capital assets (\$39,500), and grants (\$315,500) for a pandemic flu epidemic preparedness program | | \$670,500 | \$670,500 |
| 21. Provides funding for equipment purchases | | \$202,500 | \$202,500 |
| 22. Adds funding for operating costs to purchase an antiviral stockpile in case of severe flu outbreak (executive budget identified as one-time funding). The House changed \$288,865 of this appropriation relating to administrative cost from a general fund appropriation to special funds and added a \$36,000 general fund appropriation for storage costs. | \$2,263,000 | | \$2,263,000 |

Environmental Health

| | | | |
|---|-----------|--------------|--------------|
| 23. Reduces federal funding for emergency preparedness programs | | (\$377,112) | (\$377,112) |
| 24. Adds federal funding for grants to communities in the southeast corner of the state for arsenic removal projects | | \$11,412,970 | \$11,412,970 |
| 25. Adds federal funding for grants which are passed through to soil conservation districts to complete water source pollution projects | | \$800,000 | \$800,000 |
| 26. Provides funding for bond payments for the laboratory addition | \$185,227 | \$343,994 | \$529,221 |
| 27. Provides funding for extraordinary repairs for the laboratory building | | \$228,841 | \$228,841 |
| 28. Provides funding for various equipment purchases | | \$627,800 | \$627,800 |
| 29. Provides funding for information technology equipment purchases | | \$26,500 | \$26,500 |

Health Resources

| | | | |
|--|--|-----------|-----------|
| 30. Adds federal funding for 1 FTE traffic assessment analyst position | | \$101,175 | \$101,175 |
|--|--|-----------|-----------|

| | | | |
|--|-----------|-------------|-------------|
| 31. Adds federal funding for operating costs relating to emergency traffic assessments | | \$56,356 | \$56,356 |
| Medical Services | | | |
| 32. Reduces federal funding for emergency preparedness programs | | (\$937,876) | (\$937,876) |
| 33. Provides funding for bond payments for the state morgue building | \$163,021 | | \$163,021 |
| 34. Adds funding for 2 FTE positions (\$185,792) and operating costs (\$41,300) to manage immunization orders and reimbursements from providers and to provide required and recommended vaccination in the most cost-effective manner. The House added \$12,200,000 of special funds spending authority for the State Department of Health to purchase and receive reimbursements from providers for the cost of vaccines. | \$227,092 | | \$227,092 |
| Special Populations | | | |
| 35. Transfers the children's special health services program and 8 FTE positions from the Department of Human Services to the State Department of Health, including funding for salaries and wages (\$823,010), operating costs (\$747,109), and grants (\$906,530) | \$994,696 | \$1,481,953 | \$2,476,649 |
| 36. Adds federal funding for operations of the Office of Minority Health to address health disparities among racial and ethnic issues | | \$108,729 | \$108,729 |
| 37. Adds federal funding for 1.5 FTE Office of Minority Health administrator and clerical positions | | \$179,464 | \$179,464 |

Other Sections in Bill

Section 4 of the bill authorizes \$266,119 from the environment and rangeland protection fund for the ground water testing programs. Of this amount, \$50,000 is for a grant to the North Dakota Stockmen's Association for the environmental services program.

Section 5 of the bill allows the State Department of Health to deposit indirect cost recoveries from federal programs and special funds in its operating account.

House Bill No. 1004 as introduced includes \$125,000 from the health care trust fund for the quick response unit pilot project and \$7,280,283 from the community health trust fund for various tobacco and health-related programs. The committee may want to consider adding sections in the bill identifying these amounts appropriated to the State Department of Health from these funds. The total appropriation from the community health trust fund in House Bill No. 1004, after House amendments, is \$7,251,075.

Bioterrorism funding included in House Bill No. 1004:

| | 2005-07 Biennium | 2007-09 Biennium (Executive Recommendation) | Increase (Decrease) |
|--------------------|---------------------|--|----------------------|
| Salaries and wages | \$1,651,940 | \$2,271,717 | \$619,777 |
| Operating expenses | 3,770,592 | 3,309,852 | (460,740) |
| Capital assets | 237,471 | 317,745 | 80,274 |
| Grants | 9,876,406 | 8,468,122 | (1,408,284) |
| Total | \$15,536,409 | \$14,367,436 | (\$1,168,973) |

Bioterrorism funding sources:

| | 2005-07 Biennium | 2007-09 Biennium (Executive Recommendation) | Increase (Decrease) |
|---|---------------------|--|----------------------|
| Centers for Disease Control and Prevention (CDC) Bioterrorism | \$10,938,442 | \$10,189,714 | (\$748,728) |
| CDC - Pandemic flu | 0 | 727,722 | 727,722 |
| Health Resources and Services Administration (HRSA) hospital preparedness program | 4,597,967 | 3,450,000 | (1,147,967) |
| Total | \$15,536,409 | \$14,367,436 | (\$1,168,973) |

Continuing Appropriations

Combined purchasing with local public health units - NDCC Section 23-01-28 - Vaccines are not always available to local health units so it is necessary for the State Department of Health to purchase the vaccine and request the payment from the local health units. When the vaccines are delivered and payment is received, the net effect is zero.

