



# Oregon

## 2023-25 GOVERNOR'S RECOMMENDED BUDGET Oregon Health Authority



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# Oregon Health Authority

## 2023-25 Governor's Budget Overview

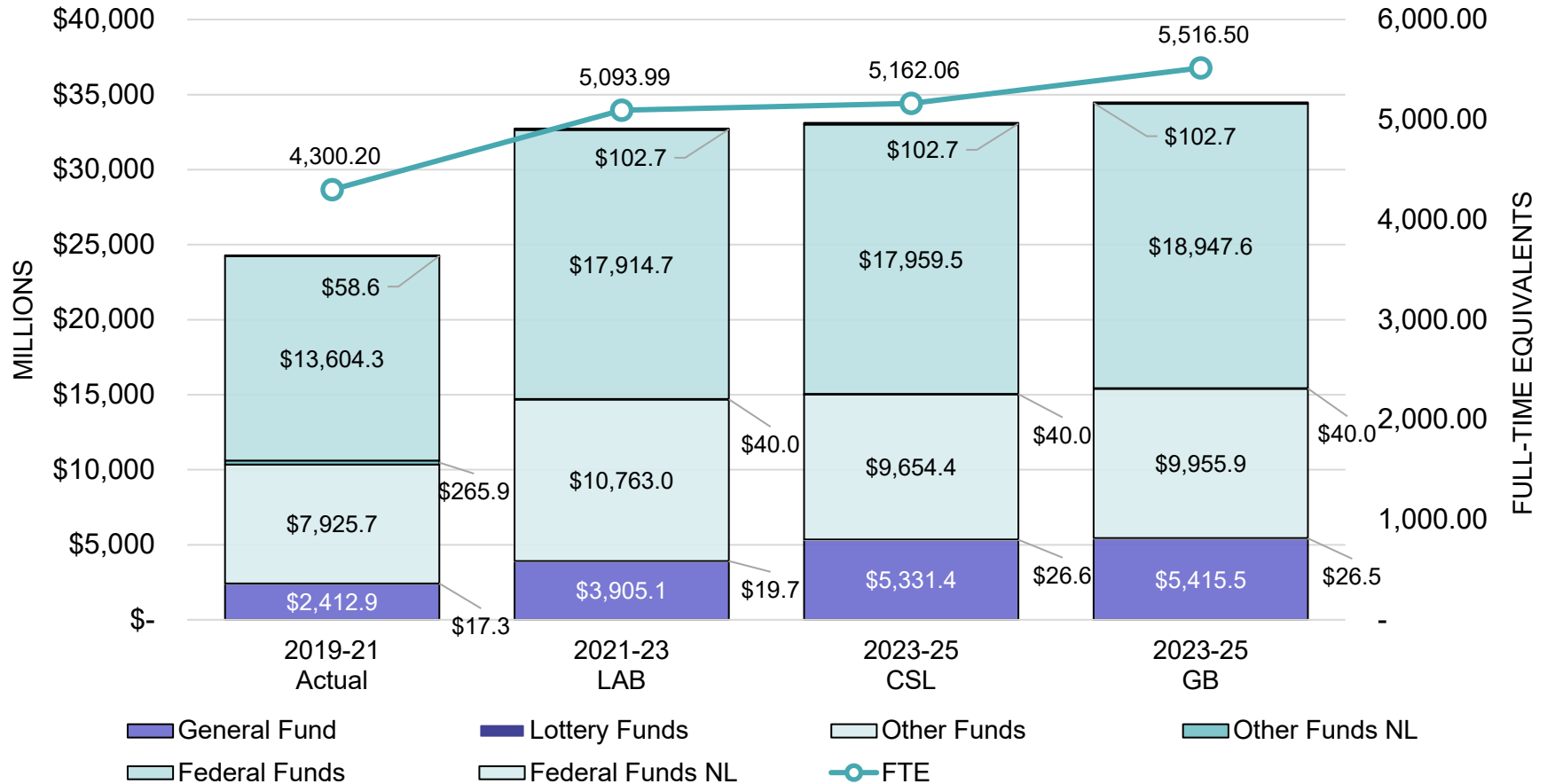
- Emerging Issues:
  - Behavioral Health Investments
  - Medicaid Waiver
  - Increasing Coverage and Access to Care
  - Stabilizing the Oregon State Hospital
  - Public Health Modernization
  - Equity Infrastructure / Organizational Capacity





