

HB 3396 BUDGET REPORT and MEASURE SUMMARY

Joint Committee On Ways and Means

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Oregon Health Authority

2023-25

Legislative Policy and Research Committee

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	\$ -	\$ -	\$ 26,517,041	\$ 26,517,041	100.0%
Legislative Policy and Research Committee					
General Fund	\$ -	\$ -	\$ 500,000	\$ 500,000	100.0%
Total	\$ -	\$ -	\$ 27,017,041	\$ 27,017,041	100.0%

Position Summary

Oregon Health Authority

Authorized Positions	0	0	7	7
Full-time Equivalent (FTE) positions	0.00	0.00	5.66	5.66

Legislative Policy and Research Committee

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

Summary of Revenue Changes

House Bill 3396 appropriates \$27,017,041 General Fund for the purposes of the bill. The Oregon Health Authority (OHA) notes the activities directed by this measure do not appear to be eligible for federal match through Medicaid funding. OHA will continue to research any viable options for federal participation.

Summary of Capital Construction Subcommittee Action

House Bill 3396 establishes the Joint Task Force on Hospital Discharge Challenges. The task force is responsible for developing recommendations to address issues with discharging patients to post-acute care settings. The task force will consist of 22 members, including a member of the Senate, a member of the House of Representatives, a representative from OHA, a representative from the Department of Human Services (DHS), a representative of the Governor, and 17 members appointed by the Governor representing a variety of health care experience. Members of the Legislative Assembly are non-voting and serve in an advisory capacity only. Members who are not serving in the Legislative Assembly will serve as volunteers and are not eligible for reimbursement. The task force is repealed on January 2, 2025.

The task force must report its recommendations for legislative changes to the interim Legislative Committees related to health and human services by December 15, 2023. The task force's final report is due to the interim Legislative Committees related to health and human services by November 15, 2024.

The Subcommittee recommended \$26,517,041 General Fund and seven limited duration positions (5.66 FTE) for OHA and \$500,000 for the Legislative Policy and Research Committee (LPRO) on a one-time basis to implement the bill.

Oregon Health Authority

The bill appropriates \$15,000,000 General Fund to OHA to provide grants to support clinical education at hospitals and health care facilities, \$5,000,000 General Fund to OHA to provide grants to employers participating in a labor-management training trust to provide on the job training, apprenticeships and other programs to develop health care professionals, \$5,000,000 General Fund to OHA to disburse to the Oregon Center for Nursing for public nursing education programs, and \$1,517,041 General Fund to OHA to support the task force and administer the grant programs. The investments are anticipated to create approximately 1,500 clinical training slots, approximately 63 development awards, and approximately 100 grants for nurse educators' expansion.

The bill provides OHA \$1,517,041 General Fund to administer the new investments made by the bill. To support the task force, funding for OHA supports one limited duration full-time Operations and Policy Analyst 3 position (0.63 FTE) to provide policy analysis and one limited duration full-time Research Analyst 3 position (0.63 FTE) for a projected one-time cost of \$301,097 General Fund. To award the grants listed in the measure, funding for OHA supports five limited duration full-time positions (4.40 FTE). To make grants in support of clinical education, OHA received one Operations and Policy Analyst 4 position (0.88 FTE) to serve as the clinical education specialist and provide support to health care employers, the Higher Education Coordinating Commission, labor unions and internal stakeholders, as well as two Operations and Policy Analyst 3 positions (0.88 FTE each) to serve as Clinical Practice Environment Coordinators to support stakeholders in developing clinical education programs and monitor funding compliance. To support workforce preparation and development programs, OHA received one Operations and Policy Analyst 4 position (0.88 FTE) to serve as the Workforce Coordinator, providing assistance to labor unions, health care employers, and workforce development agencies to develop career pathway programs and monitoring funding compliance. To support the nursing education expansion, OHA received one Operations and Policy Analyst 4 position (0.88 FTE) to serve as the Nurse Faculty Expansion Coordinator, coordinate with the Oregon Center for Nursing, labor unions, and nursing education programs and monitor funding compliance. OHA may need to continue some of these positions into the 2025-27 biennium to ensure grant compliance, which will require an additional General Fund investment.

Legislative Policy and Research Committee

LPRO received \$500,000 General Fund to contract with health policy research consultants with expertise in hospital and post-acute care reimbursement payment models, workforce analysis, and federal policy regulations to assist with data collection, management, and analysis. Consultant costs may exceed the amount approved depending on the complexity of the analysis and time required.

DETAIL OF JOINT COMMITTEE ON WAYS AND MEANS ACTION

Oregon Health Authority, Legislative Policy and Research Committee
 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>									
Oregon Health Authority									
SCR 030-02 - Health Policy and Analytics									
Personal Services	\$ 1,384,091	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 1,384,091	7	5.66
Services and Supplies	\$ 132,950	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 132,950		
Special Payments	\$ 25,000,000	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 25,000,000		
Legislative Policy and Research Committee									
SCR 100-10 - Administration									
Services and Supplies	\$ 500,000	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 500,000		
TOTAL ADJUSTMENTS	\$ 27,017,041	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 27,017,041	7	5.66
SUBCOMMITTEE RECOMMENDATION *	\$ 27,017,041	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 27,017,041	7	5.66

PRELIMINARY