

PROPOSED AMENDMENTS TO ENGROSSED HOUSE BILL NO. 1012

Page 1, line 2, after "services" insert "; to provide an appropriation to the state department of health"

Page 1, line 2, replace "a" with "two"

Page 1, line 2, replace "section" with "sections"

Page 1, line 2, after "50-06" insert "and a new section to chapter 50-24.1"

Page 1, line 3, after "grants" insert ", a behavioral health bed management system, and medical assistance coverage of interpreter services; to create and enact a new subparagraph to subdivision I of subsection 1 of section 50-11.1-22 of the North Dakota Century Code as created by section 8 of House Bill No. 1416, as approved by the sixty-seventh legislative assembly, relating to the North Dakota early childhood council membership"

Page 1, line 4, after "50-06-42" insert ", 50-11.1-14,"

Page 1, line 5, after "program" insert ", the early childhood workforce development fees,"

Page 1, line 9, after "application" insert "; to provide for retroactive application"

Page 1, remove lines 22 through 24

Page 2, remove lines 1 through 30

Page 3, replace lines 1 through 10 with:

"Salaries and wages	\$20,222,500	(\$882,643)	\$19,339,857
Operating expenses	134,438,862	85,747,426	220,186,288
Capital assets	<u>50,000</u>	<u>25,000</u>	<u>75,000</u>
Total all funds	\$154,711,362	\$84,889,783	\$239,601,145
Less estimated income	<u>90,021,088</u>	<u>49,909,553</u>	<u>139,930,641</u>
Total general fund	\$64,690,274	\$34,980,230	\$99,670,504

Subdivision 2.

PROGRAM AND POLICY

	<u>Base Level</u>	<u>Adjustments or Enhancements</u>	<u>Appropriation</u>
Salaries and wages	\$68,994,873	\$57,782,440	\$126,777,313
Operating expenses	150,961,583	19,170,338	170,131,921
Capital assets	10,000	0	10,000
Grants	452,041,904	13,963,488	466,005,392
Grants - medical assistance	<u>2,742,157,720</u>	<u>315,028,658</u>	<u>3,057,186,378</u>
Total all funds	\$3,414,166,080	\$405,944,924	\$3,820,111,004
Less estimated income	<u>2,232,568,138</u>	<u>274,026,185</u>	<u>2,506,594,323</u>
Total general fund	\$1,181,597,942	\$131,918,739	\$1,313,516,681

Subdivision 3.

FIELD SERVICES

	<u>Base Level</u>	<u>Adjustments or Enhancements</u>	<u>Appropriation</u>
Human service centers	\$204,701,143	(\$34,812,628)	\$169,888,515
Institutions	<u>137,476,480</u>	<u>(3,942,407)</u>	<u>133,534,073</u>
Total all funds	\$342,177,623	(\$38,755,035)	\$303,422,588
Less estimated income	<u>127,314,955</u>	<u>(13,041,660)</u>	<u>114,273,295</u>
Total general fund	\$214,862,668	(\$25,713,375)	\$189,149,293

Subdivision 4.

COUNTY SOCIAL SERVICE FINANCING

	<u>Base Level</u>	<u>Adjustments or Enhancements</u>	<u>Appropriation</u>
County social services	\$173,700,000	\$16,217,386	\$189,917,386
Total all funds	\$173,700,000	\$16,217,386	\$189,917,386
Less estimated income	<u>173,700,000</u>	<u>14,976,995</u>	<u>188,676,995</u>
Total general fund	\$0	\$1,240,391	\$1,240,391

Subdivision 5.

TOTAL - SECTION 1

	<u>Base Level</u>	<u>Adjustments or Enhancements</u>	<u>Appropriation</u>
Grand total general fund	\$1,461,150,884	\$142,425,985	\$1,603,576,869
Grant total special funds	<u>2,623,604,181</u>	<u>325,871,073</u>	<u>2,949,475,254</u>
Grant total all funds	\$4,084,755,065	\$468,297,058	\$4,553,052,123
Full-time equivalent positions	2,230.23	44.10	2,274.33"

Page 3, after line 18, insert:

"Capital projects - southeast human service center	0	724,000
Life skills and transition center transition costs	0	5,200,000
Developmental disabilities provider stabilization grants	0	125,000"

Page 3, replace lines 21 and 22 with:

"State hospital study	200,000	3,000,000"
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Page 3, replace lines 24 through 26 with:

"Total all funds	\$22,068,926	\$83,890,747
Less estimated income	<u>20,556,323</u>	<u>56,657,531</u>
Total general fund	\$1,512,603	\$27,233,216"

Page 4, line 5, remove "political subdivision"

Page 4, line 6, replace "for the state share of costs relating to the purchase of a fire truck" with "city located in a county of fewer than 25,000 individuals and provides prevention and extinguishment of fires at the North Dakota state hospital"

Page 4, line 10, remove "shall discontinue any agreement with a political subdivision for fire protection"

Page 4, line 11, remove "services and"

Page 4, after line 12, insert:

"SECTION 4. APPROPRIATION - STATE DEPARTMENT OF HEALTH. There is appropriated out of any moneys in the general fund in the state treasury, not otherwise appropriated, the sum of \$281,715, or so much of the sum as may be necessary, and the sum of \$281,715 from special funds derived from grants, donations, and other income, to the state department of health for the purpose of providing a grant to the task force on the prevention of sexual abuse of children for staff and programming materials focused on primary prevention activities, for the biennium beginning July 1, 2021, and ending June 30, 2023."

