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# Oregon Health Authority 2021 - 2023 Rebalance

Presented to the  
Joint Emergency Board Subcommittee on Human Services  
May 16, 2023

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# 2021–23 Rebalance Update

in millions

	GF	TF
Total Challenges	\$18.3	\$34.2
Total Savings	(\$172.2)	(\$574.6)
Technical Adjustments	\$-	\$-
<b>Spring 2023 Rebalance</b>	<b>(\$154.0)</b>	<b>(\$540.4)</b>

# 2021–23 Rebalance Report Detail in millions

<b>Challenges</b>	<b>GF</b>	<b>TF</b>
Oregon State Hospital Revenue Update	\$6.7	\$-
FamilyCare Settlement	\$6.5	\$6.5
Tobacco Tax Forecast Update	\$2.2	\$-
Treasury Loan Interest	\$2.0	\$2.0
Medicaid/CHIP Spring 2023 Caseload Forecast Update	\$0.9	\$25.7
<b>Total Challenges</b>	<b>\$18.3</b>	<b>\$34.2</b>
<b>Savings</b>		
Oregon Health Plan/Medicaid Cost Growth	(\$76.3)	(\$546.2)
Medicaid Federal Match increase	(\$63.8)	\$-
Health Care Marketplace	(\$12.7)	(\$12.7)
State Assessments and Enterprise-Wide Costs	(\$8.7)	(\$5.7)
Administrative Savings	(\$6.4)	(\$6.4)
Oregon Health Plan Expansion Population Caseload Update	(\$2.2)	(\$5.4)
Insurers' Tax Revenue Update	(\$1.8)	\$2.2
Traditional Health Worker and REALD & SOGI Mini-Grant Funding	(\$0.4)	(\$0.4)
<b>Total Savings</b>	<b>(\$172.2)</b>	<b>(\$574.6)</b>
<b>Spring 2023 Rebalance</b>	<b>(\$154.0)</b>	<b>(\$540.4)</b>

# Legislative Disproportionate Share Hospital (DSH3) Investment

## 2021-23 Budget Issue

- The Legislature has allocated all provider tax revenues to the Oregon Health Plan, so they are not available as state match for DSH3 without a reduction to the OHP budget.
- A \$15.5 million General Fund investment would generate \$29.1 million additional Federal Funds, draw down the full DSH3 allotment, and keep the OHP budget whole.

## Background

- CMS provides each state with an annual Disproportionate Share Hospital (DSH) funding allotment.
- In 2018, OHSU's intergovernmental transfer program replaced DSH2, leaving more allotment available for DSH3.
- Since then, OHA has used provider tax carryover and/or revenues received above the budgeted amount to draw down the remaining DSH3 allotment.

# OHA Overall Budget Risks

- ✓ The FEMA reimbursement process is slow and there is a risk FEMA will deny some expenditures as not eligible.
- ✓ Oregon State Hospital budget issues remain related to staffing costs, litigation costs, workplace violence mitigation and safety costs, and revenue collection.

**Questions?**

**Thank you.**