

**North Dakota Department of Human Services
2015-2017 - Budget Allotment**

| | | | | |
|--|----|----------------------|---------------------|--------------------|
| 2015-2017 General Fund Appropriation | \$ | 1,332,202,833 | | |
| Allotment Required at 4.05% | \$ | 53,954,215 | | |
| Budget Allotment Savings by Category | | | General Fund | Other Funds |
| Department Operational Cost and Administrative Savings | | | | Total Funds |
| July 1, 2016 Legislatively-approved increase - Department employee salary increase limited to a maximum of 2% | \$ | 940,000 | \$ | 786,939 |
| Postpone Demolition project at LSTC | \$ | 650,070 | \$ | - |
| Delay Installation of State Hospital Card Access System | \$ | 870,540 | \$ | - |
| Reduce Travel Department-Wide | \$ | 197,147 | \$ | 274,456 |
| Various Human Resource Policy Changes | \$ | 275,000 | \$ | 194,614 |
| Estimated additional Salary Roll-up (in addition to the \$4.6 million underfunding in 2015-2017 appropriation) | \$ | 350,000 | \$ | 289,765 |
| Do not replace computer and printers for remainder of biennium | \$ | 100,000 | \$ | 59,236 |
| Department-wide Operating Cost Reduction | \$ | 147,422 | \$ | 142,116 |
| Do not fill - Business Analyst Position | \$ | 67,724 | \$ | 50,260 |
| Reduce cost to support Eligibility System | \$ | 1,000,000 | \$ | 1,435,667 |
| Estimated Mainframe Operations Savings | \$ | 1,200,000 | \$ | 1,616,637 |
| | | | | |
| New/Expanded Services and Funding | | | | |
| Limit Expenditures for Substance Abuse Services Voucher Program (2015 SB 2048) | \$ | 375,000 | \$ | - |
| Limit Expenditures for Behavioral Health Planning (2015 SB 2048) | \$ | 75,000 | \$ | - |
| Adjust the increase to IPAT for 2nd year (2015 SB 2289) | \$ | 80,000 | \$ | - |
| Do not fill 25 new Medicaid Autism Waiver Slots | \$ | 734,006 | \$ | 734,006 |
| Do not fill 10 new Autism Voucher Slots | \$ | 250,001 | \$ | - |
| Additional funding for Vulnerable Adult Protective Services removed the second year of the biennium | \$ | 310,792 | \$ | - |
| Do not fill 35 new Slots for Extended Services - Seriously Mentally Ill | \$ | 388,492 | \$ | - |
| Do not refill new Slots for Prevocational Skills - Traumatic Brain Injury and reduce hours per month to 4 | \$ | 105,000 | \$ | - |
| Do not provide increased (new) funding to Robinson Recovery Center | \$ | 237,500 | \$ | - |
| Do not refill new Slots - Extended Services Slots - Traumatic Brain Injury | \$ | 180,783 | \$ | - |
| Postpone 10-Bed Crisis Residential/Transitional Living (Minot Region) | \$ | 685,895 | \$ | 218,088 |
| Postpone Mobile On-Call Crisis Services - Bismarck Region | \$ | 250,000 | \$ | - |
| Do not implement section 1, Subsection 3 of 2015 HB 1359; and, as noted in the legislation, end the provision of subsections 4 and 5, as adequate appropriations are not available. | \$ | 720,133 | \$ | 61,589 |
| Expanded TBI Services - adjust contract payments by 1/2 of the monthly amount (2015 HB 1046) | \$ | 346,875 | \$ | - |
| Expanded TBI Services - adjust contracted amount (2015 HB 1046) | \$ | 100,000 | \$ | - |
| Adjust Gambling Addiction Contract | \$ | 40,000 | \$ | - |
| | | | | \$ |
| Medicaid and Other Voucher Changes | | | | 0 |
| Do not provide 2nd Year 3% provider Inflation: | | | | - |
| Traditional Medicaid Providers | \$ | 3,206,587 | \$ | 3,332,487 |
| Developmental Disability Providers | \$ | 4,047,111 | \$ | 4,067,165 |
| Long Term Care Providers | \$ | 846,536 | \$ | 496,595 |
| Nursing Home Providers (January 1, 2017) | \$ | 1,197,156 | \$ | 1,197,158 |
| Foster Care Grant Providers | \$ | 1,013,182 | \$ | 433,895 |
| Other Providers | \$ | 396,439 | \$ | 29,454 |
| HSC Contracts | \$ | 576,119 | \$ | - |
| Total Inflation | \$ | 11,283,130 | \$ | 9,556,754 |
| Delay Rebasing of Nursing Home Limits - January 1, 2017 | \$ | 792,976 | \$ | 792,977 |
| Adjust Medicaid Professional Fee Schedule to 100% of Medicare. The current fee schedule is approximately 147% of Medicare. This impacts physicians and other providers and practitioners who are paid a percentage of the professional fee schedule. Also, the fee schedule used by Sanford Health Plan for the Medicaid Expansion population will be changed to more closely align to the Medicaid fee schedule, rather than the Sanford Health Plan Commercial fee schedule. | \$ | 13,576,658 | \$ | 41,919,798 |
| Rate Increase for Medicaid Ambulance Services | \$ | 312,500 | \$ | 312,500 |
| Rate Increase for Medicaid Physical, Occupation, and Speech Therapy | \$ | 468,630 | \$ | 1,012,240 |
| Operating Margin from Nursing Home Rates - January 1, 2017 | \$ | 1,250,000 | \$ | 1,250,000 |
| Incentive Payment from Nursing Home Rates - January 1, 2017 | \$ | 350,000 | \$ | 350,000 |
| | | | | |
| Adjust rate paid for Homemaker Services for Home and Community-Based Services | \$ | 400,000 | \$ | 38,221 |

