

**STATEMENT OF PURPOSE OF AMENDMENT:**

**Senate Bill No. 2012 - Funding Summary**

	Base Budget	Final Legislative Action	Comparison to Base Budget
State Department of Health Hyperbaric oxygen therapy program			
Total all funds	\$0	\$0	\$0
Less estimated income	<u>0</u>	<u>0</u>	<u>0</u>
General fund	\$0	\$0	\$0
FTE	0.00	0.00	0.00
DHS - Management			
Salaries and wages	\$26,280,139	\$20,222,500	(\$6,057,639)
Operating expenses	116,315,826	148,224,520	31,908,694
Capital assets		50,000	50,000
Grants	<u>204,000</u>		<u>(204,000)</u>
Total all funds	\$142,799,965	\$168,497,020	\$25,697,055
Less estimated income	<u>85,679,558</u>	<u>103,806,746</u>	<u>18,127,188</u>
General fund	\$57,120,407	\$64,690,274	\$7,569,867
FTE	140.45	107.95	(32.50)
DHS - Program/Policy			
Salaries and wages	\$62,782,944	\$68,994,873	\$6,211,929
Operating expenses	125,299,436	150,961,583	25,662,147
Capital assets	10,000	10,000	
Grants	441,420,827	453,354,507	11,933,680
Grants - Medical assistance	<u>2,373,678,247</u>	<u>2,742,157,720</u>	<u>368,479,473</u>
Total all funds	\$3,003,191,454	\$3,415,478,683	\$412,287,229
Less estimated income	<u>1,945,157,519</u>	<u>2,232,568,138</u>	<u>287,410,619</u>
General fund	\$1,058,033,935	\$1,182,910,545	\$124,876,610
FTE	366.50	383.25	16.75
DHS - County Social Services Financing			
County social services		<u>\$173,700,000</u>	<u>\$173,700,000</u>
Total all funds	\$0	\$173,700,000	\$173,700,000
Less estimated income	<u>0</u>	<u>173,700,000</u>	<u>173,700,000</u>
General fund	\$0	\$0	\$0
FTE	0.00	140.00	140.00
DHS - Field Services			
Human service centers	\$196,049,489	\$204,701,143	\$8,651,654
Institutions	<u>140,421,224</u>	<u>144,447,145</u>	<u>4,025,921</u>
Total all funds	\$336,470,713	\$349,148,288	\$12,677,575
Less estimated income	<u>138,543,705</u>	<u>134,085,620</u>	<u>(4,458,085)</u>
General fund	\$197,927,008	\$215,062,668	\$17,135,660
FTE	1,655.28	1,599.03	(56.25)
Bill total			
Total all funds	\$3,482,462,132	\$4,106,823,991	\$624,361,859
Less estimated income	<u>2,169,380,782</u>	<u>2,644,160,504</u>	<u>474,779,722</u>
General fund	\$1,313,081,350	\$1,462,663,487	\$149,582,137
FTE	2,162.23	2,230.23	68.00

**Senate Bill No. 2012 - State Department of Health - House Action**

	Base Budget	Senate Version	House Changes	House Version
Hyperbaric oxygen therapy program			\$335,000	\$335,000
Total all funds	\$0	\$0	\$335,000	\$335,000
Less estimated income	0	0	0	0
General fund	\$0	\$0	\$335,000	\$335,000
FTE	0.00	0.00	0.00	0.00

**Department 301 - State Department of Health - Detail of House Changes**

	Adds Funding for Hyperbaric Oxygen Therapy Pilot Program <sup>1</sup>	Total House Changes
Hyperbaric oxygen therapy program	\$335,000	\$335,000
Total all funds	\$335,000	\$335,000
Less estimated income	0	0
General fund	\$335,000	\$335,000
FTE	0.00	0.00

<sup>1</sup> One-time funding is added for the State Department of Health to contract with a private entity to establish a hyperbaric oxygen therapy pilot program. The department is to report to the Legislative Management during the 2019-20 interim regarding the status and results of the pilot program.

**Senate Bill No. 2012 - State Department of Health - Conference Committee Action**

The Conference Committee did not include one-time funding added by the House for the State Department of Health to contract with a private entity to establish a hyperbaric oxygen therapy pilot program. The Conference Committee amendments include a \$335,000 general fund appropriation to the Department of Human Services to provide a grant to an entity to establish a hyperbaric oxygen therapy pilot program.

**Senate Bill No. 2012 - DHS - Management - Senate Action**

	Base Budget	Senate Changes <sup>1</sup>	Senate Version
Salaries and wages	\$26,280,139	(\$6,136,338)	\$20,143,801
Operating expenses	116,315,826	31,908,694	148,224,520
Capital assets		50,000	50,000
Grants	204,000	(204,000)	
Total all funds	\$142,799,965	\$25,618,356	\$168,418,321
Less estimated income	85,679,558	18,100,469	103,780,027
General fund	\$57,120,407	\$7,517,887	\$64,638,294
FTE	140.45	(32.50)	107.95

<sup>1</sup> The following changes are made to management:

	FTE Positions	General Fund	Other Funds	Total
<b>2019-21 Ongoing Funding Changes</b>				
Transfers and adjustments	30.50	\$3,415,322	\$1,945,713	\$5,361,035
Base payroll changes	0.00	916,246	(750,204)	166,042
Salary increase - 2 percent 1st year, 3 percent 2nd year	0.00	372,801	179,035	551,836

Health insurance increase from \$1,241 to \$1,427 per month	0.00	364,626	177,334	541,960
<b>Administration</b>				
Continued program changes	0.00	(206,214)	(213,546)	(419,760)
Savings plan	(11.00)	(1,183,219)	(645,805)	(1,829,024)
<b>Information Technology Services</b>				
Continued program changes	0.00	(1,800,138)	(1,524,064)	(3,324,202)
Savings plan	(4.00)	(527,763)	(329,485)	(857,248)
Microsoft Office 365 license expenses	0.00	906,744	226,685	1,133,429
Information technology unification	(48.00)	425,927	217,386	643,313
Medicaid management information system (MMIS) maintenance	0.00	4,010,885	4,010,886	8,021,771
SPACES maintenance	0.00	822,670	1,020,876	1,843,546
Total ongoing funding changes	(32.50)	\$7,517,887	\$4,314,811	\$11,832,698
<b>One-Time Funding Items</b>				
Child welfare technology project (\$575,000 from the strategic investment and improvements fund)	0.00	\$0	\$1,250,000	\$1,250,000
Upgrade MMIS Tech Stack (\$1,776,000 from the strategic investment and improvements fund)	0.00	0	7,104,000	7,104,000
SPACES program support (\$2,369,030 from the strategic investment and improvements fund)	0.00	0	5,431,658	5,431,658
Total one-time funding changes	0.00	0	\$13,785,658	\$13,785,658
Total changes to base level funding	(32.50)	\$7,517,887	\$18,100,469	\$25,618,356

