

SUBCOMMITTEE RECOMMENDATION

SB 5544

Oregon Health Authority 2017-19 Rebalance

SB 5544 rebalances the Oregon Health Authority's 2017-19 biennial budget based on updated Medicaid caseload forecasts, program cost increases and savings, and revenue changes. These actions result in net General Fund savings of \$3.7 million, which the bill disappropriates. The bill also increases Other Funds expenditure limitation by \$10.2 million and increases Federal Funds expenditure limitation by \$125.4 million.

The rebalance reflects General Fund cost increases in the Oregon State Hospital due to lower-than-expected collection of insurance reimbursements and increased costs for patient care. The rebalance also includes savings related to lower Medicare premium and drug costs, increased Other Funds revenue, and administrative savings. There are no changes to positions or FTE.

The recommended amendment incorporates the budget adjustments necessary to implement the rebalance.

The Human Services Subcommittee recommends SB 5544 be amended by the –1 amendment and be reported out do pass, as amended.