

**OHA/PUBLIC EMPLOYEES' BENEFIT BOARD and OREGON EDUCATORS BENEFIT BOARD**

The Public Employees' Benefit Board (PEBB) contracts for and administers medical and dental insurance programs for state employees and their dependents. The Oregon Educators Benefit Board (OEBB) contracts for and administers medical and dental insurance programs for various school, education service, and community college districts throughout the state.

PEBB/OEBB	2009-11 Actuals	2011-13 Leg. Approved	2013-15 Current Service Level	2013-15 Governor's Budget	2013-15 Co-Chairs' Budget (1.0)	% Change 2013-15 CSL to 2013-15 GBB
Other Funds	25,437,708	19,602,329	19,939,114	20,712,629		3.9%
Other Funds - NonLimited	2,318,533,183	2,864,561,360	3,380,629,080	3,380,629,080		0.0%
<b>TOTAL FUNDS</b>	<b>\$2,343,970,891</b>	<b>\$2,884,163,689</b>	<b>\$3,400,568,194</b>	<b>\$3,401,341,709</b>		<b>0.0%</b>
Positions	41	44	41	44		7.3%
FTE	40.50	41.25	40.50	43.50		7.4%

Major Revenues	Budget Environment	Comparison by Fund Type												
<ul style="list-style-type: none"> <li>PEBB and OEBB collect premiums for all insured individuals, and then purchase insurance with those revenues. The expenditures are shown as Nonlimited Other Funds in the budget.</li> <li>The Other Funds (limited) in the budget are funds used to administer the programs. Operational costs are funded through an administrative charge added to the employees' health insurance premiums.</li> </ul>	<ul style="list-style-type: none"> <li>Health care transformation, including PEBB and OEBB's transition to coordinated care models.</li> </ul>	<p style="text-align: center;"><b>PEBB/OEBB</b></p> <table border="1"> <caption>PEBB/OEBB Revenue (Millions of Dollars)</caption> <thead> <tr> <th>Year</th> <th>Revenue</th> </tr> </thead> <tbody> <tr> <td>2009-11</td> <td>\$2,344</td> </tr> <tr> <td>2011-13</td> <td>\$2,884</td> </tr> <tr> <td>2013-15</td> <td>\$3,401</td> </tr> <tr> <td>2013-15 GB</td> <td>\$3,401</td> </tr> <tr> <td>2013-15 CSL</td> <td>\$0</td> </tr> </tbody> </table>	Year	Revenue	2009-11	\$2,344	2011-13	\$2,884	2013-15	\$3,401	2013-15 GB	\$3,401	2013-15 CSL	\$0
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**MAJOR CHALLENGES AND DECISION POINTS**

1. Effective January 2013, administration of the Oregon Homecare Insurance Program (OHIP) moved under the Oregon Health Authority (OHA). This new OHA program operates under the management and guidance of OEGB staff and is able to use OEGB's online benefit management system, MyOEGB. Under an agreement with the Department of Human Services (DHS), OHA will administer the benefit plans for homecare workers. The funding is transferred from DHS. The Governor's budget includes three limited duration positions and an increase of \$85.3 million in Other Funds Nonlimited authority to account for the pass-through of insurance premiums.
2. In January 2013, PEBB began paying an incentive for participating in the Health Engagement Model (HEM). The Governor's budget includes an additional \$40 million in Other Funds Nonlimited authority assuming the HEM incentive payments are continued through the duration of the 2013-15 biennium under the current incentive plan design.