
MEMORANDUM

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To: Human Services Subcommittee

From: Linda Ames, Legislative Fiscal Office
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Date: June 6, 2015

Subject: SB 5526: Oregon Health Authority – Public Health
Work Session Recommendations

Oregon Health Authority – Public Health

	2011-13 Actual	2013-15 Legislatively Approved	2015-17 Current Service Level	2015-17 LFO Recommended
General Fund	35,946,937	40,217,433	42,682,993	39,953,457
Other Funds	70,013,847	88,608,993	89,746,717	164,612,028
Other Funds NL	30,318,220	40,000,000	40,000,000	40,000,000
Federal Funds	219,346,075	253,022,418	250,561,052	253,317,665
Federal Funds NL	104,086,190	102,729,051	102,729,051	102,729,051
Total Funds	\$459,711,269	\$524,577,895	\$525,719,813	\$600,612,201
Positions	704	726	703	721
FTE	682.34	700.17	685.92	703.04

Attached are the recommendations from the Legislative Fiscal Office for the Oregon Health Authority – Public Health. The LFO recommended total funds budget is 14.5% higher than the 2013-15 legislatively approved budget. This is primarily the result of the transfer of the CaseAssist program from Medical Assistance Programs to Public Health. The General Fund budget is 0.7% less than in 2013-15, partially because of lower program costs resulting from more Oregonians having insurance, and partially because of the use of excess medical marijuana revenues in lieu of General Fund. The recommended budget contains the following:

- \$500,000 General Fund for planning and assessment activities related to the implementation of recommendations from the Future of Public Health Task Force (HB 3100).
- An investment of \$1 million for emergency preparedness and response.
- Continues the investment of Tobacco Master Settlement Agreement revenues in tobacco prevention and cessation activities at \$4.12 million.
- Full funding for CCare and the Breast and Cervical Cancer Screening Program at current caseload levels. These caseloads are down significantly as a result of the

Affordable Care Act, and more Oregonians with health insurance coverage.

- Additional resources for the Patient Safety Commission to allow more education and outreach to the general public and the provider community.
- Medical marijuana excess ending balance revenues of \$5 million are used to fund other programs in Public Health, in place of General Fund.
- Increases fees in the areas of radiation protection, drinking water services, vital records, lead-based paint, and newborn screening, in order to allow these programs to be maintained at current levels.

Adjustments to Current Service Level:

See attached “SB 5526 Work Session” spreadsheet dated 6/6/15.

LFO recommends the Subcommittee approve a 2015-17 OHA Public Health preliminary budget of:

\$ 39,953,457	General Fund
\$164,612,028	Other Funds
\$253,317,665	Federal Funds
\$ 40,000,000	Nonlimited Other Funds
\$102,729,051	Nonlimited Federal Funds

721 Positions
703.04 FTE

Accept LFO Recommendation

Move the LFO preliminary budget recommendations to SB 5526.

Performance Measures

All agency performance measures will be presented for approval as part of the final action on the OHA budget.

Recommended Changes to Appropriation Bill:

The Public Health budget is part of SB 5526, which is the budget bill for the entire Oregon Health Authority. The recommended amendments to SB 5526 will be presented after work sessions are completed on all parts of the budget.

**OREGON HEALTH AUTHORITY: PUBLIC HEALTH
2015-17 RECOMMENDED BUDGET**

	GEN FUND	LOTTERY	OTHER	FEDERAL	NL Other Funds	NL Fed Funds	Total Funds	POS	FTE	Comments
2013-15 Legislatively Approved Budget (As of May 2015)	40,217,433	-	88,608,993	253,022,418	40,000,000	102,729,051	524,577,895	726	700.17	
2015-17 Current Service Level Estimate	42,682,993	-	89,746,717	250,561,052	40,000,000	102,729,051	525,719,813	703	685.92	
2015-17 Governor's Budget	41,882,993	-	91,672,688	252,407,462	40,000,000	102,729,051	528,692,194	715	695.35	
2015-17 LFO RECOMMENDED BUDGET	39,953,457	-	164,612,028	253,317,665	40,000,000	102,729,051	600,612,201	721	703.04	

