

FISCAL IMPACT OF PROPOSED LEGISLATION80th Oregon Legislative Assembly – 2019 Regular Session
Legislative Fiscal Office**Measure: SB 221 - 6*****Only Impacts on Original or Engrossed
Versions are Considered Official***Prepared by: Kim To
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Date: April 4, 2019**Measure Description:**

Appropriates General Fund to Oregon Health Authority and Department of Human Services.

Government Unit(s) Affected:

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

Summary of Fiscal Impact:

Costs related to the measure will require budgetary action - See analysis.

Summary of Expenditure Impact:

	2019-21 Biennium	2021-23 Biennium
General Fund		
Personal Services	797,355	1,034,138
Services and Supplies	219,211	261,776
Special Payments	27,159,434	37,562,376
TOTAL GENERAL FUND	\$28,176,000	\$38,858,290
Other Funds		
Special Payments	430,000	430,000
TOTAL OTHER FUNDS	\$430,000	\$430,000
Federal Funds		
Personal Services	619,097	796,458
Services and Supplies	178,153	211,411
Special Payments	38,020,435	57,469,079
TOTAL FEDERAL FUNDS	\$38,817,685	\$58,476,948
TOTAL FUNDS	\$67,423,685	\$97,765,238
Positions	13	13
FTE	9.02	13.00

Analysis:

SB 221 with the -6 amendment makes five appropriations, totaling \$28,176,000 General Fund [\$9,676,000 to the Oregon Health Authority (OHA) and \$18,500,000 to the Department of Human Services (DHS)], for the 2019-21 biennium.

Department of Human Services (DHS)

The bill appropriates a total of \$18,500,000 General Fund to DHS for the 2019-21 biennium. The following is an outline of how the appropriations align with expenditure categories, the amount of federal funding expected to leverage, and how the DHS expects to carry out the described efforts:

	2019-21 Biennium	2021-23 Biennium
General Fund		
Personal Services	797,355	1,034,138
Services and Supplies	219,211	261,776
Special Payments	17,560,435	24,661,043
TOTAL GENERAL FUND	\$18,577,001	\$25,956,957
Other Funds		
Special Payments	430,000	430,000
TOTAL OTHER FUNDS	\$430,000	\$430,000
Federal Funds		
Personal Services	619,097	796,458
Services and Supplies	178,153	211,411
Special Payments	24,955,952	40,049,767
TOTAL FEDERAL FUNDS	\$25,753,202	\$41,057,636
TOTAL FUNDS	\$44,760,203	\$67,444,593
Positions	13	13
FTE	9.02	13.00

- \$6,600,000 General Fund to DHS supports implementation of the federal Family First Prevention Services Act (FFPSA), including funding of in-home services. Under FFPSA, Title IV-E Federal funds can be used for prevention services for the first time, for children who are designated 'candidates for foster care' by DHS Child Welfare. Cost for the program includes one two Operations and Policy Analyst 3 positions to help carry out chosen interventions. Special payments reflect the cost of contracting for the intervention in communities.

	2019-21 Biennium	2021-23 Biennium
General Fund		
Personal Services	237,680	316,907
Services and Supplies	51,568	63,152
Special Payments	6,310,752	6,219,941
TOTAL GENERAL FUND	\$6,600,000	\$6,600,000
Federal Funds		
Personal Services	59,422	79,227
Services and Supplies	12,658	15,474
Special Payments	4,078,857	4,056,236
TOTAL FEDERAL FUNDS	\$4,150,937	\$4,150,937
TOTAL FUNDS	\$10,750,937	\$10,750,937
Positions	2	2
FTE	1.50	2.00

- \$3,500,000 General Fund to DHS to support therapeutic foster care. DHS projects that this amount would fund therapeutic foster care for 169 children, assuming each individual receives services for 270 days at a cost of \$146.60 a day. The funding also pays \$1.84 million for 20 contracted therapy teams to assist the foster youth and therapeutic foster care parents. The Other Funds represents funding from Children's Trust accounts, child support and SSI/SSDI benefits which are used to reimburse the state for the child's cost of care. The 2019-21 DHS Governor's Budget Policy Package 090 also includes this investment.

	2019-21 Biennium	2021-23 Biennium
General Fund		
Special Payments	3,500,000	3,500,000
TOTAL GENERAL FUND	\$3,500,000	\$3,500,000
Other Funds		
Special Payments	430,000	430,000
TOTAL OTHER FUNDS	\$430,000	\$430,000
Federal Funds		
Special Payments	4,600,000	4,600,000
TOTAL FEDERAL FUNDS	\$4,600,000	\$4,600,000
TOTAL FUNDS	\$8,530,000	\$8,530,000

- The \$8,400,000 General Fund appropriation to supplement existing programs including enhanced services for children with intellectual or developmental disabilities who may also have behavioral health needs aligns with the Governor's Budget Policy Package 129 which includes \$8,477,001 General Fund with a Federal Funds expenditure limitation of \$17,002,265, and 11 positions (7.52 FTE) to support specific services to children in order to address the crisis in access to services.

	2019-21 Biennium	2021-23 Biennium
General Fund		
Personal Services	559,675	717,231
Services and Supplies	167,643	198,624
Special Payments	7,672,682	14,941,102
TOTAL GENERAL FUND	\$8,400,000	\$15,856,957
Federal Funds		
Personal Services	559,675	717,231
Services and Supplies	165,495	195,937
Special Payments	16,277,095	31,393,531
TOTAL FEDERAL FUNDS	\$17,002,265	\$32,306,699
TOTAL FUNDS	\$25,479,266	\$48,163,656
Positions	11	11
FTE	7.52	11.00

Oregon Health Authority (OHA)

The bill appropriates a total of \$9,676,000 General Fund to OHA for the 2019-21 biennium. The following is an outline of how the appropriations aligns with the department’s efforts:

	2019-21 Biennium	2021-23 Biennium
General Fund		
Special Payments	9,676,000	12,901,333
TOTAL GENERAL FUND	\$9,676,000	\$12,901,333
Federal Funds		
Special Payments	13,064,484	17,419,312
TOTAL FEDERAL FUNDS	\$13,064,484	\$17,419,312
TOTAL FUNDS	\$22,740,484	\$30,320,645

- \$6,600,000 General Fund to OHA to support intensive in-home services for children with behavioral health needs. The 2019-21 OHA Governor's Budget Policy Package 403 includes \$6,575,316 General Fund and a Federal limitation amount of \$13,064,484 to create and expand intensive community-based behavioral health care for Oregon children. Approximately 1,500 youth age 0-18 will receive Medicaid-funded services in their home communities. The costs are offset by an estimated 300 youth who will avoid costly psychiatric residential care when these community-based services are available.
- \$3,076,000 to OHA for statewide implementation of crisis and transition services. Currently OHA provides a program at seven sites that are partnering with six hospitals. With funding from this bill, OHA will add another five sites making the resources available to more hospitals.

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