| Budget Allotment Savings by Category | General Fund | Other Funds | Total Funds |
|--|----------------------|----------------------|-----------------------|
| Operating Margin from Basic Care Rates - Effective January 1, 2017 | \$ 110,742 | \$ 46,786 | \$ 157,528 |
| On January 21, 2016 CMS issued a final rule requiring changes in how states reimburse Medicaid pharmacy costs. The deadline to implement is April 1, 2017; however the Department plans to implement this provision earlier to realize additional savings. | \$ 91,000 | \$ 91,000 | \$ 182,000 |
| Program Eligibility, Committee Funding and Contracted Service Changes | | | |
| Adjust funding from Governor's Prevention & Advisory Council | \$ 80,000 | \$ - | \$ 80,000 |
| Adjust funding from Governor's Committee on Aging | \$ 14,000 | \$ - | \$ 14,000 |
| Adjust funding from Committee on Employment of People with Disabilities (2013 SB 2271) | \$ 27,594 | \$ 12,000 | \$ 39,594 |
| Adjust Funding for Child Care Quality Contract | \$ 1,700,000 | \$ - | \$ 1,700,000 |
| Adjust Funding for Child Care Inclusion Specialists Contract | \$ 200,000 | \$ - | \$ 200,000 |
| Adjust Funding for Child Care Inclusion Grants | \$ 100,000 | \$ - | \$ 100,000 |
| Freeze Enrollment in Subsidized Guardianship | \$ 220,000 | \$ - | \$ 220,000 |
| Adjust Eligibility for Child Care Assistance Program (2013 HB 1422) and increase cost sharing | \$ 5,031,605 | \$ - | \$ 5,031,605 |
| Adjust funding for Bottineau Winter Park Contract | \$ 135,000 | \$ - | \$ 135,000 |
| Adjust Funding for Dementia Care Services Contract | \$ 150,000 | \$ - | \$ 150,000 |
| Freeze Family Subsidy Program Enrollment and Expenditures | \$ 200,000 | \$ - | \$ 200,000 |
| Adjust Funding for Parents Lead | \$ 100,000 | \$ - | \$ 100,000 |
| Adjust Funding for Phone recovery support contract | \$ 100,000 | \$ - | \$ 100,000 |
| Adjust Funding for Healthy Families Contract | \$ 150,000 | \$ - | \$ 150,000 |
| Funding for High Five Camp (Dickinson) | \$ 93,000 | \$ - | \$ 93,000 |
| Second Year of Autism Training | \$ 40,000 | \$ 40,000 | \$ 80,000 |
| TOTAL BUDGET ALLOTMENT - Before Increased Revenues | \$ 47,654,215 | \$ 61,285,649 | \$ 108,939,864 |
| Increased Revenue | | | |
| INCREASED REVENUE: Increase in Federal Medicaid Reimbursement for Eligibility Determination Costs from 50% to 75% (Section 17 of 2015 SB 2012) Funding will be retained by DHS and not passed to Counties. | \$ 5,300,000 | | |
| INCREASED REVENUE - 100% Tribal and Indian Health Services Funding - Expecting Revised Policy from Federal Government in 2016 | \$ 1,000,000 | | |
| TOTAL BUDGET ALLOTMENT | \$ 53,954,215 | | |