

SB 111 A BUDGET REPORT and MEASURE SUMMARY

Joint Committee On Ways and Means

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Department of Education

2017-19

Oregon Health Authority

2017-19

PRELIMINARY

Budget Summary

| | 2015-17 Legislatively Approved Budget | 2017-19 Current Service Level | 2017-19 Committee Recommendation | Committee Change from 2015-17 Leg. Approved | |
|---------------------------------------|--|----------------------------------|-------------------------------------|--|----------|
| | | | | \$ Change | % Change |
| Oregon Department of Education | | | | | |
| General Fund | \$ - | \$ - | \$ 420,785 | \$ 420,785 | 100.0% |
| Total | \$ - | \$ - | \$ 420,785 | \$ 420,785 | 100.0% |

Position Summary

| | | | | | |
|--------------------------------------|------|------|------|------|--|
| Authorized Positions | 0 | 0 | 2 | 2 | |
| Full-time Equivalent (FTE) positions | 0.00 | 0.00 | 1.71 | 1.71 | |

Oregon Health Authority

| | | | | | |
|-----------------------|------|------|------------|------------|--------|
| General Fund | | | \$ 109,150 | \$ 109,150 | 100.0% |
| Federal Funds Limited | | | \$ 108,776 | \$ 108,776 | 100.0% |
| Total | \$ - | \$ - | \$ 217,926 | \$ 217,926 | 100.0% |

Position Summary

| | | | | | |
|--------------------------------------|------|------|------|------|--|
| Authorized Positions | 0 | 0 | 1 | 1 | |
| Full-time Equivalent (FTE) positions | 0.00 | 0.00 | 0.96 | 0.96 | |

Summary of Revenue Changes

Senate Bill 111 appropriates \$420,785 General Fund to the Oregon Department of Education (ODE) and \$109,150 General Fund to the Oregon Health Authority (OHA), for a total General Fund appropriation of \$529,935 and Federal Funds expenditure limitation for OHA is increased by \$108,776, to develop and administer a pilot program to assist school districts and education service districts in increasing the use of Medicaid billing.

Summary of Human Services Subcommittee Action

Senate Bill 111 requires ODE to develop and administer a program to assist school districts and education service districts in increasing the use of Medicaid billing. ODE must select a minimum of nine participants for the program, until December 31, 2020, when the minimum participation standards are repealed. The bill also requires ODE to collaborate with other state agencies for providing the assistance, including seeking any rule or statutory change necessary to secure federal financial participation in the cost of providing school nursing services. ODE expects to collaborate with OHA, which is the state’s Medicaid subject matter expert agency. No later than October 1, 2020, the bill requires ODE to submit

a report to the Legislature on the outcomes and a cost benefits analysis of the program. The bill has an emergency clause and takes effect upon passage.

The \$420,785 General Fund appropriation to ODE represents Personal Services costs for two positions (1.71 FTE) and related Services and Supplies to implement and administer the program. The primary workload associated with these positions will include the following: coordinating between districts and Medicaid billing experts; creating district plans to maximize Medicaid billing for school nursing services; assisting and training districts and satisfying the reporting requirement regarding program outcomes and cost benefit analysis.

The \$90,654 General Fund appropriation and \$18,496 Federal Funds expenditure limitation increase to OHA supports Personal Services and Services and Supplies costs for one position (0.96 FTE) to assist ODE, help establish Medicaid billing practices for program participants, and monitor the program in regards to Medicaid compliance. The bill is also expected to have a fiscal impact on the Medicaid budget within OHA, resulting from the additional billing of school-based services; however, this impact is not yet known and will depend on the districts participating in the program and the resulting volume of Medicaid claims.

DETAIL OF JOINT COMMITTEE ON WAYS AND MEANS ACTION

Oregon Department of Education
 Oregon Health Authority
 Tom MacDonald - 503-586-6689

| DESCRIPTION | GENERAL FUND | LOTTERY FUNDS | OTHER FUNDS | | FEDERAL FUNDS | | TOTAL ALL FUNDS | POS | FTE |
|--|--------------|---------------|-------------|------------|---------------|------------|-----------------|-----|------|
| | | | LIMITED | NONLIMITED | LIMITED | NONLIMITED | | | |
| <u>Oregon Department of Education</u> | | | | | | | | | |
| <u>SUBCOMMITTEE ADJUSTMENTS (from CSL)</u> | | | | | | | | | |
| SCR 100 - Operations | | | | | | | | | |
| Personal Services | \$ 363,919 | \$ - | \$ - | \$ - | \$ - | \$ - | \$ 363,919 | 2 | 1.71 |
| Services and Supplies | \$ 56,866 | \$ - | \$ - | \$ - | \$ - | \$ - | \$ 56,866 | | |
| Subtotal | \$ 420,785 | \$ - | \$ - | \$ - | \$ - | \$ - | \$ 420,785 | 2 | 1.71 |
| <u>Oregon Health Authority</u> | | | | | | | | | |
| <u>SUBCOMMITTEE ADJUSTMENTS (from CSL)</u> | | | | | | | | | |
| SCR 030-01 - Health Systems Division | | | | | | | | | |
| Personal Services | \$ 90,654 | \$ - | \$ - | \$ - | \$ 90,654 | \$ - | \$ 181,308 | 1 | 0.96 |
| Services and Supplies | \$ 18,496 | \$ - | \$ - | \$ - | \$ 18,122 | \$ - | \$ 36,618 | | |
| Subtotal | \$ 109,150 | \$ - | \$ - | \$ - | \$ 108,776 | \$ - | \$ 217,926 | 1 | 0.96 |
| TOTAL ADJUSTMENTS | \$ 529,935 | \$ - | \$ - | \$ - | \$ 108,776 | \$ - | \$ 638,711 | 3 | 2.67 |
| SUBCOMMITTEE RECOMMENDATION | \$ 529,935 | \$ - | \$ - | \$ - | \$ 108,776 | \$ - | \$ 638,711 | 3 | 2.67 |