

**STATEMENT OF PURPOSE OF AMENDMENT:**

**House Bill No. 1012 - Funding Summary**

	<b>Base Budget</b>	<b>Final Legislative Action</b>	<b>Comparison to Base Budget</b>
<b>DHS - Management</b>			
Salaries and wages	\$28,049,386	\$26,280,139	(\$1,769,247)
Operating expenses	87,542,966	160,115,826	72,572,860
Capital assets	26,000		(26,000)
Grants		204,000	204,000
	<hr/>	<hr/>	<hr/>
Total all funds	\$115,618,352	\$186,599,965	\$70,981,613
Less estimated income	71,324,758	129,479,558	58,154,800
General fund	<hr/>	<hr/>	<hr/>
	\$44,293,594	\$57,120,407	\$12,826,813
FTE	147.10	140.45	(6.65)
<b>DHS - Program/Policy</b>			
Salaries and wages	\$58,102,898	\$61,769,906	\$3,667,008
Operating expenses	107,383,843	124,721,941	17,338,098
Capital assets		10,000	10,000
Grants	457,953,280	433,467,659	(24,485,621)
Grants - Medical assistance	2,384,560,568	2,598,119,929	213,559,361
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Total all funds	\$3,008,000,589	\$3,218,089,435	\$210,088,846
Less estimated income	1,995,024,801	2,160,866,416	165,841,615
General fund	<hr/>	<hr/>	<hr/>
	\$1,012,975,788	\$1,057,223,019	\$44,247,231
FTE	348.50	360.50	12.00
<b>DHS - Field Services</b>			
Human service centers	\$198,888,443	\$196,049,489	(\$2,838,954)
Institutions	139,587,498	140,421,224	833,726
	<hr/>	<hr/>	<hr/>
Total all funds	\$338,475,941	\$336,470,713	(\$2,005,228)
Less estimated income	132,820,302	138,543,705	5,723,403
General fund	<hr/>	<hr/>	<hr/>
	\$205,655,639	\$197,927,008	(\$7,728,631)
FTE	1,715.48	1,655.28	(60.20)
<b>DHS - County Social Services</b>			
<b>Financing</b>			
County social services financing		\$26,000,000	\$26,000,000
	<hr/>	<hr/>	<hr/>
Total all funds	\$0	\$26,000,000	\$26,000,000
Less estimated income	0	0	0
General fund	<hr/>	<hr/>	<hr/>
	\$0	\$26,000,000	\$26,000,000
FTE	0.00	0.00	0.00
<b>Bill Total</b>			
Total all funds	\$3,462,094,882	\$3,767,160,113	\$305,065,231
Less estimated income	2,199,169,861	2,428,889,679	229,719,818
General fund	<hr/>	<hr/>	<hr/>
	\$1,262,925,021	\$1,338,270,434	\$75,345,413
FTE	2,211.08	2,156.23	(54.85)

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

	<b>Base Budget</b>	<b>House Changes</b>	<b>House Version</b>
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
<b>Total all funds</b>	<b>\$115,618,352</b>	<b>\$67,488,789</b>	<b>\$183,107,141</b>
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 326 - DHS - Management - Detail of House Changes**

	<b>Management<sup>1</sup></b>	<b>Total House Changes</b>
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
<b>Total all funds</b>	<b>\$67,488,789</b>	<b>\$67,488,789</b>
Less estimated income	56,767,760	56,767,760
General fund	\$10,721,029	\$10,721,029
FTE	(24.65)	(24.65)

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**Management - House Changes:**

	<b>FTE Positions</b>	<b>General Fund</b>	<b>Other Funds</b>	<b>Total</b>
<b>2017-19 Ongoing Funding Changes</b>				
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's positions	(51.00)	(4,525,740)	(3,277,260)	(7,803,000)
<b>Administrative</b>				
Adjusts funding for continued program changes		1,191,459	(114,475)	1,076,984
Adds funding for opioid treatment		0	672	672
<b>Information Technology Services</b>				
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
<b>2017-19 One-time Funding Changes</b>				
<b>Informational Technology</b>				
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 - Management - Senate Action**