# Oregon Health Authority

## Expenditure History + 2023-25 Governor's Budget

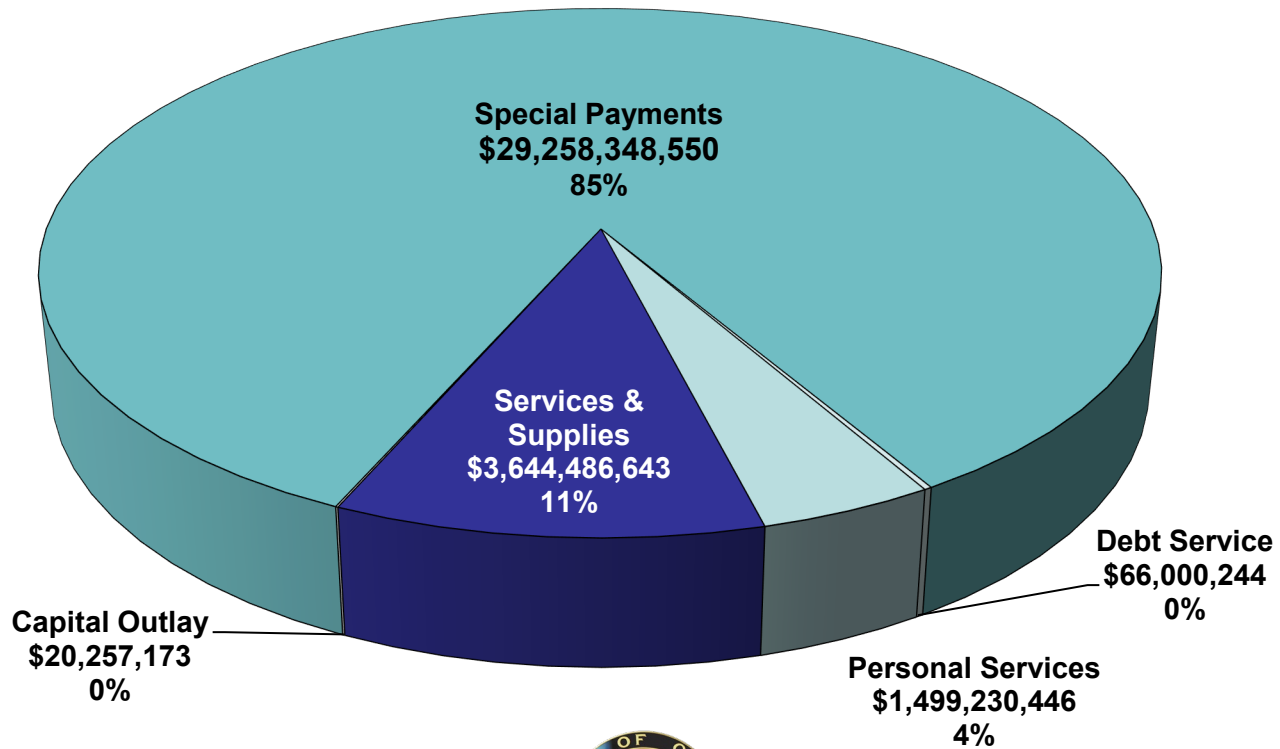




# Oregon Health Authority

## 2023-25 Governor's Budget

### Agency Budget by Expenditure Category

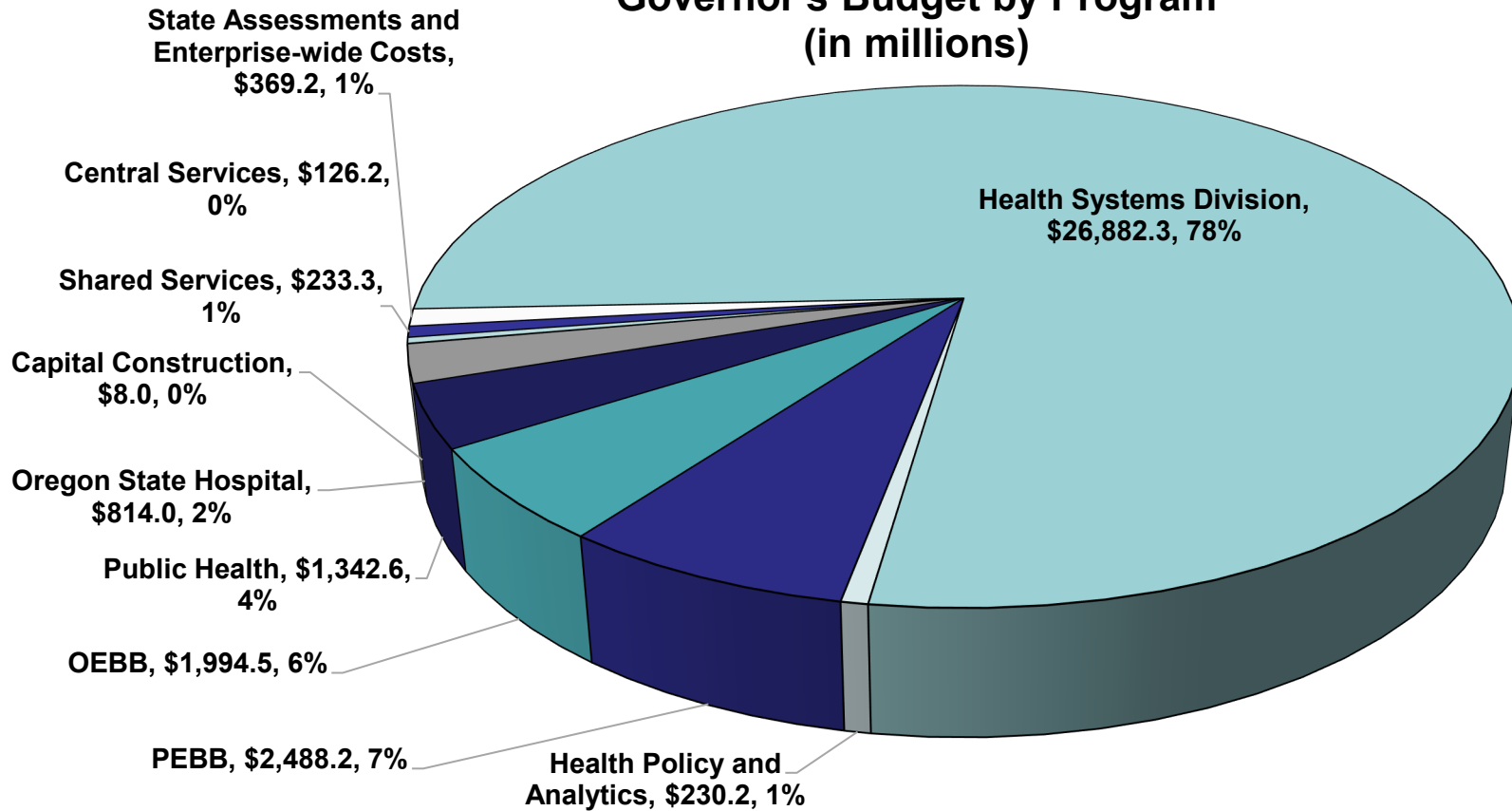




# Oregon Health Authority

## 2023-25 Governor's Budget

### Governor's Budget by Program (in millions)





# Oregon Health Authority

## Revenue Sources

**OHA is primarily funded by Federal Funds (55 percent) and Other Funds (29 percent)**

### **Medicaid:**

- Federal participation in Medicaid and the Children's Health Insurance Program
- Hospital Taxes, Taxes on CCOs and insurers, Cigarette and Tobacco Product Taxes

**Non-Medicaid Behavioral Health:** Marijuana Tax, Cigarette / Tobacco Product Taxes, Opioid Settlement Funds, Beer and Wine Tax, Lottery, Criminal Fines, federal grants

**PEBB and OEBS:** Insurance premiums and program charges

**Public Health:** Federal grants, Cigarette/Tobacco Product Tax, fees, program revenue

**Oregon State Hospital:** Insurance billing, Disproportionate Share Hospital payments, enterprise revenue

**Health Policy and Analytics:** Grants, federal Medicaid reimbursement, fees

**Central / Shared Services:** Cost allocation





# Oregon Health Authority

## 2023-25 Governor's Budget – Investments

### **Behavioral Health**

#### *Disrupt the Homelessness / Jail / OSH Pipeline*

- Restore Non-Medicaid Caseload Decline - \$14.2 million GF
- Behavioral Health Crisis Payer Parity - \$0.2 million GF
- Case Management for Houseless Patients Discharged from OSH - \$6.0 million GF
- Jail Diversion and Enhanced Civil Commitment Services - \$14.9 million GF
- Psychiatric Residential Treatment Facilities - \$2.3 million GF
- Behavioral Health Coordination Center - \$1.5 million GF
- Transition Aged Youth Hubs - \$4.1 million GF
- Behavioral Rehabilitation Services Expansion - \$4.2 million GF
- Community Acute Psychiatric Capacity Lottery Bonds - \$100.0 million OF

