FISCAL IMPACT OF PROPOSED LEGISLATION

Measure: SB 695 - A

Seventy-Eighth Oregon Legislative Assembly – 2015 Regular Session
Legislative Fiscal Office

Only Impacts on Original or Engrossed
Versions are Considered Official

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Measure Description:
Repeals sunset on authorization for Oregon Health Authority to contract with prepaid managed care health services organization to provide care to medical assistance recipients.

Government Unit(s) Affected:
Oregon Health Authority (OHA)

Summary of Expenditure Impact:

	2015-17 Biennium	2017-19 Biennium
Professional Contracts	$150,000	$0
TOTAL GENERAL FUND	**$150,000**	**$0**

Local Government Mandate:
This bill does not affect local governments' service levels or shared revenues sufficient to trigger Section 15, Article XI of the Oregon Constitution.

Analysis:
Senate Bill 695 repeals the sunset on statutes authorizing OHA to contract with prepaid managed care health services organization to provide care to medical assistance recipients. The bill appropriates $150,000 General Fund to the Oregon Health Authority (OHA) for the 2015-17 biennium to conduct a study to investigate the effectiveness of dental care organizations (DCOs) and the integration of DCOs into coordinated care organizations (CCOs). The bill requires OHA to present the study to the Legislative Assembly by September 15, 2015.

OHA will use these funds to contract with an outside contractor to conduct this study. Note that the bill is silent on the scope of the study. Because of this OHA is unable to price the actual cost for an outside contractor.

The provisions regarding the continuation of the authority's ability to contract for managed care services outside of the state procurement regulations, and the operations of CCOs has no impact to OHA. These provisions create neither new responsibilities nor new costs for Medical Assistance Programs.

This bill requires budgetary action for the appropriation of General Fund.

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