	Base Budget	House Version	Senate Changes	Senate Version
Salaries and wages	\$28,049,386	\$23,437,315	\$4,756,213	\$28,193,528
Operating expenses	87,542,966	159,465,826	1,102,618	160,568,444
Capital assets	26,000			
Grants		204,000		204,000
Total all funds	\$115,618,352	\$183,107,141	\$5,858,831	\$188,965,972
Less estimated income	71,324,758	128,092,518	2,270,792	130,363,310
General fund	\$44,293,594	\$55,014,623	\$3,588,039	\$58,602,662
FTE	147.10	122.45	28.00	150.45

**Department 326 - DHS - Management - Detail of Senate Changes**

	Management <sup>1</sup>	Total Senate Changes
Salaries and wages	4,756,213	4,756,213
Operating expenses	1,102,618	1,102,618
Capital assets		
Grants		
Total all funds	\$5,858,831	\$5,858,831
Less estimated income	2,270,792	2,270,792
General fund	\$3,588,039	\$3,588,039
FTE	28.00	28.00

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**Management - Senate Changes:**

	FTE Positions	General Fund	Other Funds	Total
<b>2017-19 Ongoing Funding Changes</b>				
Funding for employee health insurance is adjusted to reflect the updated premium amount of \$1,241 per month		(\$26,664)	(\$12,933)	(\$39,597)
Adds funding for paying employees' accumulated annual and sick leave for eligible employees leaving state service		84,610	43,811	128,421
Adds funding for staff overtime		234,364	112,189	346,553
Adds funding for departmentwide operating expenses		1,102,618	0	1,102,618
Restores departmentwide FTE positions	28.00	2,193,111	2,127,725	4,320,836
Total changes - Management	28.00	\$3,588,039	\$2,270,792	\$5,858,831

**House Bill No. 1012 - DHS - Management - Conference Committee Action**

	Base Budget	House Version	Conference Committee Changes	Conference Committee Version	Senate Version	Comparison to Senate
Salaries and wages	\$28,049,386	\$23,437,315	\$2,842,824	\$26,280,139	\$28,193,528	(\$1,913,389)
Operating expenses	87,542,966	159,465,826	650,000	160,115,826	160,568,444	(452,618)
Capital assets	26,000					
Grants		204,000		204,000	204,000	
Total all funds	\$115,618,352	\$183,107,141	\$3,492,824	\$186,599,965	\$188,965,972	(\$2,366,007)

Less estimated income	71,324,758	128,092,518	1,387,040	129,479,558	130,363,310	(883,752)
General fund	\$44,293,594	\$55,014,623	\$2,105,784	\$57,120,407	\$58,602,662	(\$1,482,255)
FTE	147.10	122.45	18.00	140.45	150.45	(10.00)

**Department 326 - DHS - Management - Detail of Conference Committee Changes**

	Management <sup>1</sup>	Total Conference Committee Changes
Salaries and wages	2,842,824	2,842,824
Operating expenses	650,000	650,000
Capital assets		
Grants		
Total all funds	\$3,492,824	\$3,492,824
Less estimated income	1,387,040	1,387,040
General fund	\$2,105,784	\$2,105,784
FTE	18.00	18.00

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**Management - Conference Committee Changes:**

	FTE Positions	General Fund	Other Funds	Total
Funding for employee health insurance is adjusted to reflect the updated premium amount of \$1,241 per month		(26,664)	(12,933)	(39,597)
Adds funding for paying employees' accumulated annual and sick leave for eligible employees leaving state service		84,610	43,811	128,421
Adds funding for departmentwide operating expenses		650,000	0	650,000
Restores departmentwide FTE positions	18.00	1,397,838	1,356,162	2,754,000
Total Changes - Management	18.00	\$2,105,784	\$1,387,040	\$3,492,824

**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 328 - DHS - Program/Policy - Detail of House Changes**

	<b>Program and Policy<sup>1</sup></b>	<b>Total House Changes</b>
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)
<b>Total all funds</b>	<b>(\$4,558,987)</b>	<b>(\$4,558,987)</b>
Less estimated income	(90,849,740)	(90,849,740)
<b>General fund</b>	<b>\$86,290,753</b>	<b>\$86,290,753</b>
FTE	10.00	10.00

