

HB 4129 B BUDGET REPORT and MEASURE SUMMARY

Carrier: Sen. Gelser Blouin

Joint Committee On Ways and Means

Action Date: 03/01/24

Action: Do pass the B-Eng bill.

Senate Vote

Yeas: 7 - Anderson, Campos, Dembrow, Frederick, Gelser Blouin, Sollman, Steiner

Nays: 4 - Findley, Girod, Hansell, Knopp

House Vote

Yeas: 8 - Evans, Gomberg, Holvey, McLain, Pham K, Sanchez, Smith G, Valderrama

Nays: 4 - Breese-Iverson, Helfrich, Lewis, Mannix

Exc: 1 - Owens

Prepared By: Courtney Rogers, Department of Administrative Services

Reviewed By: Gregory Jolivet, Legislative Fiscal Office

Department of Human Services

2023-25

Oregon Health Authority

2023-25

Budget Summary*

| | 2023-25 | 2024 | Committee Change from | |
|-------------------------------------|------------------------|---------------------|-----------------------|---------------|
| | Legislatively Approved | Committee | 2023-25 Leg. Approved | |
| | Budget ⁽¹⁾ | Recommendation | \$ Change | % Change |
| Department of Human Services | | | | |
| General Fund | \$ - | \$ 474,539 | \$ 474,539 | 100.0% |
| Other Funds | \$ - | \$ 158,945 | \$ 158,945 | 100.0% |
| Federal Funds | \$ - | \$ 467,136 | \$ 467,136 | 100.0% |
| Total | | \$ 1,100,620 | \$ 1,100,620 | 100.0% |
| Oregon Health Authority | | | | |
| General Fund | \$ - | \$ 960,963 | \$ 960,963 | 100.0% |
| Other Funds Limited | \$ - | \$ 1,235 | \$ 1,235 | 100.0% |
| Federal Funds | \$ - | \$ 1,030,691 | \$ 1,030,691 | 100.0% |
| Total | \$ - | \$ 1,992,889 | \$ 1,992,889 | 100.0% |

Position Summary

Department of Human Services

| | | | |
|--------------------------------------|------|------|------|
| Authorized Positions | 0 | 9 | 9 |
| Full-time Equivalent (FTE) positions | 0.00 | 3.65 | 3.65 |

Oregon Health Authority

| | | | |
|--------------------------------------|------|------|------|
| Authorized Positions | 0 | 6 | 6 |
| Full-time Equivalent (FTE) positions | 0.00 | 3.00 | 3.00 |

⁽¹⁾ Includes adjustments through January 2024

* Excludes Capital Construction expenditures

Summary of Revenue Changes

House Bill 4129 appropriates \$1,435,502 General Fund, including \$474,539 to the Department of Human Services (DHS) and \$960,963 to the Oregon Health Authority (OHA) to carry out the provisions of the measure. Other Funds and Federal Funds expenditure limitation adjustments are also included for these agencies. Medicaid is the source of Federal Funds for long term services and supports. Other Funds expenditure limitation is needed for the agencies to pay expenses through their Shared Services budget structure.

Summary of Human Services Subcommittee Action

House Bill 4129 requires DHS and OHA to adopt rules governing the licensure and financial transparency of organizations that provide agency with choice (AWC) in-home services. The bill also requires DHS and OHA to contract with up to two such agencies by January 1, 2026 to provide services to older adults, individuals with disabilities, and individuals with behavioral health needs. These agencies will be reimbursed by DHS and OHA for the cost of providing in-home services, including reimbursement for direct support worker wages and benefits, and administrative costs. The measure appropriates funds to DHS and OHA to begin implementation in the current biennium. Ongoing costs are expected to begin in 2025-27.