Page 5, line 1, after "**SERVICES**" insert "- **LEGISLATIVE INTENT**"

Page 5, line 5, after the period insert "It is the intent of the sixty-seventh legislative assembly that future legislative assemblies retain and exercise unfettered discretion to appropriate funds as they deem appropriate without regard to the federal department of justice lawsuit settlement."

Page 5, line 7, replace "\$187,385,888" with "\$187,223,092"

Page 5, line 20, remove "**STATE HOSPITAL -**"

Page 5, line 22, after "chapel" insert ", administrative building,"

Page 5, line 23, replace "4" with "5"

Page 5, after line 29, insert:

"SECTION 13. PERMANENT SUPPORTIVE HOUSING GRANTS.
Subdivision 2 of section 1 of this Act includes the sum of \$4,672,536 from the general fund for permanent supportive housing grants. The department of human services shall develop a funding methodology to distribute the funding to qualified entities that utilize best practices for permanent supportive housing, provide recovery-oriented and person-centered services, submit process and outcome measures to the department, and authorize the department to conduct onsite visits to review program operations.

SECTION 14. EMERGENCY STABILIZATION GRANTS - DEVELOPMENTAL DISABILITIES WAIVER.

1. Subdivision 2 of subsection 1 of this Act includes the sum of \$125,000 from the general fund for the purpose of providing emergency stabilization grants to developmental disability in-home support providers to support the sustainability of newly licensed providers within the developmental disability provider network. To be eligible to receive an emergency stabilization grant, a licensed developmental disability in-home support provider must be in operation as of October 1, 2020, with an initial license date of October 15, 2015, or later, and comply with grant requirements established by the department of human services. The requirements of chapter 54-44.4 do not apply to the selection of a grantee, the grant award, or payments made under this section.
2. The department of human services shall include in-home support providers in future appendix K applications, to allow eligibility for retainer payments in a manner equivalent to day support services.

SECTION 15. REFUGEE RESETTLEMENT SERVICES. Subdivision 2 of section 1 of this Act includes the sum of \$6,069,408 of federal funds for the refugee resettlement program. The department of human services shall establish and implement a plan that resettles at least twenty-five percent of new refugees in locations in the state outside of the three most populous counties. If the department, in consultation with applicable federal and private placement agencies, determines the goal of resettling at least twenty-five percent of refugees outside the three most populous counties is not achievable, the department shall discontinue the resettlement process for refugees and the federal funds identified in this section may not be expended for any purpose.

SECTION 16. TRANSITION OF INDIVIDUALS FROM LIFE SKILLS AND TRANSITION CENTER. Subdivision 2 of section 1 of this Act includes the sum of \$5,200,000 from federal or other funds made available to the department for the transition of individuals from the life skills and transition center to community-based providers. To be eligible to receive funding under this section, a provider must accept an individual who has a regular admission to the life skills and transition center and is being discharged, must ensure that all service needs are met including vocational services, and must implement a policy to not decline to provide services in the future to any individual being served under this section."

Page 7, replace lines 15 through 19 with:

"SECTION 18. EXPENDITURES MAY NOT EXCEED APPROPRIATION - MEDICAL ASSISTANCE EXPANSION PROGRAM - APPLICATION.

1. Subdivision 2 of section 1 of this Act includes the sum of \$703,317,464, of which \$80,934,488 is from the general fund, for the medical assistance expansion program for the biennium beginning July 1, 2021, and ending June 30, 2023. The expenditures for individuals eligible for the medical assistance expansion program may not exceed this amount. For purposes of this section:
 - a. Expenditures do not include those made for individuals identified as medically frail and who receive services through the traditional Medicaid program administered by the department of human services for which there is a separate appropriation of \$10,184,568 included in subdivision 2 of section 1 of this Act.
 - b. Expenditures do not include prescription drugs for the medical assistance expansion program population which is administered by the department of human services through its fee-for-service Medicaid program for which there is a separate appropriation of \$29,460,720 included in subdivision 2 of section 1 of this Act.
 - c. Expenditures do not include coverage for individuals ages nineteen and twenty for the medical assistance expansion program population which is administered by the department of human services through its fee-for-service Medicaid program for which there is a separate appropriation of \$12,705,466 included in subdivision 2 of section 1 of this Act.
2. The department of human services may exceed appropriations for increases in medical assistance expansion program caseload and for the

addition of coverage consistent with the traditional Medicaid 1915i state plan.