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**Program and Policy - House Changes:**

	<b>FTE Positions</b>	<b>General Fund</b>	<b>Other Funds</b>	<b>Total</b>
<b>2017-19 Ongoing Funding Changes</b>				
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)
<b>Economic Assistance</b>				
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
<b>Child Support</b>				
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)
<b>Medical Services</b>				
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 of age	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 program	(1,000,000)	(1,000,000)	(2,000,000)
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
<b>Long-Term Care</b>			
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 of age	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)
<b>Developmental Disabilities Council</b>			
Restores funding relating to budget reductions	73	0	73
Adjusts funding for continued program changes	0	59,773	59,773
<b>Aging Services</b>			
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)
<b>Children and Family Services</b>			
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
<b>Behavioral Health Division</b>			
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 - Program/Policy - Senate Action**

	Base Budget	House Version	Senate Changes	Senate Version
Salaries and wages	\$58,102,898	\$60,987,433	\$733,595	\$61,721,028
Operating expenses	107,383,843	124,591,049	332,892	124,923,941
Capital assets		10,000		10,000
Grants	457,953,280	463,874,768	1,185,000	465,059,768
Grants - Medical assistance	2,384,560,568	2,353,978,352	250,658,214	2,604,636,566
Total all funds	\$3,008,000,589	\$3,003,441,602	\$252,909,701	\$3,256,351,303
Less estimated income	1,995,024,801	1,904,175,061	246,886,276	2,151,061,337
General fund	\$1,012,975,788	\$1,099,266,541	\$6,023,425	\$1,105,289,966
FTE	348.50	358.50	1.00	359.50

**Department 328 - DHS - Program/Policy - Detail of Senate Changes**

	Program and Policy <sup>1</sup>	Total Senate Changes
Salaries and wages	733,595	733,595
Operating expenses	332,892	332,892
Capital assets		

Grants	1,185,000	1,185,000
Grants - Medical assistance	250,658,214	250,658,214
Total all funds	\$252,909,701	\$252,909,701
Less estimated income	246,886,276	246,886,276
General fund	\$6,023,425	\$6,023,425
FTE	1.00	1.00

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**Program and Policy - Senate Changes:**

	<b>FTE Positions</b>	<b>General Fund</b>	<b>Other Funds</b>	<b>Total</b>
<b>2017-19 Ongoing Funding Changes</b>				
Funding for employee health insurance is adjusted to reflect the updated premium amount of \$1,241 per month		(\$43,940)	(\$32,239)	(\$76,179)
Adds funding for paying employees' accumulated annual and sick leave for eligible employees leaving state service		169,458	340,113	509,571
Adds funding for staff overtime		37,447	66,675	104,122
<b>Economic Assistance</b>				
Moves funding added by the House for alternatives to abortion services from children and family services		0	100,000	100,000
<b>Medical Services</b>				
Adds funding from the tobacco prevention and control trust fund to replace general fund support of health services		(21,000,000)	21,000,000	0
Adds funding of \$704,159 from the tobacco prevention and control trust fund and related federal funds for opioid treatment		0	1,408,318	1,408,318
Adds funding for physical, occupational, and speech therapy service provider rate increases to 75 percent		56,485	56,485	112,970
Adds funding to continue Medicaid Expansion for 19 and 20 year olds as managed care		1,653,008	1,652,962	3,305,970
Adds funding to continue the Medicaid Expansion program as managed care at commercial rates		13,300,000	212,700,000	226,000,000
<b>Long-Term Care</b>				
Adjusts funding for nursing home incentives		1,152,003	1,152,003	2,304,006
Adds funding for the Fair Labor Standards Act - Home Care Rule funding for qualified service providers		2,871,613	1,937,248	4,808,861
<b>Children and Family Services</b>				
Moves funding added by the House for alternatives to abortion services from children and family services		0	(100,000)	(100,000)
<b>Behavioral Health Division</b>				
Restores funding for Parent's LEAD program		231,000	0	231,000
Adds funding for the substance use disorder voucher program to provide a total of \$1.5 million		1,125,000	0	1,125,000
Adds funding from the tobacco prevention and control trust fund for tobacco prevention related activities		0	75,000	75,000
<b>Developmental Disabilities</b>				
Adds funding for rate adjustments		6,109,044	6,109,045	12,218,089
Adds funding for specialized services for individuals with developmental disability	1.00	250,307	260,666	510,973
Adds federal funding for the Experienced Parent program to provide a total of \$260,000		0	160,000	160,000
Adds funding for corporate guardianship services for individuals with developmental disabilities		112,000	0	112,000
Total changes - Program and policy	1.00	\$6,023,425	\$246,886,276	\$252,909,701

