

HB 3352 A BUDGET REPORT and MEASURE SUMMARY

Joint Committee On Ways and Means

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Reviewed By: Tom MacDonald, Legislative Fiscal Office

**Oregon Health Authority
2021-23**

PRELIMINARY

Budget Summary*

	2019-21	2021 - 23	2021-23	Committee Change from 2019-21	
	Legislatively Approved Budget ⁽¹⁾	Current Service Level	Committee Recommendation	Leg. Approved	
				\$ Change	% Change
General Fund	\$ -	\$ -	\$ 100,000,000	\$ 100,000,000	100.0%
Total	\$ -	\$ -	\$ 100,000,000	\$ 100,000,000	100.0%

Position Summary

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

⁽¹⁾ Includes adjustments through January 2021

* Excludes Capital Construction expenditures

Summary of Revenue Changes

HB 3352 appropriates \$100,000,000 General Fund to carry out the work of the bill. The Oregon Health Authority (OHA) is directed to seek federal approval or waivers of federal requirements available to maximize federal financial participation for the provision of program coverage, but implementation of the program is not contingent on federal approval.

Summary of Capital Construction Subcommittee Action

HB 3352 expands health care coverage to adults who would be eligible for Medicaid except for their immigration status, beginning July 1, 2022. The bill appropriates \$100 million General Fund to OHA to implement this program, including for outreach and education. The bill authorizes OHA to restrict eligibility to certain categories or groups of adults eligible for the program, to remain within the capped funding amount if necessary. If the agency needs to restrict eligibility, decisions on which groups of adults to cover must be informed by a workgroup convened by OHA to ensure community feedback is included from a health equity perspective. Preliminary estimates from OHA assume an average monthly cost of coverage per member per month of \$540, an eligible population of 55,000 and eventual program update of 80 percent of eligible individuals. Given the immigration status of the eligible population, there is considerable uncertainty around all of these figures, as well as the trajectory of program enrollment and utilization. The Legislative Fiscal Office requests the Department of Administrative Services – Chief Financial Office un-schedule \$90 million General Fund while OHA determines the extent to which available funds can maximize the enrollment of eligible individuals. OHA is directed to report, during the 2023 regular legislative session, on program implementation.

DETAIL OF JOINT COMMITTEE ON WAYS AND MEANS ACTION

Oregon Health Authority
 Patrick Heath - 503-983-8670

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 443-030-01 Health Systems Division									
Special Payments	\$ 100,000,000	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 100,000,000		
TOTAL ADJUSTMENTS	\$ 100,000,000	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 100,000,000	0	0.00
SUBCOMMITTEE RECOMMENDATION	\$ 100,000,000	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 100,000,000	0	0.00

PRELIMINARY