3. The managed care organization under contract with the department to manage the medical assistance expansion program shall reimburse providers within the same provider type and specialty at consistent levels and with consistent methodology and may not provide incentive, quality, or supplemental payments to providers, unless part of a value-based program approved by the department. The managed care organization shall reimburse all North Dakota substance use providers of American society of addiction medicine level 2.5 at consistent levels and with consistent methodology. The managed care organization may consider urban and rural providers as different provider types. Critical access hospitals may not be paid less than one hundred percent of Medicare allowable costs.
4. The managed care organization and the department of human services shall ensure payments to Indian or Tribal 638 health care providers, federally qualified health centers, and rural health clinics meet the federally required minimum levels of reimbursement.
5. The department of human services shall ensure providers within the same provider type and specialty are reimbursed at consistent levels and with consistent methodology and shall ensure the capitation rates under risk contracts are actuarially sound and are adequate to meet managed care organization contractual requirements regarding availability of services, assurance of adequate capacity and services, and coordination and continuity of care."

Page 8, remove lines 19 through 31

Page 9, replace lines 1 through 13 with:

"SECTION 20. AMENDMENT. Section 50-06-42 of the North Dakota Century Code is amended and reenacted as follows:

50-06-42. Substance use disorder treatment voucher system.

1. The department shall establish and administer, within the limits of legislative appropriations, a voucher system to address underserved areas and gaps in the state's substance abuse treatment system and to assist in the payment of addiction treatment services provided by licensed substance abuse treatment programs, excluding regional human service centers, and hospital- or medical clinic-based programs for medical management of withdrawal, and any institution for mental diseases in accordance with subsection 2.
2. The department shall deny a licensed substance abuse treatment program's substance use disorder treatment voucher system application and deny reimbursement by the substance use disorder treatment voucher system if the licensed substance abuse treatment program is an institution for mental diseases and reimbursement is requested for residential beds added on or after July 1, 2020.
3. Services eligible for the voucher program include only those levels of care recognized by the American society of addiction medicine, with particular

emphasis given to underserved areas and programs. The department shall ensure that a licensed substance abuse treatment program, hospital, and medical clinic program accepting vouchers collects and reports process and outcome measures. The department shall develop requirements and provide training and technical assistance to a licensed substance abuse treatment program, hospital, and medical clinic program accepting vouchers. A licensed substance abuse treatment program, hospital, and medical clinic program accepting vouchers shall provide evidence-based services.

SECTION 21. AMENDMENT. Section 50-06-42 of the North Dakota Century Code is amended and reenacted as follows:

50-06-42. Substance use disorder treatment voucher system.

1. The department shall establish and administer, within the limits of legislative appropriations, a voucher system to address underserved areas and gaps in the state's substance abuse treatment system and to assist in the payment of addiction treatment services provided by licensed substance abuse treatment programs, excluding regional human service centers, hospital- or medical clinic-based programs for medical management of withdrawal, and any institution for mental diseases in accordance with subsection 2.
2. The department shall deny a licensed substance abuse treatment program's substance use disorder treatment voucher system application and deny reimbursement by the substance use disorder treatment voucher system if the licensed substance abuse treatment program is an institution for mental diseases and reimbursement is requested for residential beds added on or after July 1, 2020.
3. Services eligible for the voucher program include only those levels of care recognized by the American society of addiction medicine, with particular emphasis given to underserved areas and programs. The department shall ensure that a licensed substance abuse treatment program, hospital, and medical clinic program accepting vouchers collects and reports process and outcome measures. The department shall develop requirements and provide training and technical assistance to a licensed substance abuse treatment program, hospital, and medical clinic program accepting vouchers. A licensed substance abuse treatment program, hospital, and medical clinic program accepting vouchers shall provide evidence-based services.
4. The department shall allocate funding appropriated for the substance use disorder treatment voucher as follows:
 - a. No more than fifty percent of the appropriated amount may be allocated for residential substance use disorder services administered by licensed substance abuse treatment programs with more than sixteen beds.
 - b. The remaining appropriation must be allocated for residential programs with sixteen or fewer beds, nonresidential outpatient, and ancillary substance use disorder services administered by licensed substance abuse treatment programs.

SECTION 22. A new section to chapter 50-06 of the North Dakota Century Code is created and enacted as follows:

Behavioral health bed management system.

The department shall establish and maintain a behavioral health bed management system to improve utilization of behavioral health bed capacity. Public and private providers of residential or inpatient behavioral health services shall participate in and report daily to the department the information and documentation necessary to maintain the behavioral health bed management system in the form and manner prescribed by the department.

SECTION 23. AMENDMENT. Section 50-11.1-14 of the North Dakota Century Code is amended and reenacted as follows:

50-11.1-14. Workforce development.