**Senate Bill No. 2012 - DHS - Management - House Action**

	Base Budget	Senate Version	House Changes	House Version
Salaries and wages	\$26,280,139	\$20,143,801	\$78,699	\$20,222,500
Operating expenses	116,315,826	148,224,520		148,224,520
Capital assets		50,000		50,000
Grants	204,000			
Total all funds	\$142,799,965	\$168,418,321	\$78,699	\$168,497,020
Less estimated income	85,679,558	103,780,027	26,719	103,806,746
General fund	\$57,120,407	\$64,638,294	\$51,980	\$64,690,274
FTE	140.45	107.95	0.00	107.95

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

	Adjusts Funding for Salary Increase <sup>1</sup>	Total House Changes
Salaries and wages	\$78,699	\$78,699
Operating expenses		
Capital assets		
Grants		
Total all funds	\$78,699	\$78,699
Less estimated income	26,719	26,719
General fund	\$51,980	\$51,980
FTE	0.00	0.00

<sup>1</sup> Funding is adjusted to provide employee salary increases of 2 percent on July 1, 2019, with a minimum monthly increase of \$120 and a maximum monthly increase of \$200, and 2.5 percent on July 1, 2020. The Senate provided funding for a 2 percent salary increase on July 1, 2019, and a 3 percent salary increase on July 1, 2020. The same salary adjustments are being provided for all areas of the department.

**Senate Bill No. 2012 - DHS - Management - Conference Committee Action**

	Base Budget	Senate Version	Conference Committee Changes	Conference Committee Version	House Version	Comparison to House
Salaries and wages	\$26,280,139	\$20,143,801	\$78,699	\$20,222,500	\$20,222,500	
Operating expenses	116,315,826	148,224,520		148,224,520	148,224,520	
Capital assets		50,000		50,000	50,000	
Grants	204,000					
Total all funds	\$142,799,965	\$168,418,321	\$78,699	\$168,497,020	\$168,497,020	\$0
Less estimated income	85,679,558	103,780,027	26,719	103,806,746	103,806,746	0
General fund	\$57,120,407	\$64,638,294	\$51,980	\$64,690,274	\$64,690,274	\$0
FTE	140.45	107.95	0.00	107.95	107.95	0.00

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

	Adjusts Funding for Salary Increase <sup>1</sup>	Total Conference Committee Changes
Salaries and wages	\$78,699	\$78,699
Operating expenses		
Capital assets		
Grants		
Total all funds	\$78,699	\$78,699
Less estimated income	26,719	26,719
General fund	\$51,980	\$51,980
FTE	0.00	0.00

<sup>1</sup> Funding is adjusted to provide employee salary increases of 2 percent on July 1, 2019, with a minimum monthly increase of \$120 and a maximum monthly increase of \$200, and 2.5 percent on July 1, 2020, the same as the House version. The Senate provided funding for a 2 percent salary increase on July 1, 2019, and a 3 percent salary increase on July 1, 2020. The same salary adjustments are being provided for all areas of the department.

**Senate Bill No. 2012 - DHS - Program/Policy - Senate Action**

	Base Budget	Senate Changes <sup>1</sup>	Senate Version
Salaries and wages	\$62,782,944	\$5,121,667	\$67,904,611
Operating expenses	125,299,436	22,965,990	148,265,426
Capital assets	10,000		10,000
Grants	441,420,827	7,455,348	448,876,175
Grants - Medical assistance	2,373,678,247	408,656,430	2,782,334,677
Total all funds	\$3,003,191,454	\$444,199,435	\$3,447,390,889
Less estimated income	1,945,157,519	246,336,098	2,191,493,617
General fund	\$1,058,033,935	\$197,863,337	\$1,255,897,272
FTE	366.50	10.75	377.25

<sup>1</sup> The following changes are made to program and policy:

	FTE Positions	General Fund	Other Funds	Total
<b>2019-21 Ongoing Funding Changes</b>				
Transfers and adjustments	(2.75)	(\$3,872,416)	\$7,791,213	\$3,918,797
Base payroll changes	0.00	(144,370)	(758,443)	(902,813)
Salary increase - 2 percent 1st year, 3 percent 2nd year	0.00	706,703	1,079,745	1,786,448
Health insurance increase from \$1,241 to \$1,427 per month	0.00	691,207	1,063,268	1,754,475
Provider inflationary increases - 2 percent 1st year, 3 percent 2nd year	0.00	31,548,501	37,048,673	68,597,174

