MEMORANDUM

Legislative Fiscal Office 900 Court St. NE, Room H-178 Salem, Oregon 97301 Phone 503-986-1828 FAX 503-373-7807

To: Capital Construction Subcommittee of the Joint Committee on Ways and Means

From: Kim To, Legislative Fiscal Office, 503-986-1830

Date: July 3, 2013

Subject: HB 3407 Relating to the Traditional Health Workers Commission

Work Session Recommendation

House Bill 3407 creates the 19-member Traditional Health Workers Commission within the Oregon Health Authority to advise the authority in creating rules to define competency standards for traditional health workers, including community health workers, personal health navigators, peer wellness specialists and doulas.

The measure previously had hearings in the House Committee on Health Care on 4/5/2013, 4/15/2013, and 4/17/2013. A public hearing was held on 6/17/2013 in the Human Services Subcommittee

The original staff measure summary and minimal fiscal impact statement are attached to this memo, and are available on the Oregon Legislative Information System (OLIS).

Fiscal impact

The fiscal impact of this bill to OHA is minimal.

Recommendation

The measure is recommended to be moved to the Full Committee.

Motion

Motion: Senator/Representative____:

I move HB 3407 to the Full Committee with a "do pass" recommendation.

Assignment of Carriers Full: Senate: House:

FISCAL IMPACT OF PROPOSED LEGISLATION

Seventy-Seventh Oregon Legislative Assembly – 2013 Regular Session Legislative Fiscal Office

Only Impacts on Original or Engrossed Versions are Considered Official

Measure: HB 3407 - A

Prepared by: Kim To Reviewed by: Linda Ames Date: 4/15/2013

Measure Description:

Establishes Traditional Health Workers Commission within Oregon Health Authority to adopt by rule criteria and descriptions for coordinated care organizations to use with respect to health workers who are not licensed by this state and training and education requirements for those workers.

Government Unit(s) Affected:

Oregon Health Authority (OHA)

Analysis:

The proposed legislation has been determined to have

MINIMAL EXPENDITURE IMPACT

on state or local government.

While this individual measure has a "Minimal" fiscal impact, an agency may incur a net fiscal impact greater than minimal depending on the cumulative impact of all measures enacted into law that affect the agency.

Page 1 of 1 HB 3407 - A

77th OREGON LEGISLATIVE ASSEMBLY – 2013 Regular Session MEASURE: HB 3407 A **CARRIER:**

STAFF MEASURE SUMMARY

House Committee on Health Care

REVENUE: No revenue impact

FISCAL: Minimal fiscal impact, no statement issued

Action: Do Pass as Amended and Be Printed Engrossed and Be Referred to the Committee on Ways and

Means by Prior Reference

9 - 0 - 0 Vote:

> Clem, Conger, Harker, Kennemer, Keny-Guyer, Lively, Thompson, Weidner, Greenlick Yeas:

Nays: Exc.: 0

Prepared By: Tyler Larson, Administrator

Meeting Dates: 4/5, 4/15

WHAT THE MEASURE DOES: Establishes Traditional Health Workers Commission within Oregon Health Authority (OHA). Requires OHA Director appoint members of commission. Replaces references to "community" workers with "traditional." Requires director ensure board membership represents geographic, ethnic, gender, racial, disability status, gender identity, sexual orientation and economic diversity of traditional health workers. Requires OHA adopt rules for criteria and education requirements, appropriate professional designations and processes for approval of classifications for coordinated care organizations to use with respect to traditional health workers.

ISSUES DISCUSSED:

• Role of traditional health workers in health care delivery

EFFECT OF COMMITTEE AMENDMENT: Replaces references to "community" workers with "traditional." Requires director ensure board membership represents geographic, ethnic, gender, racial, disability status, gender identity, sexual orientation and economic diversity of traditional health workers. Requires OHA adopt rules for criteria and education requirements, appropriate professional designations and processes for approval of classifications for coordinated care organizations to use with respect to traditional health workers.

BACKGROUND: In 2012, Senate Bill 1580 was enacted, which approves the Oregon Health Authority's coordinated care organization (CCO) proposal. CCOs are local health entities that deliver health coverage to Oregon's Medicaid recipients, and are designed to more efficiently and effectively deliver health care by coordinating mental, physical and dental care.

House Bill 3407-A creates the Traditional Health Workers Commission and tasks it with creating rules to define criteria and education for health care workers not licensed by the state. Traditional health workers include community health workers, personal health navigators, peer wellness specialists and doulas. The purpose of the rules is to create standards for otherwise unregulated health practices which CCOs can use as they build networks to serve Oregon's Medicaid population.