**House Bill No. 1012 - DHS - Program/Policy - Conference Committee Action**

	<b>Base Budget</b>	<b>House Version</b>	<b>Conference Committee Changes</b>	<b>Conference Committee Version</b>	<b>Senate Version</b>	<b>Comparison to Senate</b>
Salaries and wages	\$58,102,898	\$60,987,433	\$782,473	\$61,769,906	\$61,721,028	\$48,878
Operating expenses	107,383,843	124,591,049	130,892	124,721,941	124,923,941	(202,000)
Capital assets		10,000		10,000	10,000	
Grants	457,953,280	463,874,768	(30,407,109)	433,467,659	465,059,768	(31,592,109)
Grants - Medical assistance	2,384,560,568	2,353,978,352	244,141,577	2,598,119,929	2,604,636,566	(6,516,637)
<b>Total all funds</b>	<b>\$3,008,000,589</b>	<b>\$3,003,441,602</b>	<b>\$214,647,833</b>	<b>\$3,218,089,435</b>	<b>\$3,256,351,303</b>	<b>(\$38,261,868)</b>
Less estimated income	1,995,024,801	1,904,175,061	256,691,355	2,160,866,416	2,151,061,337	9,805,079
General fund	\$1,012,975,788	\$1,099,266,541	(\$42,043,522)	\$1,057,223,019	\$1,105,289,966	(\$48,066,947)
FTE	348.50	358.50	2.00	360.50	359.50	1.00

**Department 328 - DHS - Program/Policy - Detail of Conference Committee Changes**

	<b>Program and Policy<sup>1</sup></b>	<b>Total Conference Committee Changes</b>
Salaries and wages	782,473	782,473
Operating expenses	130,892	130,892
Capital assets		
Grants	(30,407,109)	(30,407,109)
Grants - Medical assistance	244,141,577	244,141,577
<b>Total all funds</b>	<b>\$214,647,833</b>	<b>\$214,647,833</b>
Less estimated income	256,691,355	256,691,355
General fund	(\$42,043,522)	(\$42,043,522)
FTE	2.00	2.00

1

**Program and Policy - Conference Committee Changes:**

	<b>FTE Positions</b>	<b>General Fund</b>	<b>Other Funds</b>	<b>Total</b>
Funding for employee health insurance is adjusted to reflect the updated premium amount of \$1,241 per month.		(43,940)	(32,239)	(76,179)
Adds funding for paying employees' accumulated annual and sick leave for eligible employees leaving state service		169,458	340,113	509,571
<b>Economic Assistance</b>				
Adjusts funding for county social services financing		(5,020,286)	0	(5,020,286)
Moves funding added by the House for alternatives to abortion services from children and family services		0	100,000	100,000
<b>Medical Services</b>				
Adjusts funding for county social services financing		(10,416,499)	10,416,499	0
Removes funding of \$1,000,000 from the tobacco prevention and control trust fund and related federal funding for opioid treatment programs		0	(2,000,000)	(2,000,000)
Reduces federal funds spending authority for medical assistance grants			(1,558,318)	(1,558,318)
Adds funding for physical, occupational, and speech therapy service provider rate increases to 75 percent		56,485	56,485	112,970
Adds funding to continue Medicaid Expansion for 19 and 20 year olds as managed care		1,653,008	1,652,962	3,305,970