<b>Economic Assistance</b>				
Continued program changes	0.00	(170,486)	(1,601,209)	(1,771,695)
Grant cost and caseload changes	0.00	(1,234,948)	(11,437,579)	(12,672,527)
Temporary assistance for needy families tribal kinship care	0.00	2,935,800	0	2,935,800
<b>Child Support</b>				
Continued program changes	0.00	12,948	(193,734)	(180,786)
Savings plan	(6.00)	(249,880)	(485,063)	(734,943)
<b>Medical Services</b>				
Continued program changes	0.00	(2,448,041)	(778,139)	(3,226,180)
Grant cost and caseload changes	0.00	16,940,099	8,057,177	24,997,276
Replace 2017-19 funding from the tobacco prevention and control trust fund and community health trust fund	0.00	34,175,000	(34,175,000)	0
Replace 2017-19 one-time funding for Medicaid Expansion commercial rates	0.00	13,300,000	212,700,000	226,000,000
Federal medical assistance percentage changes - Medicaid Expansion	0.00	26,407,133	(26,407,133)	0
Savings plan	2.00	(891,519)	(3,130,160)	(4,021,679)
Medicaid funding source change from general fund to the department's operating fund	0.00	(6,679,246)	6,679,246	0
Medicaid funding for peer support	0.50	432,287	563,906	996,193
1915i plan amendment	3.00	5,453,475	5,244,919	10,698,394
Fee schedule increase for physical, occupational, and speech therapy	0.00	1,507,876	1,770,535	3,278,411
Children with disabilities buy in	0.00	1,241,435	1,241,426	2,482,861
<b>Long-Term Care</b>				
Continued program changes	0.00	2,111,435	2,111,443	4,222,878
Grant cost and caseload changes	0.00	22,357,421	9,076,179	31,433,600
Replace 2017-19 funding from the tobacco prevention and control trust fund and health care trust fund	0.00	2,136,191	(2,136,191)	0
Savings plan	0.00	(475,348)	(475,354)	(950,702)
Service payments to elderly and disabled (SPED) functional eligibility change	0.00	2,884,691	0	2,884,691
Expand elderly community grants	0.00	540,000	0	540,000
Expand home and community-based services waiver for residential services	0.00	3,867,333	3,867,316	7,734,649
SPED client contribution levels	0.00	624,051	0	624,051
Rebase adult residential service rates	0.00	100,000	100,000	200,000
Pediatric subacute care facility	0.00	817,615	817,613	1,635,228
Autisim extended services	0.00	170,000	0	170,000
<b>DD Council</b>				
Continued program changes	0.00	0	36,276	36,276
<b>Aging Services</b>				
Continued program changes	0.00	(124,241)	(303,446)	(427,687)
Administration of SPED functional eligibility change	1.00	54,605	72,152	126,757
Administration of expanded home and community-based services waiver for residential services	1.00	54,605	72,152	126,757
<b>Children and Family Services</b>				
Continued program changes	0.00	(130,038)	1,219,235	1,089,197
Grant cost and caseload changes	0.00	8,122,852	(3,428,031)	4,694,821
Savings plan	0.00	(4,025,480)	2,672,765	(1,352,715)
Increase grants to children's advocacy centers to provide a total of \$1.6 million	0.00	600,000	0	600,000

**Behavioral Health Division**

Continued program changes	0.00	(366,216)	8,089,466	7,723,250
Grant cost and caseload changes	0.00	314,112	0	314,112
Replace 2017-19 funding from tobacco prevention and control trust fund	0.00	1,854,159	(1,854,159)	0
Savings plan	1.00	184,398	0	184,398
Transfer suicide prevention program from State Department of Health	1.00	1,260,512	0	1,260,512
Transfer tobacco reporting to State Department of Health	0.00	(75,000)	0	(75,000)
Expand free through recovery program	6.00	4,500,000	0	4,500,000
Behavioral health recovery home grants	0.00	200,000	0	200,000
Expand substance use disorder voucher program	2.00	3,053,523	0	3,053,523
Certify peer support specialists	1.00	275,000	0	275,000
Increase Parents Listen, Educate, Ask, Discuss program to \$360,000	0.00	260,000	0	260,000
School behavioral health program	0.00	300,000	0	300,000
Health Services Research Institute report recommendations implementation	0.00	300,000	0	300,000
Children's system of care grant	0.00	0	3,000,000	3,000,000
Substance use disorder voucher services for 14 to 18 year olds	0.00	175,091	0	175,091
Expansion of early intervention and prevention services	0.00	600,000	0	600,000
Establish a mental health voucher program	1.00	1,050,000	0	1,050,000
Trauma-informed practices group	0.00	200,000	0	200,000

**Vocational Rehabilitation**

Continued program changes	0.00	254,676	(298,395)	(43,719)
Corporate disability investigation unit	1.00	0	180,000	180,000

**Developmental Disabilities**

Continued program changes	0.00	103,355	(331,309)	(227,954)
Grant cost and caseload changes	0.00	22,059,559	21,717,656	43,777,215
Federal medical assistance percentage changes	0.00	1,529,534	(1,529,534)	0
Savings plan	(1.00)	(60,166)	(56,459)	(116,625)
Home and community-based services residential waiver adjustment	0.00	(556,916)	(556,925)	(1,113,841)
Corporate guardianships - Adds 20	<u>0.00</u>	<u>122,863</u>	<u>0</u>	<u>122,863</u>
Total ongoing funding changes	10.75	\$196,885,734	\$246,336,098	\$443,221,832

**One-Time Funding Items**

Medically complex children services provider adjustment	<u>0.00</u>	<u>\$977,603</u>	<u>\$0</u>	<u>\$977,603</u>
Total one-time funding changes	<u>0.00</u>	<u>\$977,603</u>	<u>\$0</u>	<u>\$977,603.00</u>

Total changes to base level funding 10.75 \$197,863,337 \$246,336,098 \$444,199,435

**Senate Bill No. 2012 - DHS - Program/Policy - House Action**

	<b>Base Budget</b>	<b>Senate Version</b>	<b>House Changes<sup>1</sup></b>	<b>House Version</b>
Salaries and wages	\$62,782,944	\$67,904,611	\$1,090,262	\$68,994,873
Operating expenses	125,299,436	148,265,426	2,196,157	150,461,583
Capital assets	10,000	10,000		10,000
Grants	441,420,827	448,876,175	4,143,332	453,019,507
Grants - Medical assistance	<u>2,373,678,247</u>	<u>2,782,334,677</u>	<u>(40,176,957)</u>	<u>2,742,157,720</u>
Total all funds	\$3,003,191,454	\$3,447,390,889	(\$32,747,206)	\$3,414,643,683
Less estimated income	<u>1,945,157,519</u>	<u>2,191,493,617</u>	<u>8,674,521</u>	<u>2,200,168,138</u>
General fund	\$1,058,033,935	\$1,255,897,272	(\$41,421,727)	\$1,214,475,545
FTE	366.50	377.25	6.00	383.25

<sup>1</sup> Funding for program and policy is adjusted as follows:

