

SB 1538 BUDGET REPORT and MEASURE SUMMARY

Joint Committee On Ways and Means

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**Oregon Health Authority
2021-23**

PRELIMINARY

Budget Summary*

	2021-23	2022	Committee Change from	
	Legislatively Approved Budget	Committee Recommendation	2021-23 Leg. Approved	
			\$ Change	% Change
General Fund	\$ -	\$ 314,543	\$ -	0.0%
Other Funds Limited	\$ -	\$ 394,949	\$ -	0.0%
Federal Funds Limited	\$ -	\$ 808,628	\$ -	0.0%
Total	\$ -	\$ 1,518,120	\$ -	0.0%

* Excludes Capital Construction expenditures

Summary of Revenue Changes

Senate Bill 1538 appropriates \$314,543 General Fund, increases Other Funds expenditure limitation by \$394,949, and increases Federal Funds expenditure limitation by \$808,628 to create the Compact of Free Association (COFA) Dental Program for Oregon residents. The Federal Funds revenue source is matching funds from the Centers for Medicare and Medicaid Services (CMS) for administrative work to update the Oregon Health Authority's (OHA) information systems. Other Funds revenues reflect the funding methodology for OHA's shared services whose work will be needed to make changes to IT systems that support this work.

Summary of Human Services Subcommittee Action

SB 1538 creates the COFA Dental Program within OHA to provide affordable dental care to low-income residents of COFA nations residing in Oregon and who do not qualify for Medicaid or the Children's Health Insurance Program. The measure expands dental care services to approximately 250 COFA individuals who are over 65 years old and under 138% federal poverty income threshold who do not qualify for Medicaid because they do not meet the requirements of the program. The measure appropriates \$314,543 General Fund, increases Other Funds expenditure limitation by \$394,949, and increases Federal Funds expenditure limitation by \$808,628 in the 2021-23 biennium as follows:

- Program costs related to providing dental care to this population are estimated at \$45,000 General Fund in 2021-23 and \$180,000 in 2023-25. This assumes the benefits will begin January 1, 2023.
- One-time updates to the ONE eligibility system to reflect the new eligibility criteria will cost \$269,543 General Fund and \$808,628 Federal Funds. This work includes updates to the system's interface with the Medicaid Management Information System (MMIS) as well as contractual work for system configuration, testing, and project management.

Shared Services costs related to updating MMIS to reflect the new eligibility criteria are \$394,949 Other Funds, which is funded through OHA's standard shared services allocation methodology using \$98,737 General Fund and \$296,212 Federal Funds included in the above.

PRELIMINARY

DETAIL OF JOINT COMMITTEE ON WAYS AND MEANS ACTION

Oregon Health Authority
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DESCRIPTION	GENERAL FUND	LOTTERY FUNDS	OTHER FUNDS		FEDERAL FUNDS		TOTAL ALL FUNDS	POS	FTE
			LIMITED	NONLIMITED	LIMITED	NONLIMITED			
SUBCOMMITTEE ADJUSTMENTS									
SCR 010-45 - Shared Services									
Services and Supplies	\$ -	\$ -	\$ 394,949	\$ -	\$ -	\$ -	\$ 394,949		
SCR 030-01 - Health Systems Division									
Services and Supplies	\$ 269,543	\$ -	\$ -	\$ -	\$ 808,628	\$ -	\$ 1,078,171		
Special Payments	\$ 45,000	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 45,000		
SUBCOMMITTEE RECOMMENDATION *	\$ 314,543	\$ -	\$ 394,949	\$ -	\$ 808,628	\$ -	\$ 1,518,120	0	0.00
% Change from 2021-23 Leg Approved Budget	100.0%	0.0%	100.0%	0.0%	100.0%	0.0%	100.0%	0.0%	0.0%

*Excludes Capital Construction Expenditures

PRELIMINARY