

FISCAL IMPACT OF PROPOSED LEGISLATION

Measure: SB 274 <REVISED>

80th Oregon Legislative Assembly – 2019 Regular Session
Legislative Fiscal Office*Only Impacts on Original or Engrossed
Versions are Considered Official*Prepared by: Kim To
Reviewed by: Laurie Byerly, Tom MacDonald
Date: March 26, 2019**Measure Description:**

Expands eligibility for support service brokerage services to individuals who are 14 to 17 years of age.

Government Unit(s) Affected:

Department of Human Services (DHS), Oregon Health Authority (OHA)

Summary of Fiscal Impact:

Quantifiable costs related to the measure will require budgetary action. In addition, the bill contains costs that are indeterminate at this time - See explanatory analysis.

<Revised to remove information technology costs. Upon further planning the agency believes no changes needs to be made to the Integrated Eligibility (IE) systems in order to comply with the provisions of this bill.>**Summary of Expenditure Impact:**

| | 2019-21 Biennium | 2021-23 Biennium |
|----------------------------|------------------|------------------|
| General Fund | | |
| Personal Services | 214,940 | 81,882 |
| Services and Supplies | 16,515 | 6,247 |
| Special Payments | 37,059 | 13,410 |
| Total General Fund | \$268,514 | \$101,539 |
| Federal Funds | | |
| Personal Services | 214,940 | 81,882 |
| Services and Supplies | 16,503 | 6,243 |
| Special Payments | 36,231 | 13,096 |
| Total Federal Funds | \$267,674 | \$101,221 |
| TOTAL FUNDS | \$536,188 | \$202,760 |
| Positions | 3 | 1 |
| FTE | 2.64 | 1.00 |

Analysis:

SB 274 expands eligibility for support service by a brokerage to individuals with developmental disabilities from 18 years of age and older to 14 years of age and older.

DHS estimates the fiscal impact of this bill to be \$11,816,642 Total Funds and 3 positions (2.64 FTE) for the 2019-21 biennium; and \$202,760 Total Funds and 1 position (1.00 FTE) for the 2019-21 biennium. Assuming approval of federal waivers funding split for the 2019-21 biennium would be \$5,908,741 General Fund and \$5,907,901 Federal Funds and \$101,539 General Fund and \$101,221 Federal Funds for the 2021-23 biennium.

Passage of this bill will require Centers for Medicare and Medicaid Services (CMS) approval of changes to current Medicaid approved waivers including adult waiver, kids waiver, B4 waivers, and K Plan. DHS cannot predict the number of individuals that may move to brokerages. However, DHS anticipates no additional case management costs assuming costs would shift from Community Developmental Disabilities Program (CDDP) case management

to brokerage case management. To communicate and facilitate this expansion, DHS anticipates the following staffing costs:

- Two limited duration Compliance Specialist 2 positions to train brokerage staff on aspects of case management that are necessary for serving children.
- One permanent full-time Compliance Specialist 2 position to serve as a Quality Assurance Specialist.

This expansion may also have an impact on the Background Check Unit depending on the staffing and background requirements for brokerage employees. At this time, DHS cannot quantify this impact.

This measure requires budgetary action for the allocation of General Fund resources and position establishment.