	<u>FTE Positions</u>	<u>General Fund</u>	<u>Other Funds</u>	<u>Total</u>
<b>2019-21 Ongoing Funding Changes</b>				
Adjusts salary increase funding as detailed in management section	0.00	\$98,534	\$156,235	\$254,769
Adjusts provider inflationary increases to 2 percent the 1st year of the biennium and to 2.5 percent the 2nd year of the biennium	0.00	(2,293,611)	(2,587,825)	(4,881,436)
Adjusts the federal medical assistance percentage estimate to 50.05 for federal fiscal year 2020 and to 52.66 for federal fiscal year 2021	0.00	(24,656,101)	24,149,902	(506,199)
<b>Economic Assistance</b>				
Reduces funding added by the Senate for temporary assistance for needy families tribal kinship care from \$2,935,800 to \$2 million	0.00	(935,800)	0	(935,800)
Increases funding for the alternatives to abortion program to provide total funding of \$600,000	0.00	0	100,000	100,000
<b>Medical Services</b>				
Adjusts the department's savings plan for revised estimates	0.00	(174,829)	(387,518)	(562,347)
Provides for the department to administer Medicaid Expansion pharmacy services rather than utilizing a private carrier	2.00	(551,686)	(4,940,257)	(5,491,943)
Adjusts funding added by the Senate for a Medicaid 1915i plan amendment based on revised cost estimates	0.00	(1,400,202)	99,799	(1,300,403)
Adjusts funding added by the Senate for the children with disabilities buy-in program due to FMAP change	0.00	(28,061)	28,061	0
Adjusts estimated estate collections due to a court decision	0.00	1,500,000	(1,500,000)	0
Adjusts funding for Medicaid funeral cost exemption changes approved in House Bill No. 1318	0.00	326,053	341,131	667,184
Adjusts funding to expand Medicaid coverage for pregnant women as approved in House Bill No. 1515	0.00	797,532	834,414	1,631,946
Reduces estimated medical services utilization rates	0.00	(3,909,600)	(4,090,400)	(8,000,000)
Adjusts Medicare drug clawback funding based on revised estimates	0.00	1,222,206	0	1,222,206
<b>Long-Term Care</b>				
Adjusts funding for licensure of pediatric subacute care facilities as provided in Senate Bill No. 2317	0.00	648,485	716,287	1,364,772
Transfers funding added by the Senate for autism extended services to human service centers	0.00	(170,000)	0	(170,000)
Adjusts estimated long-term care utilization rates	0.00	(9,774,000)	(10,226,000)	(20,000,000)
Adds funding, including \$1 million from the health care trust fund, to increase the nursing home operating margin amount up to 4.4 percent for the period beginning January 1, 2020, and ending June 30, 2021	0.00	0	2,062,000	2,062,000

Adds funding to allow nursing facility software costs to be classified as a passthrough expense as approved in House Bill No. 1124	0.00	829,129	867,472	1,696,601
<b>Aging Services</b>				
Adds funding to contract with subject matter experts for Aging Services programs	0.00	500,000	0	500,000
Adds funding for contracting and operating expenses of the Aging and Disability Resource Link service	0.00	331,936	292,794	624,730
Adds intake FTE positions for the Aging and Disability Resource Link service	5.00	437,250	387,750	825,000
Increases funding for dementia care services grants to provide total funding of \$1.2 million	0.00	150,000	0	150,000
<b>Behavioral Health Division</b>				
Reduces funding added by the Senate to expand the free through recovery program from \$4.5 million to \$3.5 million	0.00	(1,000,000)	0	(1,000,000)
Reduces funding added by the Senate for the Parents LEAD program to provide total funding of \$200,000	0.00	(160,000)	0	(160,000)
Increases federal funds authority for the children's system of care grant to provide a total of \$6 million	0.00	0	3,000,000	3,000,000
Adjusts funding added by the Senate to expand the eligibility of the substance voucher use disorder program from individuals 18 to 14 years of age or older to reflect revised estimated costs	0.00	(138,062)	0	(138,062)
Reduces funding added by the Senate for early intervention services from \$600,000 to \$300,000	0.00	(300,000)	0	(300,000)
Removes funding and 1 FTE position added by the Senate for a mental health voucher program	(1.00)	(1,050,000)	0	(1,050,000)
Adds federal funds authority for a state opioid response grant	0.00	0	2,098,462	2,098,462
Adds funding for a new behavioral health grant program for schools	0.00	1,500,000	0	1,500,000
<b>Vocational Rehabilitation</b>				
Adds funding for services provided by the Attorney General for the cooperative disability investigation unit	0.00	0	851,314	851,314
Restores funding removed during the August 2016 budget reductions for adaptive skiing programs	0.00	200,000	0	200,000
<b>Developmental Disabilities</b>				
Reduces estimated utilization rates for developmental disability services	0.00	(3,420,900)	(3,579,100)	(7,000,000)
Total ongoing funding changes	6.00	(\$41,421,727)	\$8,674,521	(\$32,747,206)



**Senate Bill No. 2012 - DHS - Program/Policy - Conference Committee Action**

	<b>Base Budget</b>	<b>Senate Version</b>	<b>Conference Committee Changes<sup>1</sup></b>	<b>Conference Committee Version</b>	<b>House Version</b>	<b>Comparison to House</b>
Salaries and wages	\$62,782,944	\$67,904,611	\$1,090,262	\$68,994,873	\$68,994,873	
Operating expenses	125,299,436	148,265,426	2,696,157	150,961,583	150,461,583	\$500,000
Capital assets	10,000	10,000		10,000	10,000	
Grants	441,420,827	448,876,175	4,478,332	453,354,507	453,019,507	335,000
Grants - Medical assistance	<u>2,373,678,247</u>	<u>2,782,334,677</u>	<u>(40,176,957)</u>	<u>2,742,157,720</u>	<u>2,742,157,720</u>	
Total all funds	\$3,003,191,454	\$3,447,390,889	(\$31,912,206)	\$3,415,478,683	\$3,414,643,683	\$835,000
Less estimated income	<u>1,945,157,519</u>	<u>2,191,493,617</u>	<u>41,074,521</u>	<u>2,232,568,138</u>	<u>2,200,168,138</u>	<u>32,400,000</u>
General fund	\$1,058,033,935	\$1,255,897,272	(\$72,986,727)	\$1,182,910,545	\$1,214,475,545	(\$31,565,000)
FTE	366.50	377.25	6.00	383.25	383.25	0.00

<sup>1</sup> Funding for program and policy is adjusted as follows:

