

**SB 1552 A BUDGET REPORT and MEASURE SUMMARY**

**Joint Committee On Ways and Means**

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**Reviewed By:** Tom MacDonald, Legislative Fiscal Office

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**Oregon Health Authority  
2019-21**

PRELIMINARY

## **Budget Summary\***

	2019-21 Legislatively Adopted Budget	2020 Committee Recommendation	Committee Change from 2019-21 Leg. Adopted	
			\$ Change	% Change
General Fund	\$ -	\$ 15,322,368	\$ 15,322,368	100.0%
Federal Funds	\$ -	\$ 62,936,671	\$ 62,936,671	100.0%
Total	\$ -	\$ 78,259,039	\$ 78,259,039	100.0%

## **Position Summary**

Authorized Positions	0	2	2
Full-time Equivalent (FTE) Positions	0.00	1.26	1.26

\* Excludes Capital Construction Expenditures

## **Summary of Revenue Changes**

Revenue to fund Senate Bill 1552 includes a mix of federal and state funds. The Oregon Health Authority estimates it will receive 80.55 percent of the funding for these services in reimbursement through federal Medicaid based on the mix of clients served when the Certified Community Behavioral Health Clinic program was piloted. The estimated match rate includes the enhanced Medicaid match rate of 72.71 percent provided through a federal demonstration program for the general Medicaid population, which would otherwise be 61.01 percent. The state matching portion of these funds will come from the state's General Fund. Administrative expenses for the program are shared equally between the General Fund and the federal Medicaid program.

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

Senate Bill 1552 directs the Oregon Health Authority (OHA) to administer the Certified Community Behavioral Health Clinic (CCBHC) demonstration program through the end of the 2019-21 biennium and to report its findings on certain issues related to the clinics to the Legislature by December 1, 2020. The CCBHCs are clinics that provide a comprehensive range of mental health and substance use disorder services, focusing on vulnerable individuals with the most complex needs. The CCBHC model was piloted in 2015 and Oregon was selected as one of eight states to operate a demonstration program, with 21 clinics operated by 12 different organizations throughout the state that provided this array of services. Amounts related to the CCBHC pilot were phased out during the development of OHA's 2019-21 budget. Senate

Bill 1552 establishes state funding for this program in the 2019-21 biennium and directs OHA to evaluate whether CCBHCs increase access to behavioral health services, improve health outcomes or lowers costs, and are compatible with the coordinated care system. OHA is also directed to examine potential alternative payment methodologies, risk-sharing arrangements, and cost containment measures that may be needed for the ongoing operation of the CCBHC model.

The Subcommittee recommended \$15,322,368 General Fund and \$62,936,671 Federal Funds expenditure limitation to pay for CCBHC services to Oregon Health Plan members between March 1, 2020 and June 30, 2021 and to support program administration and the required evaluation. To help administer the program and conduct the revaluation, the Subcommittee authorized the establishment of two limited duration positions (1.26 FTE), which include a Research Analyst 4 position (0.63 FTE) and Operations and Policy Analyst 4 position (0.63 FTE).

PRELIMINARY

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

Oregon Health Authority  
 Patrick Heath 503-378-3742

DESCRIPTION	GENERAL FUND	LOTTERY FUNDS	OTHER FUNDS		FEDERAL FUNDS		TOTAL ALL FUNDS	POS	FTE
			LIMITED	NONLIMITED	LIMITED	NONLIMITED			
<u>SUBCOMMITTEE ADJUSTMENTS</u>									
<b>SCR 030-01 - Health Systems Division</b>									
Personal Services	\$ 135,951	\$ -	\$ -	\$ -	\$ 135,951	\$ -	\$ 271,902	2	1.26
Services and Supplies	\$ 28,680	\$ -	\$ -	\$ -	\$ 28,114	\$ -	\$ 56,794		
Special Payments	\$ 15,157,737	\$ -	\$ -	\$ -	\$ 62,772,606	\$ -	\$ 77,930,343		
<b>TOTAL SUBCOMMITTEE ADJUSTMENTS</b>	<b>\$ 15,322,368</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ 62,936,671</b>	<b>\$ -</b>	<b>\$ 78,259,039</b>	<b>2</b>	<b>1.26</b>

PRELIMINARY