

STATEMENT OF PURPOSE OF AMENDMENT:

House Bill No. 1004 - Funding Summary

	Base Budget	Final Legislative Action	Comparison to Base Budget
DHHS - Health Services			
Salaries and wages	\$41,362,968	\$45,193,012	\$3,830,044
Operating expenses	31,242,543	37,721,213	6,478,670
Capital assets	1,796,393	1,469,780	(326,613)
Grants	55,812,575	71,670,145	15,857,570
Tobacco prevention	13,410,022	14,224,257	814,235
WIC food payments	19,900,000	19,900,000	
COVID-19 response	4,459,766	97,740,266	93,280,500
State laboratory		55,120,000	55,120,000
Total all funds	\$167,984,267	\$343,038,673	\$175,054,406
Less estimated income	129,409,112	298,304,218	168,895,106
General fund	\$38,575,155	\$44,734,455	\$6,159,300
FTE	210.50	215.50	5.00
Bill total			
Total all funds	\$167,984,267	\$343,038,673	\$175,054,406
Less estimated income	129,409,112	298,304,218	168,895,106
General fund	\$38,575,155	\$44,734,455	\$6,159,300
FTE	210.50	215.50	5.00

House Bill No. 1004 - DHHS - Health Services - House Action

	Base Budget	House Changes	House Version
Salaries and wages	\$41,362,968	\$5,511,774	\$46,874,742
Operating expenses	31,242,543	6,478,670	37,721,213
Capital assets	1,796,393	(326,613)	1,469,780
Grants	55,812,575	15,857,570	71,670,145
Tobacco prevention	13,410,022	850,459	14,260,481
WIC food payments	19,900,000		19,900,000
COVID-19 response	4,459,766	93,353,091	97,812,857
State laboratory		55,120,000	55,120,000
Total all funds	\$167,984,267	\$176,844,951	\$344,829,218
Less estimated income	129,409,112	170,213,282	299,622,394
General fund	\$38,575,155	\$6,631,669	\$45,206,824
FTE	210.50	5.00	215.50

Department 350 - DHHS - Health Services - Detail of House Changes

	Adjusts Funding for Cost to Continue Salaries¹	Adjusts Base Budget Funding²	Adds Funding for Salary and Benefit Increases³	Adds 1 FTE Autopsy Technician⁴	Adds 4 FTE Program Management Positions⁵	Increases Funding for Information Technology⁶
Salaries and wages	\$319,801	\$2,167,308	\$2,909,563	\$65,094	\$50,008	
Operating expenses		4,099,423				\$1,241,694
Capital assets		(326,613)				
Grants		8,721,285				
Tobacco prevention		(24,358)	74,817			
WIC food payments						
COVID-19 response		93,203,287	149,804			
State laboratory						
Total all funds	\$319,801	\$107,840,332	\$3,134,184	\$65,094	\$50,008	\$1,241,694
Less estimated income	216,068	106,147,341	2,379,473	0	50,008	1,050,392
General fund	\$103,733	\$1,692,991	\$754,711	\$65,094	\$0	\$191,302
FTE	0.00	0.00	0.00	1.00	4.00	0.00

	Adds Funding for Injury Prevention ⁷	Increases Funding for Public Health Registries ⁸	Increases Funding for the Biomedical Cache ⁹	Adds Funding for Emergency Response and Preparedness ¹⁰	Increases Funding for Local Public State Aid ¹¹	Increases Funding for Domestic Violence Prevention ¹²
Salaries and wages						
Operating expenses	\$31,000	\$701,553	\$20,000	\$385,000		
Capital assets						
Grants					\$2,750,000	\$3,686,285
Tobacco prevention						
WIC food payments						
COVID-19 response						
State laboratory						
Total all funds	\$31,000	\$701,553	\$20,000	\$385,000	\$2,750,000	\$3,686,285
Less estimated income	0	0	0	0	2,750,000	1,000,000
General fund	\$31,000	\$701,553	\$20,000	\$385,000	\$0	\$2,686,285
FTE	0.00	0.00	0.00	0.00	0.00	0.00