Adds \$13.3 million of one-time funding from the tobacco prevention and control trust fund and related federal funding to continue the Medicaid Expansion program as managed care at commercial rates		0	226,000,000	226,000,000
Adds 1 FTE position for administering tribal health care agreements	1.00	76,500	76,500	153,000
Replaces general fund support with funding from the community health trust fund		(18,000,000)	18,000,000	0
Replaces general fund support with funding from the tobacco prevention and control trust fund		(7,175,000)	7,175,000	0
<b>Long-Term Care</b>				
Adjusts funding for nursing home incentives		1,152,003	1,152,003	2,304,006
Adds funding, of which \$1 million is from the health care trust fund to increase nursing facility operating margin, effective January 1, 2018		0	2,000,000	2,000,000
Adds funding from the tobacco prevention and control trust fund for basic care services		0	450,000	450,000
Adds funding for the Fair Labor Standards Act - Home Care Rule funding for qualified service providers		2,871,613	1,937,248	4,808,861
<b>Children and Family Services</b>				
Adjusts funding for county social services financing		(10,563,215)	(17,358,767)	(27,921,982)
Moves funding added by the House for alternatives to abortion services to economic assistance		0	(100,000)	(100,000)
<b>Behavioral Health Division</b>				
Restores a portion of the funding removed by the House for Parent's LEAD program		100,000	0	100,000
Adds funding for the substance use disorder voucher program, of which \$1,779,159 is from the tobacco prevention and control trust fund to provide \$2,779,159		625,000	1,779,159	2,404,159
Adds funding from the tobacco prevention and control trust fund for tobacco prevention related activities		0	75,000	75,000
Adds federal funds for opioid treatment programs		0	4,000,000	4,000,000
<b>Developmental Disabilities</b>				
Restores funding removed by the House for rate adjustments		6,109,044	6,109,045	12,218,089
Adjusts funding for cost and caseload		(4,000,000)	(4,000,001)	(8,000,001)
Adds 1 FTE position and related funding for specialized services for individuals with developmental disabilities	1.00	250,307	260,666	510,973
Adds federal funding for the Experienced Parent program to provide a total of \$260,000		0	160,000	160,000
Adds funding for corporate guardianship services for individuals with developmental disabilities		112,000	0	112,000
Total changes - Program and policy	2.00	(\$42,043,522)	\$256,691,355	\$214,647,833

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

	<b>Base Budget</b>	<b>House Changes</b>	<b>House Version</b>
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	1,715.48	(60.20)	1,655.28

**Department 349 - DHS - Field Services - Detail of House Changes**

	<b>Field Services<sup>1</sup></b>	<b>Total House Changes</b>
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:**

	<b>FTE Positions</b>	<b>General Fund</b>	<b>Other Funds</b>	<b>Total</b>
<b>2017-19 Ongoing Funding Changes</b>				
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)
<b>Institutions</b>				
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)
<b>Human Service Centers</b>				
Adds funding for continued program changes		1,406,994	(4,166,214)	(2,759,220)
Adjusts funding for 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. The sale of this property will result in an estimated \$7,680 of sale proceeds being deposited in the general fund during the 2017-19 biennium.
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.

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

	Base Budget	House Version	Senate Changes	Senate Version
Human service centers	\$198,888,443	\$195,804,854	\$1,292,002	\$197,096,856
Institutions	139,587,498	139,846,428	909,021	140,755,449
Total all funds	<u>\$338,475,941</u>	<u>\$335,651,282</u>	<u>\$2,201,023</u>	<u>\$337,852,305</u>
Less estimated income	<u>132,820,302</u>	<u>138,122,012</u>	<u>992,239</u>	<u>139,114,251</u>
General fund	\$205,655,639	\$197,529,270	\$1,208,784	\$198,738,054
FTE	1,715.48	1,655.28	0.00	1,655.28

**Department 349 - DHS - Field Services - Detail of Senate Changes**

	<b>Field Services<sup>1</sup></b>	<b>Total Senate Changes</b>
Human service centers	1,292,002	1,292,002
Institutions	909,021	909,021
Total all funds	\$2,201,023	\$2,201,023
Less estimated income	992,239	992,239
General fund	\$1,208,784	\$1,208,784
FTE	0.00	0.00