Environmental quality restoration fund - NDCC Sections 23-31-01 and 23-31-02 - This fund was established to allow the State Department of Health to provide immediate and timely response to catastrophic events that threaten the public and environmental health and where the responsible party is late in responding or cannot be located.

Organ tissue transplant fund - NDCC Sections 23-01-05.1 and 57-38-35.1 - This fund was established to provide financial assistance to organ or tissue transplant patients who are residents of North Dakota and demonstrate financial need. Tax refunds of less than \$5 are transferred to the organ tissue transplant fund. The State Health Officer is responsible for adopting rules and administering the fund, and the Tax Department collects the funds.

Major Related Legislation

House Bill No. 1154 - This bill provides for the State Department of Health to regulate tanning facilities.

House Bill No. 1125 - This bill provides for the State Health Council to implement a loan repayment program for **veterinarians**. The State Health Council may annually select no more than three veterinarians to receive funds for repayment of their education loans. The veterinarian must enter into a contract to provide services to the selected community in exchange for repayment of education loans. The funds may not exceed \$80,000 per applicant. The State Health Council shall base the selection of applicants for the program on the following:

- The size of the community to be served, with small rural communities with a population of less than 2,500 receiving the highest priority.
- The number of and access to veterinarians practicing in the community and surrounding area.
- The degree to which residents support the addition of a veterinarian within the community.

House Bill No. 1129 - This bill provides for a transition to an electronic birth registration system and an electronic death registration system effective January 1, 2008.

House Bill No. 1290 - This bill provides a \$100,000 general fund appropriation to the State Department of Health to contract for and assist with an evaluation of the state trauma system.

House Bill No. 1296 - This bill provides an appropriation of \$1,000,000 from the insurance tax distribution fund to the State Department of Health for making payments of insurance premiums tax collections to emergency medical services operations and a \$30,000 general fund appropriation to the State Department of Health for an assessment of the state's emergency medical services system.

House Bill No. 1434 - This bill provides a \$200,000 general fund appropriation to the State Department of Health for establishing a viral hepatitis program.

House Bill No. 1435 - This bill provides a \$2,500,000 general fund appropriation to the State Department of Health for providing vaccines to public health units and other immunization providers.

House Bill No. 1459 - This bill provides a \$228,841 other funds appropriation to the State Department of Health for extraordinary repairs.

House Bill No. 1471 - This bill provides a \$50,000 general fund appropriation to the State Department of Health for providing human papilloma virus education.

House Bill No. 1488 - This bill provides that the life safety portion of basic care surveys must be announced and one-half of the health portion of basic care surveys must be announced. In addition, for purposes of addressing complaints at basic care facilities, all surveys conducted by the State Department of Health must be unannounced.

Senate Bill No. 2152 - This bill requires that a dentist providing services in Fargo, Bismarck, or Grand Forks must practice at a minimum of two full days per week at a public health clinic or nonprofit dental clinic in order to qualify for the dentists loan repayment program. In addition, any dentist receiving loan repayment funds must have received at least \$12,000 of medical assistance reimbursement for dental medical payments during the year.

Senate Bill No. 2276 - This bill provides a \$440,000 appropriation from the community health trust fund to the Governor's office for the Governor's Prevention and Advisory Council.

Senate Bill No. 2302 - This bill provides a \$540,000 general fund appropriation to the State Department of Health for providing grants to domestic violence sexual assault organizations.

Senate Bill No. 2303 - This bill provides a \$100,000 general fund appropriation to the State Department of Health for costs of the North Dakota Health Information Technology Steering Committee and associated grants.

Senate Bill No. 2313 - This bill provides a \$352,000 appropriation from the community health trust fund for providing grants to school districts to purchase automated external defibrillators. The State Department of Health is authorized a .5 FTE position for the period July 1, 2007, to June 30, 2008, for this program.

Senate Bill No. 2384 - This bill provides a \$400,000 general fund appropriation to the State Department of Health for administering and funding health care access grants to local public health units and community-based nonprofit organizations.

Senate Bill No. 2385 - This bill provides a \$1,000,000 general fund appropriation to the State Department of Health to establish a grant program to provide school district or nonpublic school nursing services.

ATTACH:1