	Increases Funding for Domestic Violence Offender Treatment ¹³	Adds Funding for Tobacco Treatment and Cessation Grants ¹⁴	Adds Funding for Youth Vaping Prevention Grants ¹⁵	Adds Funding for Laboratory Building ¹⁶	Total House Changes
Salaries and wages					\$5,511,774
Operating expenses					6,478,670
Capital assets					(326,613)
Grants	\$700,000				15,857,570
Tobacco prevention		\$500,000	\$300,000		850,459
WIC food payments					
COVID-19 response					93,353,091
State laboratory				\$55,120,000	55,120,000
Total all funds	\$700,000	\$500,000	\$300,000	\$55,120,000	\$176,844,951
Less estimated income	700,000	500,000	300,000	55,120,000	170,213,282
General fund	\$0	\$0	\$0	\$0	\$6,631,669
FTE	0.00	0.00	0.00	0.00	5.00

¹ Funding is added for cost to continue salary increases.

² Funding is added, including funding from federal and special funds, for base budget changes and adjustments to transfer funding between the former State Department of Health and former Department of Human Services budgets.

³ The following funding is added for 2023-25 biennium salary adjustments of 4 percent on July 1, 2023, and 4 percent on July 1, 2024, and increases in health insurance premiums from \$1,429 to \$1,648 per month:

	General Fund	Other Funds	Total
Salary increase	\$488,250	\$1,513,380	\$2,001,630
Health insurance increase	<u>266,461</u>	<u>866,093</u>	<u>1,132,554</u>
Total	\$754,711	\$2,379,473	\$3,134,184

⁴ Funding is added to convert 1 temporary position to 1 FTE autopsy technician IV position.

⁵ Funding from federal funds is added to convert 4 temporary positions to 4 FTE program management III positions to serve as tribal liaisons.

⁶ Funding is added for Information Technology Department rate increases.

⁷ Funding related to injury prevention is increased for the poison control hotline.

⁸ Funding is added for inflationary increases relating to public health registries.

⁹ Funding is added to expand the biomedical cache.

¹⁰ Funding is added for emergency response and preparedness training and exercise.

¹¹ Funding is added from the community health trust fund to increase local public health state aid to provide a total of \$8,000,000, of which \$4,725,000 is from the general fund and \$3,275,000 is from the community health trust fund.

¹² Funding for domestic violence prevention is increased to provide a total of \$5,936,285, of which \$4,596,285 is from the general fund, \$1,000,000 is from the community health trust fund, and \$340,000 is from the domestic violence and sexual assault prevention fund which receives revenue from marriage license fees.

¹³ Funding from the community health trust fund is increased for domestic violence offender treatment to provide a total of \$1 million from the fund.

¹⁴ Funding from the community health trust fund is added for a NDQuits cessation program with pharmacies.

¹⁵ Funding from the community health trust fund is added for youth vaping and nicotine prevention grants.

¹⁶ One-time funding from the federal State Fiscal Recovery Fund is added for a new laboratory building shared with the Department of Environmental Quality.

This amendment also:

- Adds a section to provide an exemption to allow the Department of Health and Human Services to transfer funding between line items in House Bill No. 1004, subdivisions 1, 2, and 3 of Section 1 of Senate Bill No. 2012, and any other appropriation authority for the Department of Health and Human Services approved by the 68th Legislative Assembly;
- Adds a section to provide an exemption to allow the Department of Health and Human Services to transfer funding from the line items in House Bill No. 1004, subdivisions 1, 2, and 3 of Section 1 of Senate Bill No. 2012, and any other appropriation authority for the Department of Health and Human Services approved by the 68th Legislative Assembly to subdivision 4 of Section 1 of Senate Bill No. 2012;
- Adds a section to require the Office of Management and Budget to combine the appropriation authority contained in Section 1 of House Bill No. 1004, Section 1 of Senate Bill No. 2012, and any other appropriation authority for the Department of Health and Human Services into one budget. The section also requires the Department of Health and Human Services to submit one budget request for the 2025-27 biennium;
- Amends the section related to estimated income provided from the community health trust fund to provide funding of \$20,072,324 from the fund for various programs and grants during the 2023-25 biennium;
- Adds a section to provide the statutory changes to require 80 percent of the funds received by the state as a result of the JUUL Labs, Inc. lawsuit settlement be deposited in the community health trust fund;
- Adds a section to require the Attorney General transfer 80 percent of the JUUL settlement proceeds received during the 2021-23 biennium and deposited in the refund fund to the community health trust fund;
- Adds a section to require the department to first make available \$870,000 from the federal COVID-19 public health crisis response grant to local public health units. Funding not requested by December 31, 2023, will be available to the department for workforce efforts pursuant to grant guidance;
- Adds a section of legislative intent to provide the Laboratory Building Steering Committee include representation from the Department of Health and Human Services, Department of Environmental Quality, Office of Management and Budget, Governor's office, and the Legislative Assembly;
- Adds a section to provide an exemption to allow the department to continue \$3 million of one-time funding, of which \$1.5 million is from the community health trust fund and \$1.5 million is from other funds secured as matching funds, provided for a statewide health strategies initiative during the 2021-23 biennium to the 2023-25 biennium. The amount appropriated from the community health trust fund is contingent on the department securing dollar-for-dollar matching funds; and
- Adds a section to provide an exemption to allow the department to continue any unexpended funding provided from the federal State Fiscal Recovery Fund during the 2021 special legislative session for the public health laboratory capital project. The section provides any unexpended funds remaining of the \$15 million one-time funding appropriation are available for the public health laboratory capital project during the 2023-25 biennium.