Department of Human Services

The measure appropriates \$474,539 General Fund, increases expenditure limitation by \$467,136 Federal Funds and \$158,945 Other Funds, and authorizes the establishment of nine permanent full-time positions (3.65 FTE) for DHS to develop state infrastructure and rules governing AWC in-home services for older adults and individuals with disabilities, and manage this new service option. This includes two Operations and Policy Analyst positions, two Learning and Development Specialist positions, two Program Manager positions, two Procurement and Contract Specialist positions, and one Fiscal Analyst position.

Oregon Health Authority

The measure appropriates \$960,963 General Fund, increases expenditure limitation by \$1,030,691 Federal Funds and \$1,235 Other Funds, and authorizes the establishment of six permanent positions (3.00 FTE) for OHA to implement AWC in-home services for individuals with behavioral health needs, including one Operations and Policy Analyst position, one Compliance Specialist position, one Public Service Representative position, one Learning and Development Specialist position, one Research Analyst position, and one Business Operations Supervisor position.

DETAIL OF JOINT COMMITTEE ON WAYS AND MEANS ACTION

Department of Human Services and Oregon Health Authority
 Courtney Rogers - 971.446.8187

| DESCRIPTION | GENERAL FUND | LOTTERY FUNDS | OTHER FUNDS | | FEDERAL FUNDS | | TOTAL ALL FUNDS | POS | FTE |
|---|---------------------|---------------|-------------------|-------------|---------------------|-------------|------------------|-----------|-------------|
| | | | LIMITED | NONLIMITED | LIMITED | NONLIMITED | | | |
| Department of Human Services | | | | | | | | | |
| <u>SUBCOMMITTEE ADJUSTMENTS</u> | | | | | | | | | |
| SCR 060-08 - Aging and People with Disabilities | | | | | | | | | |
| Personal Services | \$ 372,911 | \$ - | \$ - | \$ - | \$ 372,911 | \$ - | 745,822 | 6 | 3.02 |
| Services and Supplies | \$ 41,587 | \$ - | \$ - | \$ - | \$ 41,587 | \$ - | 83,174 | | |
| SCR 010-50 - State Assessments and Enterprise-wide Costs | | | | | | | | | |
| Services and Supplies | \$ 10,057 | \$ - | \$ 168 | \$ - | \$ 8,189 | \$ - | 18,414 | | |
| Special Payments | \$ 49,984 | \$ - | \$ 598 | \$ - | \$ 44,449 | \$ - | 95,031 | | |
| SCR 010-45 - DHS Shared Services | | | | | | | | | |
| Personal Services | \$ - | \$ - | \$ 148,013 | \$ - | \$ - | \$ - | 148,013 | 3 | 0.63 |
| Services and Supplies | \$ - | \$ - | \$ 10,166 | \$ - | \$ - | \$ - | 10,166 | | |
| Oregon Health Authority | | | | | | | | | |
| SCR 010-45 -Shared Administrative Services | | | | | | | | | |
| Special Payments | \$ - | \$ - | \$ 1,235 | \$ - | \$ - | \$ - | 1,235 | | |
| SCR 010-50 -State Assessments and Enterprise-wide Costs | | | | | | | | | |
| Special Payments | \$ 34,225 | \$ - | \$ - | \$ - | \$ 27,688 | \$ - | 61,913 | | |
| SCR 030-01 - Health Systems Division | | | | | | | | | |
| Personal Services | \$ 316,114 | \$ - | \$ - | \$ - | \$ 357,948 | \$ - | 674,062 | 6 | 3.00 |
| Services and Supplies | \$ 610,624 | \$ - | \$ - | \$ - | \$ 645,055 | \$ - | 1,255,679 | | |
| SUBCOMMITTEE RECOMMENDATION * | \$ 1,435,502 | \$ - | \$ 160,180 | \$ - | \$ 1,497,827 | \$ - | 3,093,509 | 15 | 6.65 |
| | | | | | | | | | |
| % Change from 2023-25 Leg Approved Budget | 100.0% | 0.0% | 100.0% | 0.0% | 100.0% | 0.0% | 100.0% | 100.0% | 100.0% |

*Excludes Capital Construction Expenditures