	<b>FTE Positions</b>	<b>General Fund</b>	<b>Other Funds</b>	<b>Total</b>
<b>2019-21 Ongoing Funding Changes</b>				
Adjusts salary increase funding as detailed in Management section	0.00	\$98,534	\$156,235	\$254,769
Adjusts provider inflationary increases to 2 percent the 1st year of the biennium and to 2.5 percent the 2nd year of the biennium, the same as the House version. The Senate provided funding for inflationary increases of 2 percent the 1st year of the biennium and 3 percent the 2nd year of the biennium.	0.00	(2,293,611)	(2,587,825)	(4,881,436)
Adjusts the federal medical assistance percentage estimate to 50.05 for federal fiscal year 2020 and to 52.66 for federal fiscal year 2021. The House version also made this adjustment.	0.00	(24,656,101)	24,149,902	(506,199)
<b>Economic Assistance</b>				
Reduces funding added by the Senate for temporary assistance for needy families tribal kinship care from \$2,935,800 to \$2 million, the same as the House version.	0.00	(935,800)	0	(935,800)
Increases funding for the alternatives to abortion program to provide total funding of \$600,000, the same as the House version.	0.00	0	100,000	100,000
<b>Medical Services</b>				
Adjusts the department's savings plan for revised estimates, the same as the House version.	0.00	(174,829)	(387,518)	(562,347)
Provides for the department to administer Medicaid Expansion pharmacy services rather than utilizing a private carrier. The House version also made this change.	2.00	(551,686)	(4,940,257)	(5,491,943)
Adjusts funding added by Senate for a Medicaid 1915i plan amendment based on revised cost estimates, the same as the House version.	0.00	(1,400,202)	99,799	(1,300,403)

Adjusts funding added by the Senate for the children with disabilities buy in program due to FMAP change, the same as the House version.	0.00	(28,061)	28,061	0
Adjusts estimated estate collections due to a lawsuit, the same as the House version.	0.00	1,500,000	(1,500,000)	0
Adjusts funding for Medicaid funeral cost exemption changes approved in House Bill No. 1318, the same as the House version.	0.00	326,053	341,131	667,184
Adjusts funding to expand Medicaid coverage for pregnant women as approved in House Bill No. 1515, the same as the House version.	0.00	797,532	834,414	1,631,946
Adjusts estimated medical services utilization rates, the same as the House version.	0.00	(3,909,600)	(4,090,400)	(8,000,000)
Adjusts Medicare drug clawback funding based on revised estimates, the same as the House version.	0.00	1,222,206	0	1,222,206
Adjusts the funding sources for medical services to utilize funding from the community health trust fund rather than the general fund. The Senate and House versions did not include funding from the community health trust fund.	0.00	(32,400,000)	32,400,000	0
<b>Long-Term Care</b>				
Adjusts funding for licensure of pediatric subacute care facilities as provided in Senate Bill No. 2317, the same as the House version.	0.00	648,485	716,287	1,364,772
Transfers funding added by the Senate for autism extended services to human service centers. The House also made this transfer.	0.00	(170,000)	0	(170,000)
Adjusts estimated long-term care utilization rates, the same as the House version.	0.00	(9,774,000)	(10,226,000)	(20,000,000)
Adds funding, including \$1 million from the health care trust fund, to increase the nursing home operating margin amount up to 4.4 percent for the period beginning January 1, 2020, and ending June 30, 2021. The House version also provided this adjustment.	0.00	0	2,062,000	2,062,000
Adjusts funding to allow nursing facility software costs to be classified as a passthrough expense as approved in House Bill No. 1124. The House version also made this adjustment.	0.00	829,129	867,472	1,696,601
<b>Aging Services</b>				
Adds funding to contract with subject matter experts for Aging Services programs, the same as the House version.	0.00	500,000	0	500,000
Adds funding for contracting and operating expenses of the Aging and Disability Resource Link service, the same as the House version.	0.00	331,936	292,794	624,730

Adds intake FTE positions for the Aging and Disability Resource link service, the same as the House version.	5.00	437,250	387,750	825,000
Increases funding for dementia care services grants to provide total funding of \$1.2 million, the same as the House version.	0.00	150,000	0	150,000
<b>Behavioral Health Division</b>				
Reduces funding added by the Senate to expand the free through recovery program from \$4.5 million to \$4 million. The House reduced the funding by \$1 million, to \$3.5 million.	0.00	(500,000)	0	(500,000)
Reduces funding added by the Senate for the Parents LEAD program to provide total funding of \$200,000, the same as the House version.	0.00	(160,000)	0	(160,000)
Increases federal funds authority for the children's system of care grant to provide a total of \$6 million, the same as the House version.	0.00	0	3,000,000	3,000,000
Adjusts funding added by the Senate to expand the eligibility of the substance voucher use disorder program to individuals 18 to 14 years of age or older to reflect revised estimated costs, the same as the House version.	0.00	(138,062)	0	(138,062)
Reduces funding added by the Senate for early intervention services from \$600,000 to \$300,000, the same as the House version.	0.00	(300,000)	0	(300,000)
Removes funding and 1 FTE position added by the Senate for a mental health voucher program, the same as the House version.	(1.00)	(1,050,000)	0	(1,050,000)
Adds federal funds authority for a state opioid response grant, the same as the House version.	0.00	0	2,098,462	2,098,462
Adds funding for a new behavioral health grant program for schools, the same as the House version.	0.00	1,500,000	0	1,500,000
<b>Vocational Rehabilitation</b>				
Adds federal funding for services provided by the Attorney General for the cooperative disability investigation unit. The House also added this funding.	0.00	0	851,314	851,314
Restores funding removed during the August 2016 budget reductions for adaptive skiing programs, the same as the House version.	0.00	200,000	0	200,000
<b>Developmental Disabilities</b>				
Adjusts estimated developmental disability utilization rates, the same as the House version.	0.00	(3,420,900)	(3,579,100)	(7,000,000)
Total ongoing funding changes	6.00	(\$73,321,727)	\$41,074,521	(\$32,247,206)
<b>One-Time Funding Items</b>				
Adds funding for a hyperbaric oxygen therapy pilot program grant	0	\$335,000	0	\$335,000

Total one-time funding changes	0.00	\$335,000	\$0	\$335,000
Total changes to base level funding	6.00	(\$72,986,727)	\$41,074,521	(\$31,912,206)

**Senate Bill No. 2012 - DHS - County Social Services Financing - Senate Action**

	Base Budget	Senate Changes	Senate Version
County social services		\$182,300,000	\$182,300,000
Total all funds	\$0	\$182,300,000	\$182,300,000
Less estimated income	0	182,300,000	182,300,000
General fund	\$0	\$0	\$0
FTE	0.00	223.00	223.00

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

	County Social Service Financing Changes <sup>1</sup>	Total Senate Changes
County social services	\$182,300,000	\$182,300,000
Total all funds	\$182,300,000	\$182,300,000
Less estimated income	182,300,000	182,300,000
General fund	\$0	\$0
FTE	223.00	223.00

<sup>1</sup> Funding of \$182.3 million from the human service finance fund and 223 FTE positions are added for the human service delivery redesign project. Senate Bill No. 2124 provides the department may add the positions if human service zone duties are transferred to the Department of Human Services.