2015-17 WORKING BUDGET ADJUSTMENTS DETAIL

1	2015-17 Current Service Level Estimate	42,682,993	-	89,746,717	250,561,052	40,000,000	102,729,051	525,719,813	703	685.92	
2	LFO Recommendations of Existing Packages										
3	Pkg 070: Revenue shortfalls			(2,073,416)	(151,299)	-	-	(2,224,715)	(6)	(6.00)	If fees not approved in POPs 407/408
4	Pkg 081: September 2014 EBoard actions			1,462,991		-	-	1,462,991	4	4.00	Medical marijuana dispensaries
5	Pkg 082: December 2014 EBoard actions	73,334		4,087,020	1,855,702			6,016,056	4	2.62	
6	Pkg 090: Analyst adjustments										
7	Remove TMSA for tobacco prevention/cessation			(4,000,000)				(4,000,000)			
8	CCare budget true-up	(2,800,000)			(9,900,000)			(12,700,000)			Fully funds caseload at \$4.5 million
9	Task force on Future of Public Health	500,000						500,000			
10	Patient Safety Commission	302,000						302,000			
11	Emergency preparedness and response	1,000,000						1,000,000			
12	Pkg 407 Radiation protection fee & cap increase			593,755		-	-	593,755	3	3.00	SB 228 raises statutory caps
13	Pkg 408 Ratification of administrative fee increases			1,436,336		-	-	1,436,336	3	3.00	
14	Pkg 501 M91 implementation			419,285				419,285	2	2.00	
15											
16	Other Recommended Adjustments										
17	Pkg 801: LFO Analyst Adjustments										
18	Additional medical marijuana money	(5,000,000)		5,000,000				-			Available from 2013-15 ending balance
19	Restore partial GF to CCare	1,525,000						1,525,000			
20	Marijuana money freed up from CCare GF add	(1,525,000)		1,525,000				-			
21	Breast and Cervical Cancer Screening true-up	(700,000)						(700,000)			Fully funds caseload at \$4.95 million
22	Replace TMSA for tobacco prevention/cessation			4,120,000				4,120,000			
23	Fee increases - water, vital records, lead paint			3,090,007				3,090,007			
24	TURA forecast			494,251				494,251			
25	Technical adjustments and transfers	3,892,137		58,689,417	10,944,540			73,526,094	8	8.50	Based on May 2015 tobacco forecast Transfer of CareAssist from MAP
26	Adjustment to CSL for Attorney General rate	2,993		20,665	7,670			31,328			End of Session bill will adjust
27											
28	Total Adjustments from CSL	(2,729,536)	-	74,865,311	2,756,613	-	-	74,892,388	18	17.12	
29											
30	TOTAL 2015-17 Recommended Budget	39,953,457	-	164,612,028	253,317,665	40,000,000	102,729,051	600,612,201	721	703.04	
31											

	GEN FUND	LOTTERY	OTHER	FEDERAL	NL Other Funds	NL Fed Funds	Total Funds	POS	FTE	Comments	
32	Change from 2013-15 Approved	(263,976)	-	76,003,035	295,247	-	-	76,034,306	(5)	2.87	
33	Change from 2015-17 CSL Estimate	(2,729,536)	-	74,865,311	2,756,613	-	-	74,892,388	18	17.12	
34	Change from 2015-17 Governor's Budget	(1,929,536)	-	72,939,340	910,203	-	-	71,920,007	6	7.69	
35											
36	% Change from 2013-15 Approved	-0.7%		85.8%	0.1%	0.0%	0.0%	14.5%	-0.7%	0.4%	
37	% Change from 2015-17 CSL Estimate	-6.4%		83.4%	1.1%	0.0%	0.0%	14.2%	2.6%	2.5%	
38	% Change from 2015-17 Governor's Budget	-4.6%		79.6%	0.4%	0.0%	0.0%	13.6%	0.8%	1.1%	