

**SB 770 A 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 <sup>(1)</sup>	2019-21 Current Service Level	2019-21 Committee Recommendation	Committee Change from 2017-19 Leg. Approved	
				\$ Change	% Change
General Fund	\$ -	\$ -	\$ 1,174,816	\$ 1,174,816	100.0%
Total	\$ -	\$ -	\$ 1,174,816	\$ 1,174,816	100.0%

## **Position Summary**

Authorized Positions	0	0	3	3
Full-time Equivalent (FTE) positions	0.00	0.00	2.37	2.37

<sup>(1)</sup> Includes adjustments through December 2018

\* Excludes Capital Construction expenditures

## **Summary of Revenue Changes**

SB 770 appropriates \$1,174,816 General Fund to the Oregon Health Authority (OHA) for the 2019-21 biennium to support the Task Force on Universal Health Care, as well as to develop a plan for a Medicaid Buy-In program to provide an affordable health care option to all Oregon residents.

## **Summary of Capital Construction Subcommittee Action**

SB 770 establishes a 20-member Task Force on Universal Health Care, charged with recommending the design of the Health Care for All Oregon Plan. The program will be administered by the Health Care for All Oregon Board. This plan would be publicly funded, equitable, affordable and comprehensive, and of high-quality care to all Oregon residents. Members of the task force must be appointed by May 31, 2020. The task force must submit to the 2021 Legislative Assembly a report of its findings and recommendations for the design of the Health Care for All Oregon Plan, and the Health Care for All Oregon Board. The bill will sunset on January 2, 2022.

The 20 member task force will be assigned as follows:

- The Senate will assign two voting members;
- The House will assign two voting members;
- The Governor will assign 13 voting members;

- The Oregon Health Authority will assign one non-voting member;
- The Department of Consumer and Business Services will assign one non-voting member; and
- The Oregon Association of Counties will assign one non-voting member.

The bill also directs OHA to develop a plan for a Medicaid Buy-In program or public option to provide an affordable health care option to all Oregon residents.

The bill appropriates \$1,174,816 General Fund to the OHA Health Policy & Analytics Division and establishes three full-time limited duration positions (2.37 FTE) to assist the task force with data and research to formulate findings and recommendations for the design of the Health Care for All Oregon Plan. OHA will be charged with the following:

- Reviewing the work from existing health care professional boards and commissions.
- Investigating other states' attempts at providing universal coverage and using single payer health care financing systems.
- Applying for public and private grants from nonprofit organizations for the costs of research.
- Formulating a list of federal and state laws, rules, state contracts or agreements, court actions or decisions that may facilitate, constrain, or prevent implementation of the plan, and an explanation of how the federal or state laws, rules, state contracts or agreements, court actions, or decisions may facilitate or constrain or prevent implementation.
- Developing cost estimates for the Health Care for All Oregon Plan.
- Drafting the report of task force findings and recommendations for the design of the Health Care for All Oregon Plan.

Costs associated with the three positions listed below are estimated to be \$574,816 General Fund; \$474,480 Personal Services, and \$100,336 Services and Supplies. Specifically, these positions are to conduct research, compile data, and produce reports within the timeframe required by the bill. OHA will hire the following three full-time positions for the 2019-21 biennium:

- One Operations and Policy Analyst 4 position to coordinate the work and internal OHA project management, policy research, and analysis.
- One Research Analyst 3 to conduct specific research needed to facilitate findings and task force recommendations.
- One Operations and Policy Analyst 3 position to produce and conduct complex research of data contained exclusively within OHA's data systems.

In addition to the costs for the three positions, the following expenses are included in the General Fund appropriation for OHA:

- \$200,000 General Fund, Services and Supplies (Professional Services) to cover consulting fees for subject matter experts to ensure regulatory and legal expertise and financial model design is available to OHA to support the task force; and
- \$400,000 General Fund, Services and Supplies (Professional Services) to cover consultant costs for legal and regulatory analysis, as well as modeling of financial and actuarial variables associated with developing a plan for the Medicaid By-In program.

PRELIMINARY

**DETAIL OF JOINT COMMITTEE ON WAYS AND MEANS ACTION**

Oregon Health Authority  
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DESCRIPTION	GENERAL FUND	LOTTERY FUNDS	OTHER FUNDS		FEDERAL FUNDS		TOTAL ALL FUNDS	POS	FTE
			LIMITED	NONLIMITED	LIMITED	NONLIMITED			
<u>SUBCOMMITTEE RECOMMENDATION</u>									
Oregon Health Authority									
<b>SCR 443-030-02 Health Policy &amp; Analytics</b>									
Personal Services	\$ 474,480	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 474,480	3	2.37
Services and Supplies	\$ 700,336	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 700,336		
TOTAL ADJUSTMENTS	\$ 1,174,816	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 1,174,816	3	2.37
SUBCOMMITTEE RECOMMENDATION	\$ 1,174,816	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 1,174,816	3	2.37

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