

REVENUE: No revenue impact

FISCAL: No fiscal impact

Action: Do Pass as Amended, Be Printed Engrossed, and Rescind the Subsequent Referral to the Committee on Ways and Means

Vote: 5 - 0 - 0

Yeas: Kruse, Monnes Anderson, Telfer, Verger, Morrisette

Nays: 0

Exc.: 0

Prepared By: Jennifer Kellar, Administrator

Meeting Dates: 4/22, 4/27

WHAT THE MEASURE DOES: Requires the Department of Human Services to determine, and adopt by rule, a methodology consisting of direct and indirect costs, to be submitted to the Department of Administrative Services budget level for type B area agencies, calculated at 95 percent of the costs to the Department of Human Services if clients were served by the department. Requires Department of Administrative Services to include the budget level in the Governor's budget request to the Legislative Assembly.

ISSUES DISCUSSED:

- Amendments to measure
- Measure memorializes current practice of Department of Human Services
- 90 percent versus 95 percent payment equity
- Future requirement of 95 percent payment into Department of Human Services' agency budget

EFFECT OF COMMITTEE AMENDMENT: Modifies provision requiring the Department of Human Services adopt by rule a methodology for determining biennial budget levels for type B area agencies for planning and administering programs for elderly persons and persons with disabilities which include both direct and indirect costs. Requires the department submit a budget request to Department of Administrative Services based on budget levels determined by the methodology.

BACKGROUND: The Department of Human Services has current responsibility for making payments for services within a central processing system for type B area agency, Title XIX and Oregon Project Independence or Title III of the Older Americans Act expenditures. The department assumes planning and program responsibilities for persons with disabilities in areas served by type B agencies that serve only elderly persons and in areas where no area agency exists.