1

**Field Services - Senate Changes:**

	<b>FTE Positions</b>	<b>General Fund</b>	<b>Other Funds</b>	<b>Total</b>
<b>2017-19 Ongoing Funding Changes</b>				
Funding for employee health insurance is adjusted to reflect the updated premium amount of \$1,241 per month		(\$317,019)	(\$29,197)	(\$346,216)
Adds funding for paying employees' accumulated annual and sick leave for eligible employees leaving state services		714,757	450,890	1,165,647
Adds funding for staff overtime		811,046	570,546	1,381,592
Total changes - Field services	0.00	\$1,208,784	\$992,239	\$2,201,023

**This amendment also:**

1. Adds a section providing that funding of \$1,832,267, of which \$1,082,857 is from the general fund included in the department's budget is for compliance with state and federal laws and regulations relating to staff overtime. Any funds not needed for this purpose must be included in the department's unspent appropriation authority (turnback) at the end of the 2017-19 biennium.
2. Adds a section to allow the department discretion to allocate the 28 full-time equivalent positions restored by the Senate to appropriate department divisions.
3. Adds a section to provide a \$200,000 general fund appropriation as an emergency measure for the substance use disorder voucher program for the 2015-17 biennium.
4. Adds a section to provide a \$174,748 appropriation, of which \$87,374 is from the general fund, as an emergency measure for long-term care incentives beginning June 1, 2017.
5. Adds a section identifying \$75,000 from the tobacco prevention and control trust fund for compliance with youth access to tobacco reporting requirements under Title 45, Code of Federal Regulations, Part 96, Section 130, for the 2017-19 biennium. In addition, the section requires the State Department of Health and the local public health units to collect and disclose all required data reporting elements to the Department of Human Services.
6. Adds a section of legislative intent for the Department of Human Services to establish requisite agreements with tribal health care organizations that will result in 100 percent federal funding for eligible medical assistance provided to American Indians through care coordination agreements for the biennium beginning July 1, 2017, and ending July 30, 2019.
7. Adds a section of legislative intent to provide for the Department of Human Services to analyze its budgetary needs and allocate \$1,102,618 of operating expenses added by the Senate based on the department's priorities from its analysis.
8. Adds a section to provide legislative intent relating to residential care and services for the developmentally disabled to allow the department to grant a variance of the rules to a treatment or care center for a good cause.
9. Adds a section to allow the Department of Human Services to involve other providers for substance use disorder treatment services if the current contractor is unable to provide services anticipated under the current contract for the 2017-19 biennium.
10. Adds a section of legislative intent providing that behavioral health service providers that receive funding from the Department of Human Services submit process and outcome measures for the programs and services receiving state funding.

11. Adds a section of legislative intent providing that a vendor for telephone and directory services under contract with the Department of Human Services include private behavioral health service providers in the vendor's directory at no cost to the private behavioral health service providers.
12. Amends Section 13 of House Bill No. 1012 relating to brain injury to provide legislative intent that the Department of Human Services include services for individuals with a brain injury as part of the comprehensive assessment for a Medicaid 1915(i) state plan amendment. This section also allows the department to utilize existing funding available in the department's budget for enhancing services through a Medicaid 1915(i) state plan amendment for individuals with a brain injury.
13. Provides for the department to study options to operate the state medical assistance program and other related programs, as managed care.
14. Adds a section of legislative intent providing for prioritization of basic care provider rates.
15. Amends a section relating to Medicaid Expansion to remove language requiring 19 and 20 year olds to receive coverage through traditional medical assistance.
16. Adds sections to continue the moratoriums on basic care and nursing facility bed capacity.
17. Adds a section to provide for a Legislative Management study relating to home- and community-based services.
18. Adds a section to provide for a Legislative Management study relating to land owned by the State Hospital.
19. Adds a section to provide for a Legislative Management study relating to behavioral health and developmental disabilities services.