1. The department may establish a statewide system to build systematic early childhood workforce voluntary training which may include distance learning formats, a professional registry, certificates, and specializations.
2. The department may charge reasonable fees for all training and development courses to offset costs. All fees collected under this section must be paid to the department or the department's authorized agent and must be used to defray the cost of providing training and development courses to providers and staff members of early childhood services.

SECTION 24. A new paragraph to subdivision I of subsection 1 of section 50-11.1-22 of the North Dakota Century Code as created by section 8 of House Bill No. 1416, as approved by the sixty-seventh legislative assembly, is created and enacted as follows:

A special education director:"

Page 9, line 16, overstrike "**Effective through**"

Page 9, line 17, overstrike "**July 31,**"

Page 9, line 17, remove "**2023**"

Page 9, line 17, overstrike the first boldfaced hyphen

Page 11, line 1, remove the overstrike over "5. Provider reimbursement rate information received by the department under this"

Page 11, line 2, remove the overstrike over "~~section is~~"

Page 11, line 4, after "~~section~~" insert "an open record"

Page 11, line 4, remove the overstrike over the period and insert immediately thereafter:

SECTION 27. A new section to chapter 50-24.1 of the North Dakota Century Code is created and enacted as follows:

Interpreter services.

Medical assistance coverage, including Medicaid expansion, must include payment for sign and oral language interpreter services for assistance in providing covered health care services to a recipient of medical assistance who has limited English proficiency or who has hearing loss and uses interpreting services. The department shall adopt rules to implement this section."

Page 11, after line 13, insert:

"SECTION 30. CONVEYANCE OF LAND AUTHORIZED - LIFE SKILLS AND TRANSITION CENTER. The state of North Dakota, by and through the department of human services, may convey real property associated with the life skills and transition center in Grafton to the Grafton fire department. The department of human services may convey a parcel of land, 7.45 acres, more or less, located in part of lot 1, block 1, state school first addition to the city of Grafton, which is located within the southwest ¼ of the southwest ¼ of section 13, township 157 north, range 53 west, on the terms and conditions determined appropriate by the department and attorney general. Sections 54-01-05.2 and 54-01-05.5 do not apply to this conveyance."

Page 11, remove lines 23 through 28

Page 12, line 3, replace "4" with "5"

Page 13, replace lines 13 through 18 with:

"SECTION 41. EXEMPTION. The sum of \$750,000 from the general fund appropriated to the department of human services for the purpose of providing suicide prevention grants in chapter 37 of the 2019 Session Laws is not subject to the provisions of section 54-44.1-11. Any unexpended funds from this appropriation are available for the suicide prevention grants during the biennium beginning July 1, 2021, and ending June 30, 2023.

SECTION 42. EXEMPTION. The sum of \$3,000,000 from the general fund appropriated to the department of human services for the purpose of providing a community behavioral health program to provide comprehensive community-based services for individuals who have serious behavioral health conditions in chapter 37 of the 2019 Session Laws is not subject to the provisions of section 54-44.1-11. Any unexpended funds from this appropriation are available for the community behavioral health program during the biennium beginning July 1, 2021, and ending June 30, 2023.

SECTION 43. EXEMPTION. The sum of \$335,000 from the general fund appropriated to the department of human services for the purpose of providing a grant to an entity to develop a hyperbaric oxygen therapy pilot program in chapter 37 of the 2019 Session Laws is not subject to the provisions of section 54-44.1-11. Any unexpended funds from this appropriation are available for the completion of the grant to an entity to develop a hyperbaric oxygen therapy pilot program during the biennium beginning July 1, 2021, and ending June 30, 2023.

SECTION 44. EXEMPTION. The sum of \$572,000 from the strategic investment and improvements fund appropriated to the department of human services for the purpose of a roof replacement project at the state hospital in chapter 37 of the 2019 Session Laws is not subject to the provisions of section 54-44.1-11. Any unexpended funds from this appropriation are available for the completion of the roof replacement

project at the state hospital during the biennium beginning July 1, 2021, and ending June 30, 2023.

SECTION 45. EXEMPTION. The amount appropriated for the development of the electronic visit verification project in chapter 11 of the 2017 Session Laws is not subject to the provisions of section 54-44.1-11. Any unexpended funds from this appropriation approved under section 54-44.1-11 for continuation into the 2019-21 biennium are available for the completion of the electronic visit verification project during the biennium beginning July 1, 2021, and ending June 30, 2023.

SECTION 46. LEGISLATIVE INTENT - UTILIZATION RATE ADJUSTMENT. It is the intent of the sixty-seventh legislative assembly that the department of human services seek a deficiency appropriation from the sixty-eighth legislative assembly for any expenditures that exceed appropriated amounts as a result of utilization rates or nursing home costs associated with the establishment of the new rate structure as provided in House Bill No. 1090 during the biennium beginning July 1, 2021, and ending June 30, 2023, if funding is not sufficient to pay actual expenses.

