FISCAL IMPACT OF PROPOSED LEGISLATION

81st Oregon Legislative Assembly – 2022 Regular Session Legislative Fiscal Office

Only Impacts on Original or Engrossed Versions are Considered Official

Measure: HB 4039

Prepared by: Haylee Morse-Miller Reviewed by: Tom MacDonald Date: February 14, 2022

Measure Description:

Modifies financial requirements for coordinated care organization expenditures on social determinants of health and health equity.

Government Unit(s) Affected:

Oregon Health Authority (OHA)

Analysis:

This fiscal impact statement is for the purpose of transmitting the measure from the House Committee on Health Care to the House Committee on Rules.

The measure directs the Oregon Health Authority (OHA) to prescribe by rule the types of expenditures that meet the criteria of ORS 414.572 (1)(b)(C), which states that a coordinated care organization (CCO) must meet minimum financial requirements, including spending a portion of annual net income or reserves on services designed to address health disparities and social determinants of health consistent with the CCO's community health improvement and transformation plans and the terms and conditions of the Medicaid demonstration project under section 1115 of the Social Security Act (42 U.S.C. 1315). OHA is directed to invest no less than three percent of their General Fund appropriation to administer the portion of the medical assistance program that serves recipients who are not enrolled in CCOs on these expenditures. OHA is to report to the interim committees of the Legislative Assembly related to health no later than January 1 of each calendar year on these expenditures, with the first report due January 1, 2024.

A more complete fiscal analysis on the measure will be prepared as the measure is considered in the House Committee on Rules.

Further Analysis Required

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