**Senate Bill No. 2012 - DHS - County Social Services Financing - House Action**

	Base Budget	Senate Version	House Changes	House Version
County social services		\$182,300,000	(\$8,600,000)	\$173,700,000
Total all funds	\$0	\$182,300,000	(\$8,600,000)	\$173,700,000
Less estimated income	0	182,300,000	(8,600,000)	173,700,000
General fund	\$0	\$0	\$0	\$0
FTE	0.00	223.00	(83.00)	140.00

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

	Adjusts Funding for Human Service Redesign Project <sup>1</sup>	Total House Changes
County social services	(\$8,600,000)	(\$8,600,000)
Total all funds	(\$8,600,000)	(\$8,600,000)
Less estimated income	(8,600,000)	(8,600,000)
General fund	\$0	\$0
FTE	(83.00)	(83.00)

<sup>1</sup> Funding and FTE positions for the human services redesign project are adjusted consistent with changes approved by the House in Senate Bill No. 2124 and for changes to employee salary increase guidelines.

**Senate Bill No. 2012 - DHS - County Social Services Financing - Conference Committee Action**

	Base Budget	Senate Version	Conference Committee Changes	Conference Committee Version	House Version	Comparison to House
County social services		\$182,300,000	(\$8,600,000)	\$173,700,000	\$173,700,000	
Total all funds	\$0	\$182,300,000	(\$8,600,000)	\$173,700,000	\$173,700,000	\$0
Less estimated income	0	182,300,000	(8,600,000)	173,700,000	173,700,000	0
General fund	\$0	\$0	\$0	\$0	\$0	\$0
FTE	0.00	223.00	(83.00)	140.00	140.00	0.00

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

	Adjusts Funding for Human Service Redesign Project <sup>1</sup>	Total Conference Committee Changes
County social services	(\$8,600,000)	(\$8,600,000)
Total all funds	(\$8,600,000)	(\$8,600,000)
Less estimated income	(8,600,000)	(8,600,000)
General fund	\$0	\$0
FTE	(83.00)	(83.00)

<sup>1</sup> Funding and FTE positions for the human services redesign project are adjusted consistent with changes approved in Senate Bill No. 2124 and for changes to employee salary increase guidelines. The House also approved this funding change.

**Senate Bill No. 2012 - DHS - Field Services - Senate Action**

	Base Budget	Senate Changes <sup>1</sup>	Senate Version
Human service centers	\$196,049,489	\$7,294,632	\$203,344,121
Institutions	140,421,224	7,278,926	147,700,150
Total all funds	\$336,470,713	\$14,573,558	\$351,044,271
Less estimated income	138,543,705	(6,392,183)	132,151,522
General fund	\$197,927,008	\$20,965,741	\$218,892,749
FTE	1,655.28	(56.25)	1,599.03

<sup>1</sup> The following changes are made to field services:

	FTE Positions	General Fund	Other Funds	Total
<b>2019-21 Ongoing Funding Changes</b>				
Transfers and adjustments	(27.75)	\$457,094	(\$9,736,926)	(\$9,279,832)
Base payroll changes	0.00	(2,509,398)	6,301,599	3,792,201
Salary increase - 2 percent 1st year, 3 percent 2nd year	0.00	4,186,135	2,902,602	7,088,737
Health insurance increase from \$1,241 to \$1,427 per month	0.00	4,094,341	2,867,518	6,961,859
Provider inflationary increases - 2 percent 1st year, 3 percent 2nd year	0.00	556,611	6,921	563,532
<b>Human Service Centers</b>				
Continued program changes	0.00	6,287,498	(7,322,873)	(1,035,375)
Cost and caseload changes	0.00	1,549,130	0	1,549,130
Savings plan	(14.00)	(1,001,675)	(1,095,826)	(2,097,501)
Underfunds salaries and wages	0.00	(2,891,071)	0	(2,891,071)
Expand crisis services	27.00	4,096,174	0	4,096,174

Restore selected positions removed in savings plan	7.00	478,430	625,557	1,103,987
Supportive housing grant for northeast human service region	0.00	550,000	0	550,000
<b>Institutions</b>				
Continued program changes	0.00	4,835,861	(1,819,056)	3,016,805
Savings plan	(77.00)	(4,974,691)	(6,362,324)	(11,337,015)
Underfunds salaries and wages	0.00	(1,803,659)	0	(1,803,659)
Expand CARES services provided by the Life Skills and Transition Center	7.50	469,961	469,960	939,921
Restore beds at State Hospital	<u>21.00</u>	<u>6,385,000</u>	<u>0</u>	<u>6,385,000</u>
Total ongoing funding changes	(56.25)	\$20,765,741	(\$13,162,848)	\$7,602,893
<b>One-Time Funding Items</b>				
Life Skills and Transition Center - Remodeling projects (strategic investment and improvements fund)	0.00	\$0	\$3,361,595	\$3,361,595
Life Skills and Transition Center - Demolish buildings (strategic investment and improvements fund)	0.00	0	915,570	915,570
State Hospital - Roof replacement (strategic investment and improvements fund)	0.00	0	562,500	562,500
State Hospital - Coal boiler replacement project (strategic investment and improvements fund)	0.00	0	1,931,000	1,931,000
State Hospital study	<u>0.00</u>	<u>200,000</u>	<u>0</u>	<u>200,000</u>
Total one-time funding changes	<u>0.00</u>	<u>\$200,000</u>	<u>\$6,770,665</u>	<u>\$6,970,665</u>
Total changes to base level funding	(56.25)	\$20,965,741	(\$6,392,183)	\$14,573,558