SECTION 47. REPORT TO LEGISLATIVE MANAGEMENT - EARLY AND PERIODIC SCREENING, DIAGNOSTIC, AND TREATMENT PROGRAM. During the 2021-22 interim, the department of human services shall conduct a study of the early and periodic screening, diagnostic, and treatment program and prepare a report. The department of human services may contract with a consultant to assist in the study and the preparation of the report. The report shall include data on the number, ages, and geographic locations of children receiving screening, diagnostic, and treatment services; the capacity of the program to ensure all children who require screening, diagnostic, and treatment services are identified and receive services; data on the disposition of referrals of children who are screened and eligible for diagnostic and treatment services, including how many receive services and how many do not receive those services by county; an assessment of the program's efforts to provide comprehensive screening and treatment for children as required by federal law; an assessment of the deficits of the program's efforts to provide comprehensive screening and treatment as required by federal law; recommendations to ensure or expand services so that all eligible children are adequately served by the program; and additional data needed to assess the program accountability and efficiency. Before October 1, 2022, the department of human services shall provide the report to the legislative management."

Page 13, line 22, remove "conduct a study and"

Page 13, line 22, remove ". The report must provide"

Page 13, remove line 23

Page 13, line 24, replace "closing the state hospital, renovating the state hospital, or building" with ", including an architectural review and cost estimate to construct"

Page 13, line 26, replace "a" with "the"

Page 13, line 26, remove "regarding the results of the study"

Page 13, line 27, replace "\$300,000" with "\$3,000,000"

Page 13, line 28, replace "the report and recommendation" with "preparing the report and to develop detailed design plans for the construction of a new treatment campus"

Page 13, remove lines 29 through 31

Page 14, replace lines 1 through 6 with:

"SECTION 49. REPORT TO LEGISLATIVE MANAGEMENT - REVISED PAYMENT METHODOLOGY FOR BASIC CARE FACILITIES. The department of human services shall develop a report for payment methodology revisions for basic care facilities that must include recommendations for:

1. Methods of reimbursement for basic care facility cost categories, including direct care, indirect care, room and board, and property; and
2. The feasibility of standardizing payments for basic care facilities in the same peer group.

Before October 1, 2022, the department shall present the report to the legislative management regarding the revised payment methodology. The estimated costs related to the implementation of the payment methodology revisions must be included in the department's 2023-25 biennium budget request submitted to the sixty-eighth legislative assembly.

SECTION 50. LEGISLATIVE MANAGEMENT REPORT - FOUR-YEAR OLD PROGRAM - EARLY CHILDHOOD GRANTS. During the 2021-22 interim, the department of human services shall provide reports to the legislative management regarding the status of four-year old program approvals, the North Dakota early childhood council, and the early childhood grant for best in class four-year old experiences.

SECTION 51. TRANSFER OF EMPLOYEES. The department of human services may use the identified twenty-seven full-time equivalent child care licensing positions of the human service zone transferred to the department pursuant to chapter 391 of the 2019 Session Laws for child care licensing, quality control, and early childhood administration.

SECTION 52. RETROACTIVE APPLICATION. Section 20 of this Act applies retroactively to July 1, 2020."

Page 14, line 7, replace "Section 17" with "Sections 18 and 26"

Page 14, line 7, replace "becomes" with "become"

Page 14, line 9, replace "14" with "19"

Page 14, line 11, replace "is" with "and section 22 of Senate Bill No. 2086, as approved by the sixty-seventh legislative assembly, are"

Re-number accordingly

STATEMENT OF PURPOSE OF AMENDMENT:

House Bill No. 1012 - Summary of Senate Action

	Base Budget	House Version	Senate Changes	Senate Version
State Department of Health				
Total all funds	\$0	\$0	\$563,430	\$563,430
Less estimated income	0	0	281,715	281,715
General fund	\$0	\$0	\$281,715	\$281,715
FTE	0.00	0.00	0.00	0.00
DHS - Management				

Total all funds	\$154,711,362	\$231,188,314	\$8,412,831	\$239,601,145
Less estimated income	90,021,088	139,928,943	1,698	139,930,641
General fund	\$64,690,274	\$91,259,371	\$8,411,133	\$99,670,504
FTE	107.95	97.85	0.00	97.85
DHS - Program/Policy				
Total all funds	\$3,414,166,080	\$3,762,575,571	\$57,535,433	\$3,820,111,004
Less estimated income	2,232,568,138	2,468,391,493	38,202,830	2,506,594,323
General fund	\$1,181,597,942	\$1,294,184,078	\$19,332,603	\$1,313,516,681
FTE	383.25	648.67	42.50	691.17
DHS - County Social Services Financing				
Total all funds	\$173,700,000	\$190,151,515	(\$234,129)	\$189,917,386
Less estimated income	173,700,000	188,839,791	(162,796)	188,676,995
General fund	\$0	\$1,311,724	(\$71,333)	\$1,240,391
FTE	140.00	143.00	0.00	143.00
DHS - Field Services				
Total all funds	\$342,177,623	\$297,544,383	\$5,878,205	\$303,422,588
Less estimated income	127,314,955	113,944,012	329,283	114,273,295
General fund	\$214,862,668	\$183,600,371	\$5,548,922	\$189,149,293
FTE	1,599.03	1,342.31	0.00	1,342.31
Bill total				
Total all funds	\$4,084,755,065	\$4,481,459,783	\$72,155,770	\$4,553,615,553
Less estimated income	2,623,604,181	2,911,104,239	38,652,730	2,949,756,969
General fund	\$1,461,150,884	\$1,570,355,544	\$33,503,040	\$1,603,858,584
FTE	2,230.23	2,231.83	42.50	2,274.33