**House Bill No. 1012 - DHS - Field Services - Conference Committee Action**

	<b>Base Budget</b>	<b>House Version</b>	<b>Conference Committee Changes</b>	<b>Conference Committee Version</b>	<b>Senate Version</b>	<b>Comparison to Senate</b>
Human service centers	\$198,888,443	\$195,804,854	\$244,635	\$196,049,489	\$197,096,856	(\$1,047,367)
Institutions	139,587,498	139,846,428	574,796	140,421,224	140,755,449	(334,225)
Total all funds	<u>\$338,475,941</u>	<u>\$335,651,282</u>	<u>\$819,431</u>	<u>\$336,470,713</u>	<u>\$337,852,305</u>	<u>(\$1,381,592)</u>
Less estimated income	<u>132,820,302</u>	<u>138,122,012</u>	<u>421,693</u>	<u>138,543,705</u>	<u>139,114,251</u>	<u>(570,546)</u>
General fund	<u>\$205,655,639</u>	<u>\$197,529,270</u>	<u>\$397,738</u>	<u>\$197,927,008</u>	<u>\$198,738,054</u>	<u>(\$811,046)</u>
FTE	1,715.48	1,655.28	0.00	1,655.28	1,655.28	0.00

**Department 349 - DHS - Field Services - Detail of Conference Committee Changes**

	<b>Field Services<sup>1</sup></b>	<b>Total Conference Committee Changes</b>
Human service centers	244,635	244,635
Institutions	<u>574,796</u>	<u>574,796</u>
Total all funds	\$819,431	\$819,431
Less estimated income	<u>421,693</u>	<u>421,693</u>
General fund	<u>\$397,738</u>	<u>\$397,738</u>
FTE	0.00	0.00

1

**Field Services - Conference Committee Changes:**

	<b>FTE Positions</b>	<b>General Fund</b>	<b>Other Funds</b>	<b>Total</b>
Funding for employee health insurance is adjusted to reflect the updated premium amount of \$1,241 per month.		(317,019)	(29,197)	(346,216)
Adds funding for paying employees' accumulated annual and sick leave for eligible employees leaving state services		714,757	450,890	1,165,647
Total changes - Field services	<u>0.00</u>	<u>\$397,738</u>	<u>\$421,693</u>	<u>\$819,431</u>

**House Bill No. 1012 - DHS - County Social Services Financing - Conference Committee Action**

	<b>Base Budget</b>	<b>House Version</b>	<b>Conference Committee Changes</b>	<b>Conference Committee Version</b>	<b>Senate Version</b>	<b>Comparison to Senate</b>
County social services financing			\$26,000,000	\$26,000,000		\$26,000,000
Total all funds	\$0	\$0	\$26,000,000	\$26,000,000	\$0	\$26,000,000
Less estimated income	0	0	0	0	0	0
General fund	\$0	\$0	\$26,000,000	\$26,000,000	\$0	\$26,000,000
FTE	0.00	0.00	0.00	0.00	0.00	0.00

**Department 333 - DHS - County Social Services Financing - Detail of Conference Committee Changes**

	<b>County Social Services Financing<sup>1</sup></b>	<b>Total Conference Committee Changes</b>
County social services financing	26,000,000	26,000,000
Total all funds	\$26,000,000	\$26,000,000
Less estimated income	0	0
General fund	\$26,000,000	\$26,000,000
FTE	0.00	0.00

1

**County Social Services Financing - Conference Committee Changes:**

	<b>FTE Positions</b>	<b>General Fund</b>	<b>Other Funds</b>	<b>Total</b>
County social services financing pilot program		\$26,000,000	\$0	\$26,000,000
Total changes - County Social Services Financing	0.00	\$26,000,000	\$0	\$26,000,000

**This amendment also:**

- 1 Adjusts a section to provide a deficiency appropriation of \$417,010 from the general fund and \$417,010 from other funds for rebasing, operating margins, and incentives for long-term care facilities, the same as the Senate version. The House version provided \$329,636 from the general fund and \$329,636 from other funds, for rebasing and operating margins only.
- 2 Adds a section to provide estimated income of \$18 million from the community health trust fund.
- 3 Adjusts a section to provide estimated income of \$37,779,159 from the tobacco prevention and control trust fund, the same as the Senate. The House provided \$16 million.
- 4 Adds a section to provide \$200,000 from the general fund as an emergency measure for the Substance Use Disorder Voucher (SUD) program for the 2015-17 biennium, the same as the Senate version.
- 5 Adds a section of legislative intent that the Department of Human Services include medication assisted treatment as an allowable service under the substance use disorder voucher program. Neither the Senate nor the House included this section.
- 6 Adds a section providing for the prioritization of funding restored for basic care provider rates, the same as the Senate version.
- 7 Adds a section of legislative intent relating to the Medicaid Expansion program fee schedule. Neither the Senate nor the House included this section.
- 8 Adds a section of legislative intent that the Department of Human Services establish requisite agreements with tribal health care organizations that will result in 100 percent federal funding for eligible medical assistance provided to American Indians. The same as the Senate version.

