Legislative **Fiscal Office**

Oregon State Capitol 900 Court Street NE, H-178 Salem, OR 97301 503-986-1828



Ken Rocco, Legislative Fiscal Officer Paul Siebert, Deputy Fiscal Officer

Joint Committee on Ways and Means

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Sen. Betsy Johnson, Senate Co-Vice Chair Sen. Jackie Winters, Senate Co-Vice Chair Rep. Dan Rayfield, House Co-Vice Chair Rep. Greg Smith, House Co-Vice Chair

Human Services Subcommittee To:

From: Linda Ames, Legislative Fiscal Office

Date: June 28, 2017

Subject: HB 3261 – Relating to health care provider incentives

Work Session Recommendations

HB 3261 with the -A13 amendment requires the Oregon Health Policy Board to conduct an assessment of the health care workforce needs in Oregon, and report to the Legislature each year. It also charges the Board with evaluating the effectiveness of provider incentive programs, and report to the Legislature every two years. Based on those assessments, the Board will determine how to allocate moneys in the Health Care Provider Incentive Fund among various incentive and workforce/training programs.

For the 2017-19 biennium, specific allocations from the Health Care Provider Incentive Fund are set out for specific incentive programs, as well as workforce/training programs if funding is available. Based on current budgets and budget plans, the incentive programs will be funded at current service level, with \$3.2 million General Fund available at OHSU to fund their two programs for the first year, and \$13.8 million in the Oregon Health Authority. Up to \$1 million is allocated in the bill for administrative expenses, and that is anticipated to cover the costs of administering the programs and doing the evaluations.

The measure and the original staff measure summary are available on the Oregon Legislative Information System (OLIS). A preliminary staff measure summary and a fiscal are included in Meeting Materials for the current amendment.

The measure previously had hearings in the House Committee on Health Care on 3/27/17 and 4/17/17.

Recommended Changes

LFO recommends adoption of the -A13 amendment.

MOTION: I move the adoption of the -A13 amendment to HB 3261. (VOTE)

Final Subcommittee Action

LFO recommends that HB 3261, as amended by the -A13 amendment, be moved to the Ways and Means Full Committee.

MOTION: I move HB 3261, as amended, to the Full Committee with a do pass recommendation. (VOTE)

<u>Carriers</u>	
Full Committee:	
House Floor:	
Senate Floor:	