House Bill No. 1012 - State Department of Health - Senate Action

	Base Budget	House Version	Senate Changes	Senate Version
Grants			\$563,430	\$563,430
Total all funds	\$0	\$0	\$563,430	\$563,430
Less estimated income	0	0	281,715	281,715
General fund	\$0	\$0	\$281,715	\$281,715
FTE	0.00	0.00	0.00	0.00

Department 301 - State Department of Health - Detail of Senate Changes

	Adds Funding for Task Force ¹	Total Senate Changes
Grants	\$563,430	\$563,430
Total all funds	\$563,430	\$563,430
Less estimated income	281,715	281,715
General fund	\$281,715	\$281,715
FTE	0.00	0.00

¹ Funding is added to provide a grant to the Task Force on the Prevention of Sexual Abuse of Children for staff and programming materials focused on primary prevention activities.

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

	Base Budget	House Version	Senate Changes	Senate Version
Salaries and wages	\$20,222,500	\$19,332,219	\$7,638	\$19,339,857
Operating expenses	134,438,862	211,781,095	8,405,193	220,186,288
Capital assets	50,000	75,000		75,000
Total all funds	\$154,711,362	\$231,188,314	\$8,412,831	\$239,601,145
Less estimated income	90,021,088	139,928,943	1,698	139,930,641
General fund	\$64,690,274	\$91,259,371	\$8,411,133	\$99,670,504
FTE	107.95	97.85	0.00	97.85

Department 326 - DHS - Management - Detail of Senate Changes

	Adjusts Funding for Management¹	Total Senate Changes
Salaries and wages	\$7,638	\$7,638
Operating expenses	8,405,193	8,405,193
Capital assets		
Total all funds	\$8,412,831	\$8,412,831
Less estimated income	1,698	1,698
General fund	\$8,411,133	\$8,411,133
FTE	0.00	0.00

¹ Funding for management is adjusted as follows:

2021-23 Ongoing Funding Changes	FTE Positions	General Fund	Other Funds	Total
Funding is adjusted to provide salary increases of 1.5 percent on July 1, 2021, with a minimum monthly increase of \$100, and 2 percent on July 1, 2022. The House provided salary adjustments of 1.5 percent on July 1, 2021, and July 1, 2022, with a minimum monthly increase of \$100 and a maximum monthly increase of \$250.		\$5,940	\$1,698	\$7,638
Restores funding removed by the House for operating expenses.		8,405,193		8,405,193
Total ongoing funding changes	0.00	\$8,411,133	\$1,698	\$8,412,831

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

	Base Budget	House Version	Senate Changes	Senate Version
Salaries and wages	\$68,994,873	\$119,359,007	\$7,418,306	\$126,777,313
Operating expenses	150,961,583	166,664,510	3,467,411	170,131,921
Capital assets	10,000	10,000		10,000
Grants	452,041,904	461,353,354	4,652,038	466,005,392
Grants - Medical assistance	2,742,157,720	3,015,188,700	41,997,678	3,057,186,378
Total all funds	\$3,414,166,080	\$3,762,575,571	\$57,535,433	\$3,820,111,004
Less estimated income	2,232,568,138	2,468,391,493	38,202,830	2,506,594,323
General fund	\$1,181,597,942	\$1,294,184,078	\$19,332,603	\$1,313,516,681
FTE	383.25	648.67	42.50	691.17

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

	Adjusts Funding for Program and Policy¹	Total Senate Changes
Salaries and wages	\$7,418,306	\$7,418,306
Operating expenses	3,467,411	3,467,411
Capital assets		
Grants	4,652,038	4,652,038
Grants - Medical assistance	<u>41,997,678</u>	<u>41,997,678</u>
Total all funds	\$57,535,433	\$57,535,433
Less estimated income	<u>38,202,830</u>	<u>38,202,830</u>
General fund	\$19,332,603	\$19,332,603
FTE	42.50	42.50

¹ Funding for Program and Policy is adjusted as follows:

2021-23 Ongoing Funding Changes	FTE Positions	General Fund	Other Funds	Total
Funding is adjusted to provide salary increases of 1.5 percent on July 1, 2021, with a minimum monthly increase of \$100, and 2 percent on July 1, 2022. The House provided salary increases of 1.5 percent on July 1, 2021, and July 1, 2022, with a minimum monthly increase of \$100 and a maximum monthly increase of \$250.		(\$3,512)	(\$24,341)	(\$27,853)
Adjusts provider inflation funding to provide a 1.5 percent increase the 1st year of the biennium and 2.0 percent the 2nd year of the biennium. The House provided 1 percent annual inflationary increases.		9,060,898	9,704,410	18,765,308
Adds federal funding and FTE positions for refugee resettlement services.	4.00		4,337,408	4,337,408
Economic Assistance				
Adds 1 FTE specialty eligibility position	1.00	43,639	130,917	174,556
Child Support				
Adds FTE positions and funding for duties being transferred from the judicial branch	3.50	308,126	209,662	517,788
Medical Services				
Adds funding to allow interpreter services to be covered by Medicaid		249,600	249,600	499,200
Adds funding for the costs to provide Medicaid coverage for continuous glucose monitoring devices as provided in House Bill No. 1288		479,585	1,297,885	1,777,470
Adjusts funding based on changes to the tribal health care coordination fund in House Bill No. 1407			7,181,628	7,181,628
Adds funding for costs to provide Medicaid coverage of metabolic supplements as provided in Senate Bill No. 2224		9,300	10,700	20,000
Long-Term Care				
Adjusts funding based on updated estimates regarding funding needed to provide services resulting from a federal Department of Justice lawsuit settlement agreement		(619,550)	(712,824)	(1,332,374)
Transfers \$300,000 of funding from the autism waiver program to the autism voucher program				0
Aging Services				
Increases funding for dementia services grants to provide a total of \$1.3 million		268,000		268,000

Children and Family Services

Restores funding for parent-to-parent support groups reduced as part of the 1915i realignment		26,250		26,250
Adjusts funding for a new early childhood program to provide a portion of funding from federal funds available from the Department of Public Instruction		(3,958,910)	3,958,910	0
Delays the realignment of therapeutic foster care targeted case management rates		549,585	632,319	1,181,904
Adds funding for child care and early childhood programs	33.00	1,601,096	150,000	1,751,096

Behavioral Health Division

Restores funding for parent-to-parent support groups reduced as part of the 1915i realignment		5,625		5,625
Increases funding for substance use disorder vouchers to \$17 million. The House increased funding for the vouchers from \$8 million to \$12 million.		5,000,000		5,000,000
Adds 1 FTE grants and funding position	1.00	171,455		171,455

Developmental Disabilities

Restores a portion of funding for small agency accreditation costs removed in the agency savings plan to provide a total of \$100,000. The House restored \$25,000 of funding.		75,000		75,000
Adds funding for the experienced parent program		260,000		260,000
Restores funding removed in agency savings plan for Section 11 supported housing and employment		373,261		373,261
Increases corporate guardianship slots by 10 to provide for total slots of 499		98,311		98,311
Restores a portion of funding removed in agency savings plan for recreational and leisure services grants		150,000		150,000
Adjusts funding for crisis beds to reflect updated budget estimates		(30,156)	116,556	86,400
Restores funding reduced in the agency savings plan for adjustments to provider rates		5,240,000	5,910,000	11,150,000
Total ongoing funding changes	42.50	\$19,357,603	\$33,152,830	\$52,510,433

One-Time Funding Items

Removes funding added by the House for a study of the use of an Administrative Services Organization for Medicaid Expansion behavioral health services		(\$150,000)	(\$150,000)	(\$300,000)
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Adds one-time funding from federal or other funds to transition individuals from the Life Skills and Transition Center to private developmental disability providers			5,200,000	5,200,000
Adds one-time funding to provide emergency stabilization grants to developmental disability providers		125,000		125,000
Total one-time funding items			(\$25,000)	\$5,050,000
Total changes to House	42.50	\$19,332,603	\$38,202,830	\$57,535,433

House Bill No. 1012 - DHS - County Social Services Financing - Senate Action

	Base Budget	House Version	Senate Changes	Senate Version
County social services	\$173,700,000	\$190,151,515	(\$234,129)	\$189,917,386
Total all funds	\$173,700,000	\$190,151,515	(\$234,129)	\$189,917,386
Less estimated income	173,700,000	188,839,791	(162,796)	188,676,995
General fund	\$0	\$1,311,724	(\$71,333)	\$1,240,391
FTE	140.00	143.00	0.00	143.00

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

	Adjusts Funding for Salaries and Wages ¹	Total Senate Changes
County social services	(\$234,129)	(\$234,129)
Total all funds	(\$234,129)	(\$234,129)
Less estimated income	(162,796)	(162,796)
General fund	(\$71,333)	(\$71,333)
FTE	0.00	0.00

¹ Funding is adjusted to provide salary increases of 1.5 percent on July 1, 2021, with a minimum monthly increase of \$100, and 2 percent on July 1, 2022. The House provided salary increases of 1.5 percent on July 1, 2021, and July 1, 2022, with a minimum monthly increase of \$100 and a maximum monthly increase of \$250. The adjustments are made as follows:

