

HB 2002 A BUDGET REPORT and MEASURE SUMMARY

Joint Committee On Ways and Means

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Oregon Health Authority

2023-25

Higher Education Coordinating Commission

2023-25

PRELIMINARY

Budget Summary*

	2021-23 Legislatively Approved Budget ⁽¹⁾	2023-25 Current Service Level	2023-25 Committee Recommendation	Committee Change from 2021-23 Leg. Approved	
				\$ Change	% Change
Oregon Health Authority					
General Fund	\$ -	\$ -	\$ 2,156,327	\$ 2,156,327	100.0%
Other Funds Limited	\$ -	\$ -	\$ 1,600,000	\$ 1,600,000	100.0%
Federal Funds Limited	\$ -	\$ -	\$ 113,176	\$ 113,176	100.0%
Higher Education Coordinating Commission					
General Fund	\$ -	\$ -	\$ 2,320,221	\$ 2,320,221	100.0%
Total	\$ -	\$ -	\$ 6,189,724	\$ 6,189,724	100.0%

Position Summary

Oregon Health Authority

Authorized Positions	0	0	3	3
Full-time Equivalent (FTE) positions	0.00	0.00	2.00	2.00

⁽¹⁾ Includes adjustments through January 2023

* Excludes Capital Construction expenditures

Summary of Revenue Changes

Revenues to support the implementation of House Bill 2002 come primarily from the General Fund. The bill establishes the Student Health Center Reproductive Health Grant Fund to administer the bill and make grants to student health centers. Interest earned by the fund is credited to the fund, and moneys in the fund are continuously appropriated to the Oregon Health Authority. The bill deposits \$1.6 million General Fund into the Student Health Center Reproductive Health Grant Fund, which will be spent as Other Funds to make grants for student health centers at institutions of higher education. Federal Funds revenues for the bill come from administrative Medicaid matching funds for costs related to the Medicaid program.

Summary of Human Services Subcommittee Action

House Bill 2002 makes comprehensive updates to Oregon's laws to ensure access to reproductive healthcare and gender-affirming care. The bill establishes an individual right to make decisions about one's reproductive health, limits a public body's right to interfere with decisions about reproductive health, requires student health centers to provide access to emergency contraception and medication abortion. The bill requires

the Office of Rural Health (ORH) within the Oregon Health Sciences University (OHSU) to administer a program to provide grants to two federally qualified health centers in rural and medically underserved areas of the state to operate a pilot project providing expanded reproductive health services to individuals living in area of state with limited access to reproductive health care. The bill also prohibits health insurers, including the Oregon Health Plan (OHP), the Public Employees Benefits Board (PEBB), and the Oregon Educators Benefits Board (OEBB), from excluding medically necessary gender-affirming treatment from their plans and requires insurers to make sure there are enough providers in their networks to ensure patient access to gender-affirming treatment and services, among numerous other provisions intended to maintain or improve access to reproductive health and gender-affirming care.

Budgetarily, House Bill 2002 appropriates \$2,320,221 General Fund to the Higher Education Coordinating Commission to pass through to ORH within OHSU for the grant program. ORH will make grants to two federally qualified health centers to establish a pilot program serving individuals in rural and medically underserved areas of the state to provide expanded reproductive health services. The grant funding of \$2,272,000 includes funding for a registered nurse and community outreach worker, malpractice insurance, education and outreach, and vehicle maintenance, as well as one-time funds of \$800,000 for the purchase of two mobile health care vehicles and \$100,000 for one-time legal fees and technical assistance to start the pilot program. Also included in the grant funds is \$48,221 for the estimated costs of program administration at OHSU.

House Bill 2002 appropriates \$2,156,327 General Fund and provides \$1,600,000 Other Funds expenditure limitation, \$113,176 Federal Funds expenditure limitation, and three positions (2.00 FTE) to the Oregon Health Authority (OHA), as follows:

- \$1.6 million General Fund to deposit into the Student Health Center Reproductive Health Grant Fund to make grants to student health centers at public institutions of higher education to ensure access to emergency contraception and medication abortion, as well as \$1.6 million Other Funds expenditure limitation to spend the money deposited into the fund. The intent is to provide grants to institutions with existing student health centers, which includes each of the seven public universities in Oregon and Lane Community College.
- \$443,151 General Fund for the Public Health Division to administer the grant funds. This includes one permanent full-time Program Analyst 3 position (0.75 FTE) for overall coordination, one limited duration Office Specialist 2 position (0.75 FTE) for grant contract management, and one limited duration Fiscal Analyst 2 (0.50 FTE) to provide financial support for the grant-making process.
- \$113,176 General Fund and \$113,176 Federal Funds expenditure limitation for the Health Systems Division to contract with a physician specialist to perform case reviews of requests for gender-affirming treatment from members of OHP.

Costs to OHP, PEBB, and OEBC for gender-affirming care are indeterminate at this time. Gender dysphoria is a covered health condition for OHP members and some treatments are currently covered. House Bill 2002 would expand coverage to additional gender-affirming treatments, however OHA lacks data on the number of OHP members who would use the newly covered gender-affirming treatments. OHA does not have historical data to estimate utilization levels or costs for the new services.

DETAIL OF JOINT COMMITTEE ON WAYS AND MEANS ACTION

Oregon Health Authority, Higher Education Coordinating Commission
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DESCRIPTION	GENERAL FUND	LOTTERY FUNDS	OTHER FUNDS		FEDERAL FUNDS		TOTAL ALL FUNDS	POS	FTE
			LIMITED	NONLIMITED	LIMITED	NONLIMITED			
SUBCOMMITTEE ADJUSTMENTS (from CSL)									
Oregon Health Authority									
SCR 030-001 - Health Systems Division									
Services and Supplies	\$ 113,176	\$ -	\$ -	\$ -	\$ -	\$ 113,176	\$ -	226,352	
SCR 030-005 - Public Health Division									
Personal Services	\$ 393,068	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	393,068	3 2.00
Services and Supplies	\$ 50,083	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	50,083	
Special Payments (Account 6060 Intr-Ag GF Transf)	\$ 1,600,000	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	1,600,000	
Special Payments	\$ -	\$ -	\$ 1,600,000	\$ -	\$ -	\$ -	\$ -	1,600,000	
Higher Education Coordinating Commission									
SCR 108 - OHSU Programs									
Special Payments	\$ 2,320,221	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	2,320,221	
TOTAL SUBCOMMITTEE ADJUSTMENTS*	\$ 4,476,548	\$ -	\$ 1,600,000	\$ -	\$ -	\$ 113,176	\$ -	6,189,724	3 2.00

*Excludes Capital Construction expenditures

PRELIMINARY