#### *Decrease Preventable Deaths*

- 988 Line Ramp-Up - \$18.4 million GF
- Harm Reduction Clearinghouse - \$40.0 million OF
- Suicide Prevention / Intervention Teams - \$7.7 million GF
- Child and Adult Substance Use Disorder Facilities - \$15.0 million GF

#### *Stabilize, Support and Diversify the Workforce*

- Continue 30 percent Medicaid Rate increases into 2023-25 - \$127.4 million GF
- Workforce Incentives - \$23.2 million GF





# Oregon Health Authority

## 2023-25 Governor's Budget – Investments (cont.)

### **Medicaid Waiver**

- Continuous Eligibility to Age 6 - \$39.5 million GF
- 2 Year Continuous Eligibility for 6 and over - \$59.8 million GF
- Justice-Involved Populations - \$10.4 million GF
- Tribal Enhancements - \$0.7 million GF
- Administration and Other - \$19.4 million GF
- Health Related Social Needs - \$547.0 million FF

### **Increased Coverage and Access to Care**

- Fund Healthier Oregon Program at \$500 million GF
- Projected Caseload Increase after Fall 2022 Caseload - \$145.5 million GF
- Essential Worker Healthcare Trust - \$10 million GF / \$25 million Total Funds
- Fee-For-Service Dental Rate Increase - \$1.5 million GF
- Basic Health Plan – Continued Planning - \$3.0 million GF

### **Oregon State Hospital**

- Sustainable Staffing Model - \$34.5 million GF, 304 positions / 94.63 FTE
- OSH Health Equity Unit - \$3.5 million GF
- Complex Case Management Unit - \$4.2 million GF
- Response to CMS Review - \$4.2 million GF
- Bonding Projects - \$8.0 million OF







# Oregon Health Authority

## 2023-25 Governor's Budget – Investments (cont.)

### **Public Health**

- Modernization - \$50.0 million GF
- Universally Offered Home Visiting - \$5.9 million GF
- Lower Umatilla Basin Groundwater Mitigation - \$3.0 million GF
- Protective Equipment and Medical Supply Management - \$1.0 million GF
- Contaminated Fish Consumption Study - \$1.0 million GF
- Environmental Justice Mapping - \$0.2 million GF

### **Equity Infrastructure and Organizational Capacity**

- REALD and SOGI Implementation - \$12.7 million GF
- Health Equity Strategic Action Team and Civil Rights / Antiracism Training - \$5.0 million GF
- Regional Health Equity Coalition Expansion - \$2.1 million GF
- Healthcare Market Oversight - \$1.2 million GF
- Mainframe Migration and Client Payment System - \$2.0 million GF





# Oregon Health Authority

## 2023-25 Governor's Budget – Savings / Reductions

### **Medicaid / Oregon Health Plan**

- Inflation at 2.4 percent in 2024 and 3.0 percent in 2025 - \$66.5 million GF
- Enhanced FMAP for Q1/Q2 2024 - \$64.0 million GF
- Lower costs per case and underutilization - \$37.9 million GF
- 2023 CCO Rate Savings - \$62.7 million GF
- Higher Health Systems Fund Transfer - \$34.9 million GF
- Higher CCO Tax Revenues - \$34.6 million GF
- Higher Tobacco Master Settlement Revenue - \$19.6 million GF
- Higher FF revenues for Base Medicaid program, Cover All Kids, Tribal - \$8.4 million GF

### **Other Programs**

- 9-8-8 Charge at \$0.40 per line per month - \$37.0 million GF
- Increase Vacancy Rate to 8 percent / 6.2 percent for State Hospital - \$34.4 million GF
- S&S Reductions, Vacant Positions, Shared Services Savings - \$33.8 million GF
- True Up Residential Investment Ongoing Funding - \$27.7 million GF
- Statewide Adjustments for DAS and AG Charges - \$5.2 million GF
- All Other Reductions - \$4.2 million GF





# QUESTIONS?