- 9 Adds a section to provide that any federal funding received in excess of the state's regular federal medical assistance percentage resulting from the department establishing requisite agreements with tribal health care organizations be deposited and separately accounted for in the health care trust fund.
- 10 Adds a section of legislative intent that the Department of Human Services include services for individuals with a brain injury as part of the comprehensive assessment for a Medicaid 1915(i) state plan amendment. The same as the Senate version.
- 11 Adds a section of legislative intent allowing the department to authorize treatment or care center's variance request relating to the treatment or care center's bedrooms or bathrooms, the same as the Senate version.
- 12 Adds a section of legislative intent that the behavioral health service providers that receive funding from the Department of Human Services to submit process and outcome measures, the same as the Senate version.
- 13 Adds a section of legislative intent that the vendor of telephone and directory services under contract with the Department of Human Services include private behavioral health service providers in the vendor's directory at no cost to the private behavioral health service providers, the same as the Senate version.
- 14 Adds a section that identifies \$75,000 from the tobacco prevention and control trust fund for costs of complying with youth access to tobacco reporting requirements under title 45, Code of Federal Regulations, part 96, section 130, the same as the Senate version.
- 15 Adds a section to provide that the Department of Human Services may utilize other providers for substance use disorder treatment services if the current contractor is unable to provide the full capacity of services anticipated under the current contract, the same as the Senate version.
- 16 Adds a section of legislative intent for the Department of Human Services to analyze its budgetary needs and allocate up to \$650,000 from the general fund included in the operating expenses line item in subdivision 1 of section 1 to other subdivisions based on the department's priorities resulting from its analysis. The Senate version provided for allocating up to \$1,102,618.
- 17 Adds a section to provide for a Legislative Management study of state and federal laws and regulations relating to the care and treatment of individuals with developmental disabilities or behavioral health needs. In addition, this section provides for an evaluation of the funding, mission, and caseload at the Life Skills and Transition Center. The Senate version did not include providing for an evaluation of the funding, mission, and caseload at the Life Skills and Transition Center.
- 18 Adds a section to provide for a legislative management study of the Department of Human Services delivery system. Neither the Senate nor the House included this section.
- 19 Adds a section to provide for a Legislative Management study of nursing facility rate components. Neither the Senate nor the House included this section.
- 20 Adds a section to amend Section 23-09.3-01.1(1) to extend the moratorium on basic care beds to July 31, 2019, the same as the Senate.
- 21 Adds a section to amend section 23-09.3-01.1(1) to extend the moratorium on nursing facility beds to July 31, 2019, the same as the Senate.
- 22 Adjusts a section relating to Medicaid expansion, to require the Medicaid expansion contract to allow pharmacy providers to dispense any and all drugs included in the benefit plan and allowed under the pharmacy provider's license. In addition, this section removes language that would provide for applicants and recipients at least 19 but less than 21 years of age to receive coverage through traditional medical assistance. The Senate version did not include language to require the Medicaid expansion contract to allow pharmacy providers to dispense any and all drugs. The House version provided for applicants and recipients at least 19 but less than 21 years of age to receive coverage through traditional medical assistance.
- 23 Adds a section to amend section 54-27-25(1) to increase the tobacco settlement proceeds deposited in the community health trust fund from 10 to 55 percent for the 2017-19 biennium, and eliminate the 45 percent allocation from the tobacco settlement proceeds deposited in the common schools trust fund for the 2017-19 biennium. Neither the Senate nor the House included this section.
- 24 Adjusts a section to provide estimated income of \$1,686,191 from the health care trust fund. The House and Senate versions included \$686,191 from the health care trust fund.