**Senate Bill No. 2012 - DHS - Field Services - House Action**

	<b>Base Budget</b>	<b>Senate Version</b>	<b>House Changes<sup>1</sup></b>	<b>House Version</b>
Human service centers	\$196,049,489	\$203,344,121	\$1,257,022	\$204,601,143
Institutions	<u>140,421,224</u>	<u>147,700,150</u>	<u>(3,253,005)</u>	<u>144,447,145</u>
Total all funds	\$336,470,713	\$351,044,271	(\$1,995,983)	\$349,048,288
Less estimated income	<u>138,543,705</u>	<u>132,151,522</u>	<u>1,934,098</u>	<u>134,085,620</u>
General fund	\$197,927,008	\$218,892,749	(\$3,930,081)	\$214,962,668
FTE	1,655.28	1,599.03	0.00	1,599.03

<sup>1</sup> Funding for field services is adjusted as follows:

	<b>FTE Positions</b>	<b>General Fund</b>	<b>Other Funds</b>	<b>Total</b>
<b>2019-21 Ongoing Funding Changes</b>				
Adjusts salary increases as detailed in the management section	0.00	\$800,291	\$492,546	\$1,292,837
Adjusts provider inflation increases to 2 percent the 1st year of the biennium and 2.5 percent the 2nd year of the biennium	0.00	343,589	4,271	347,860
Adjusts the federal medical assistance percentage estimate to 50.05 for federal fiscal year 2020 and to 52.66 for federal fiscal year 2021	0.00	(1,026,739)	1,026,739	0
<b>Human Service Centers</b>				
Reduces funding added by the Senate for a supportive housing grant from \$550,000 to \$275,000	0.00	(275,000)	0	(275,000)
Increases funding for lease costs of the Badlands Human Service Center	0.00	264,000	0	264,000
Transfers funding added by the Senate for autism extended services from long-term care	0.00	170,000	0	170,000

<b>Institutions</b>				
Removes 2017-19 biennium capital funding	0.00	(2,199,430)	0	(2,199,430)
Adjusts the funding source related to beds restored at the State Hospital by the Senate	0.00	(830,050)	830,050	0
Reduces estimated utilization rates at the State Hospital	0.00	(1,400,000)	(196,250)	(1,596,250)
Adjusts funding for estimated estate collections due to a court decision	0.00	223,258	(223,258)	0
Total ongoing funding changes	0.00	(\$3,930,081)	\$1,934,098	(\$1,995,983)

**Senate Bill No. 2012 - DHS - Field Services - Conference Committee Action**

	Base Budget	Senate Version	Conference Committee Changes <sup>1</sup>	Conference Committee Version	House Version	Comparison to House
Human service centers	\$196,049,489	\$203,344,121	\$1,357,022	\$204,701,143	\$204,601,143	\$100,000
Institutions	140,421,224	147,700,150	(3,253,005)	144,447,145	144,447,145	
Total all funds	\$336,470,713	\$351,044,271	(\$1,895,983)	\$349,148,288	\$349,048,288	\$100,000
Less estimated income	138,543,705	132,151,522	1,934,098	134,085,620	134,085,620	0
General fund	\$197,927,008	\$218,892,749	(\$3,830,081)	\$215,062,668	\$214,962,668	\$100,000
FTE	1,655.28	1,599.03	0.00	1,599.03	1,599.03	0.00

<sup>1</sup> Funding for field services is adjusted as follows:

	FTE Positions	General Fund	Other Funds	Total
<b>2019-21 Ongoing Funding Changes</b>				
Adjusts salary increases as detailed in the Management section	0.00	\$800,291	\$492,546	\$1,292,837
Adjusts provider inflation increases to 2 percent the 1st year of the biennium and 2.5 percent the 2nd year of the biennium, the same as the House version. The Senate provided funding for inflation increases of 2 percent the 1st year of the biennium and 3 percent the 2nd year of the biennium.	0.00	343,589	4,271	347,860
Adjusts the federal medical assistance percentage estimate to 50.05 for federal fiscal year 2020 and to 52.66 for federal fiscal year 2021. The House also made this adjustment.	0.00	(1,026,739)	1,026,739	0
<b>Human Service Centers</b>				
Reduces funding added by the Senate for a supportive housing grant from \$550,000 to \$375,000. The House version reduced the grant funding to \$275,000.	0.00	(175,000)	0	(175,000)
Increases funding for lease costs of the Badlands Human Service Center, the same increase provided by the House.	0.00	264,000	0	264,000
Transfers funding added by the Senate for autism extended services from long-term care. The House also provided for this transfer.	0.00	170,000	0	170,000
<b>Institutions</b>				
Removes one-time capital funding from the 2017-19 biennium. The House also removed this funding.	0.00	(2,199,430)	0	(2,199,430)
Adjusts the funding source related to beds restored at the State Hospital by the Senate. The House also made this adjustment.	0.00	(830,050)	830,050	0
Adjusts anticipated utilization rates at the State Hospital, the same as the House version.	0.00	(1,400,000)	(196,250)	(1,596,250)

Adjusts funding for estimated estate collections due to lawsuit. The House also made this adjustment.	0	223,258	(223,258)	0
Total ongoing funding changes	0.00	(\$3,830,081)	\$1,934,098	(\$1,895,983)

### Senate Bill No. 2012 - Other Changes - Senate Action

This amendment also:

- Adds two sections to North Dakota Century Code Chapter 50-06 to certify peer support specialists and to provide for a community behavioral health program.
- Amends Section 50-24.1-37 to remove the expiration date for the Medicaid Expansion program.
- Adds a section to allow the Department of Human Services (DHS) to transfer appropriation authority from line items within subdivisions 1 through 3 of Section 1 of the bill to subdivision 4 of Section 1.
- Adds sections to allow DHS to continue unexpended appropriations for prior biennium information technology projects into the 2019-21 biennium.
- Adds a section to identify \$182.3 million from the human service finance fund for administering county social service programs.
- Adds a section to identify \$11.5 million from the strategic investment and improvements fund for various DHS capital and information technology projects.
- Adds a section to identify \$6 million from the tobacco control and prevention trust fund for medical services costs.
- Adds a section to require DHS to study the placement of individuals in institutions for mental disease.
- Adds a section to authorize DHS to convey certain buildings housing the Tompkins Rehabilitation and Corrections Center located on the State Hospital grounds to the Department of Corrections and Rehabilitation.
- Adds a section to authorize DHS to proceed with capital projects and pay special assessments costs at the State Hospital and Life Skills and Transition Center.
- Adds a section to allow DHS to hire temporary staff to assist in developmental disability case management if case management services exceed the ratio provided pursuant to North Dakota Administrative Code.
- Adds a section to require behavioral health services providers to submit process and outcome measures to DHS for services provided through state-funded programs.
- Adds a section to require the vendor of telephone and directory services under contract with DHS to include private behavioral health service providers in the vendor's directory at no cost to the private behavioral health service providers.
- Adds a section to require DHS to include adult companionship services as an allowable service under the home and community-based Medicaid waiver on or after January 1, 2020.
- Adds a section to require DHS to rebase adult residential rates for services provided on or after January 1, 2020.
- Adds sections to require DHS to expand the types of providers recognized as Medicaid providers of targeted case management for individuals with serious emotional disturbance or serious mental illness.
- Adds a section to require DHS to include withdrawal management as a covered service in the Medicaid state plan.
- Adds a section to require DHS to provide reports regarding the implementation of the state behavioral health study.
- Adds a section to provide for a Legislative Management study of the health care delivery system.
- Removes sections relating to base funding being provided from the health care trust fund and community health trust fund.

### Senate Bill No. 2012 - Other Changes - House Action

This amendments also:

- Amends North Dakota Century Code Section 50-06.4-10 to provide the Department of Human Services (DHS) contract with a private entity to provide support services for the Brain Injury Advisory Council.
- Amends Section 50-24.1-31 to increase the net income limit for the optional medical assistance program for families with children with disabilities program from 200 to 250 percent of the federal poverty level.
- Amends Section 50-24.1-37 to provide for DHS to administer the pharmacy benefits portion of the Medicaid Expansion program effective January 1, 2020, and provides for the Medicaid Expansion program to sunset on July 31, 2021.
- Provides that expenditures of the Medicaid Expansion program may not exceed appropriated amounts with certain exceptions.



- Identifies \$1 million of funding included in the appropriation for nursing facilities is from the health care trust fund to be used to increase the nursing facility operating margin up to 4.4 percent for the period beginning January 1, 2020, and ending June 30, 2021.
- Removes a section added by the Senate to require DHS to establish a mental health voucher program.
- Provides guidelines regarding the use of grant funding provided for supportive housing grants.
- Requires DHS to develop an implementation plan for revised payment methodology for nursing facility services.
- Adds a section to identify the use of \$200,000 of funding from the general fund for adaptive skiing grants.
- Adds a section to identify the use of \$1.5 million from the general fund for school behavioral health grants.
- Provides an exemption for DHS to continue up to \$728,207 of general fund appropriation authority for legal services into the 2019-21 biennium.
- Provides an exemption for DHS to continue a \$150,000 general fund appropriation for a children's behavioral health pilot project into the 2019-21 biennium.
- Requires DHS to implement a 1915i Medicaid state plan amendment for children and adults during the 2019-21 biennium.
- Requires DHS to adopt rules to establish a process to provide information to individuals regarding home- and community-based services.
- Requires DHS to review the need to expand the number of slots or increase the age of eligibility for the autism spectrum disorder Medicaid waiver.
- Requires DHS to propose administrative code changes to allow more individuals to receive services under the autism spectrum disorder voucher program.

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### **Senate Bill No. 2012 - Other Changes - Conference Committee Action**

This amendments also:

- Amends North Dakota Century Code Section 50-06.4-10 to provide the Department of Human Services (DHS) contract with a private entity to provide support services for the Brain Injury Advisory Council. This section was also added by the House.
- Amends Section 50-24.1-31 to increase the net income limit for the optional medical assistance program for families with children with disabilities program from 200 to 250 percent of the federal poverty level. This section was also added by the House.
- Amends Section 50-24.1-37 to provide for DHS to administer the pharmacy benefits portion of the Medicaid Expansion program effective January 1, 2020, and provides for the Medicaid Expansion program to sunset on July 31, 2021. This section was also added by the House.
- Amends Section 54-27-25 to allocate moneys in the tobacco settlement trust fund only to the community health trust fund rather than the community health trust fund, the common schools trust fund, and the water development trust fund.
- Provides that expenditures of the Medicaid Expansion program may not exceed appropriated amounts with certain exceptions. This section was also added by the House.
- Identifies \$32.4 million from the community health trust fund for defraying expenses of the Medical Services Division.
- Identifies \$1 million of funding included in the appropriation for nursing facilities is from the health care trust fund to be used to increase the nursing facility operating margin up to 4.4 percent for the period beginning January 1, 2020, and ending June 30, 2021. This section was also added by the House.
- Removes a section added by the Senate to require DHS to establish a mental health voucher program. This section was also removed by the House.
- Requires DHS to develop an implementation plan for revised payment methodology for nursing facility services. This section was also added by the House.
- Adds a section to identify \$335,000 of funding from the general fund for providing a hyperbaric oxygen therapy grant to the Dakota Medical Foundation.
- Adds a section to identify the use of \$200,000 of funding from the general fund for adaptive skiing grants. This section was also added by the House.
- Provides guidelines regarding the use of grant funding provided for supportive housing grants. This section was also added by the House.
- Adds a section to identify the use of \$1.5 million from the general fund for school behavioral health grants. This section was also added by the House.
- Provides an exemption for DHS to continue up to \$728,207 of general fund appropriation authority for legal services into the 2019-21 biennium. This section was also added by the House.
- Provides an exemption for DHS to continue a \$150,000 general fund appropriation for a children's behavioral health pilot project into the 2019-21 biennium. This section was also added by the House.
- Requires DHS to implement a 1915i Medicaid state plan amendment for children and adults during the 2019-21 biennium. This section was also added by the House.

- Requires DHS to adopt rules to establish a process to provide information to individuals regarding home- and community-based services. This section was also added by the House.
- Requires DHS to review the need to expand the number of slots or increase the age of eligibility for the autism spectrum disorder Medicaid waiver. This section was also added by the House.
- Requires DHS to propose administrative code changes to allow more individuals to receive services under the autism spectrum disorder voucher program. This section was also added by the House.
- Adds a section of legislative intent that the department seek a deficiency appropriation if program expenditures exceed legislative appropriations due to adjustments made to estimated utilization rates.