	General Fund	Other Funds	Total
DHS employees	(\$71,333)	\$762	(\$70,571)
County employees		(163,558)	(163,558)
Total	(\$71,333)	(\$162,796)	(\$234,129)

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

	Base Budget	House Version	Senate Changes	Senate Version
Human service centers	\$204,701,143	\$166,926,620	\$2,961,895	\$169,888,515
Institutions	137,476,480	130,617,763	2,916,310	133,534,073
Total all funds	\$342,177,623	\$297,544,383	\$5,878,205	\$303,422,588
Less estimated income	127,314,955	113,944,012	329,283	114,273,295
General fund	\$214,862,668	\$183,600,371	\$5,548,922	\$189,149,293
FTE	1,599.03	1,342.31	0.00	1,342.31

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

	Adjusts Funding for Field Services ¹	Total Senate Changes
Human service centers	\$2,961,895	\$2,961,895
Institutions	2,916,310	2,916,310
Total all funds	\$5,878,205	\$5,878,205
Less estimated income	329,283	329,283
General fund	\$5,548,922	\$5,548,922
FTE	0.00	0.00

¹ Funding is adjusted for Field Services as follows:

2021-23 Ongoing Funding Changes	FTE Positions	General Fund	Other Funds	Total
Funding is adjusted to provide salary increases of 1.5 percent on July 1, 2021, with a minimum monthly increase of \$100, and 2 percent on July 1, 2022. The House provided salary increases of 1.5 percent on July 1, 2021, and July 1, 2022, with a minimum monthly increase of \$100 and a maximum monthly increase of \$250.		(\$146,283)	\$22,582	(\$123,701)
Funding for provider inflation is adjusted to provide a 1.5 percent increase the 1st year of the biennium and 2.0 percent the 2nd year of the biennium. The House provided 1 percent annual inflationary increases.		272,343		272,343
Human Service Centers				
Funding for supportive housing grants reduced as part of the 1915i realignment is restored		1,747,086		1,747,086
Rent expenses removed in the agency savings plan for the Northeast Human Service Center are restored		168,736		168,736
Institutions				
Funding for psychiatrist transition costs at the Life Skills and Transition Center are increased to \$183,040. The House provided funding of \$100,000 for transition costs.		83,040		83,040
Funding is adjusted to allow for the purchase of adaptive equipment using other funds at the Life Skills and Transition Center			306,701	306,701
Total ongoing funding changes	0.00	\$2,124,922	\$329,283	\$2,454,205
One-Time Funding Changes				
Funding for a State Hospital study is increased from \$300,000 to \$3 million to provide for architectural reviews and the development of detailed plans for the construction of a new State Hospital		\$2,700,000		\$2,700,000

One-time funding is added for heat pump and carpet replacement projects at the Southeast Human Service Center		724,000		724,000
Total one-time funding changes	0.00	\$3,424,000	\$0	\$3,424,000
Total changes to base level funding	0.00	\$5,548,922	\$329,283	\$5,878,205

House Bill No. 1012 - Other Changes - Senate Action

This amendment also:

- Adjusts the amount of funding being provided from the human service finance fund for the county social and human services program.
- Provides that DHS develop a funding methodology to distribute permanent supportive housing grants.
- Adds a section to provide for an emergency grant allocation program for developmental disabilities providers and removes a section relating to DHS applying for an Appendix K waiver.
- Provides for DHS to settle a certain number of refugees outside of the three most populous counties.
- Provides funding and requirements to transfer individuals from the Life Skills and Transition Center to community providers.
- Provides legislative intent regarding future appropriations for the federal Department of Justice lawsuit settlement.
- Provides for certain substance use disorder providers to be reimbursed at similar levels, provides for a moratorium on new substance use disorder residential providers, and provides for no more than 50 percent of substance use disorder vouchers be allocated for residential substance use disorder services administered by programs with more than 16 beds.
- Adds a section to authorize DHS to collect fees for early childhood services training and development courses.
- Removes the sunset clause on the Medicaid Expansion program and adjusts language regarding provider reimbursement rates being open records.
- Adds a section to provide for interpreter services to be covered under the Medicaid program.
- Provides for DHS to establish a behavioral health bed management system.
- Authorizes the conveyance of land at the Life Skills and Transition Center to the Grafton Fire Department.
- Authorizes exemptions to continue appropriation authority into the 2021-23 biennium. The exemptions will reduce general fund turnback by \$4,085,000.
- Provides for DHS to conduct a study of the Early and Periodic Screening, Diagnostic, and Treatment Program.
- Removes a section providing for a DHS study of using an Administrative Services Organization for behavioral health services in the Medicaid Expansion program.
- Provides for DHS to develop a new payment methodology for basic care facilities.
- Provides for a DHS report to the Legislative Management regarding the early childhood four-year old grant program.
- Authorizes positions for child care licensing to be used for other purposes.