

SB 889 BUDGET REPORT and MEASURE SUMMARY

Joint Committee On Ways and Means

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**Oregon Health Authority
2019-21**

PRELIMINARY

Budget Summary*

	2017-19 Legislatively Approved Budget ⁽¹⁾	2019-21 Current Service Level	2019-21 Committee Recommendation	Committee Change from 2017-19 Leg. Approved	
				\$ Change	% Change
General Fund	\$ -	\$ -	\$ 993,797	\$ 993,797	100.0%
Total	\$ -	\$ -	\$ 993,797	\$ 993,797	100.0%

Position Summary

Authorized Positions	0	0	6	(6)
Full-time Equivalent (FTE) positions	0.00	0.00	2.75	(2.75)

⁽¹⁾ Includes adjustments through December 2018

* Excludes Capital Construction expenditures

Summary of Revenue Changes

Senate Bill 889 appropriates \$993,797 General Fund to the Oregon Health Authority (OHA) for the 2019-21 biennium to establish the Health Care Cost Growth Benchmark program.

Summary of Human Services Subcommittee Action

Senate Bill 889 requires the Oregon Health Authority, in collaboration with the Department of Consumer and Business Services, to establish the Health Care Cost Growth Benchmark program. The bill also creates the Health Care Cost Growth Benchmark Implementation Committee under the direction of the Oregon Health Policy Board.

The program will establish a health care cost growth benchmark for increases in total health care expenditures and will review and modify the benchmark on an annual basis. The committee will design an implementation plan for the benchmark program and is required to report its recommendations to the Oregon Health Policy Board for approval by September 15, 2020, and also report the recommendations to the Legislature. The report must include a legislative concept regarding performance improvement action plans or other enforcement actions when a provider or payer fails to remain at or below the health care cost growth benchmark.

The bill appropriates \$993,797 General Fund in the 2019-21 biennium, which will provide funding for six positions (2.75 FTE) and the associated Services and Supplies costs. The positions include a Principal Executive Manager F, a Project Manager 3, an Operations and Policy Analyst 4, a Health Economist 4, a Research Analyst 4, and a Research Analyst 3.

DETAIL OF JOINT COMMITTEE ON WAYS AND MEANS ACTION

Oregon Health Authority
Breanna McGehee 971-301-0189

DESCRIPTION	GENERAL FUND	LOTTERY FUNDS	OTHER FUNDS		FEDERAL FUNDS		TOTAL ALL FUNDS	POS	FTE
			LIMITED	NONLIMITED	LIMITED	NONLIMITED			
<u>SUBCOMMITTEE ADJUSTMENTS (from CSL)</u>									
SCR 030-02 - Health Policy and Analytics									
Personal Services	\$ 602,475	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 602,475	6	2.75
Services and Supplies	\$ 391,322	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 391,322		
TOTAL ADJUSTMENTS	\$ 993,797	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 993,797	6	2.75
2019-21 SUBCOMMITTEE RECOMMENDATION *	\$ 993,797	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 993,797	6	2.75

PRELIMINARY