House Bill No. 1004 - DHHS - Health Services - Senate Action

	Base Budget	House Version	Senate Changes	Senate Version
Salaries and wages	\$41,362,968	\$46,874,742	(\$1,681,730)	\$45,193,012
Operating expenses	31,242,543	37,721,213		37,721,213
Capital assets	1,796,393	1,469,780		1,469,780
Grants	55,812,575	71,670,145		71,670,145
Tobacco prevention	13,410,022	14,260,481	(36,224)	14,224,257
WIC food payments	19,900,000	19,900,000		19,900,000
COVID-19 response	4,459,766	97,812,857	(72,591)	97,740,266
State laboratory		55,120,000		55,120,000
Total all funds	\$167,984,267	\$344,829,218	(\$1,790,545)	\$343,038,673
Less estimated income	129,409,112	299,622,394	(1,318,176)	298,304,218
General fund	\$38,575,155	\$45,206,824	(\$472,369)	\$44,734,455
FTE	210.50	215.50	0.00	215.50

Department 350 - DHHS - Health Services - Detail of Senate Changes

	Adds Funding for Salary and Benefit Increases¹	Removes Salary Funding for Funding Pool²	Total Senate Changes
Salaries and wages	\$607,000	(\$2,288,730)	(\$1,681,730)
Operating expenses			
Capital assets			
Grants			
Tobacco prevention	13,814	(50,038)	(36,224)
WIC food payments			
COVID-19 response	27,668	(100,259)	(72,591)
State laboratory			
Total all funds	\$648,482	(\$2,439,027)	(\$1,790,545)
Less estimated income	486,697	(1,804,873)	(1,318,176)
General fund	\$161,785	(\$634,154)	(\$472,369)
FTE	0.00	0.00	0.00

¹ Salaries and wages funding is adjusted to provide for 2023-25 biennium salary increases of 6 percent on July 1, 2023, and 4 percent on July 1, 2024, and for adjustments to health insurance premium rates as follows:

	General Fund	Other Funds	Total
Salary increase	\$167,776	\$506,174	\$673,950
Health insurance increase	(5,991)	(19,477)	(25,468)
Total	\$161,785	\$486,697	\$648,482

The House provided salary adjustments of 4 percent on July 1, 2023, and July 1, 2024.

² Funding for new FTE positions and estimated savings from vacant FTE positions is removed as shown below. These amounts are available to the agency if needed by submitting a request to the Office of Management and Budget for a transfer from the new and vacant FTE funding pool.

	General Fund	Other Funds	Total
New FTE positions	(\$65,094)	(\$50,008)	(\$115,102)
Vacant FTE positions	(569,060)	(1,754,865)	(2,323,925)
Total	(\$634,154)	(\$1,804,873)	(\$2,439,027)

This amendment also adds a section identifying funding provided from the federal State Fiscal Recovery Fund for a public health laboratory capital project.

House Bill No. 1004 - DHHS - Health Services - House Action

The House concurred with the Senate.