

SB 1089 A BUDGET REPORT and MEASURE SUMMARY

Joint Committee On Ways and Means

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Department of Consumer and Business Services

2023-25

Oregon Health Authority

2023-25

PRELIMINARY

Budget Summary*

	2021-23 Legislatively Approved Budget ⁽¹⁾	2023-25 Current Service Level	2023-25 Committee Recommendation	Committee Change from 2021-23 Leg. Approved	
				\$ Change	% Change
Department of Consumer and Business Services					
General Fund	\$ -	\$ -	\$ 1,442,576	\$ 1,442,576	100.0%
Total	\$ -	\$ -	\$ 1,442,576	\$ 1,442,576	100.0%
Oregon Health Authority					
General Fund	\$ -	\$ -	\$ 412,870	\$ 412,870	100.0%
Total	\$ -	\$ -	\$ 412,870	\$ 412,870	100.0%

Position Summary

Department of Consumer and Business Services

Authorized Positions	0	0	3	3
Full-time Equivalent (FTE) positions	0.00	0.00	2.68	2.68

Oregon Health Authority

Authorized Positions	0	0	2	2
Full-time Equivalent (FTE) positions	0.00	0.00	1.50	1.50

⁽¹⁾ Includes adjustments through January 2023

* Excludes Capital Construction expenditures

Summary of Revenue Changes

Senate Bill 1089 is funded with General Fund to support the costs of the Universal Health Plan Governance Board, which is established in the bill.

Summary of Transportation and Economic Development Subcommittee Action

Senate Bill 1089 establishes the nine-member Universal Health Plan Governance Board within the Department of Consumer and Business Services (DCBS). Members of the Board are appointed by the Governor and confirmed by the Senate. The Board is charged with creating a comprehensive plan to finance and administer a Universal Health Plan by September 15, 2026. The bill further describes the powers and responsibilities of the Board, board membership, the goals and values of the plan, and the specific elements the financial and administration plan must contain. The Board will appoint an executive director and establish the salary for the position. The executive director may appoint policy and administrative staff or contract with experts as needed.

The Subcommittee approved \$1,855,446 General Fund and five positions (4.18 FTE) to support the costs of the Board, including \$1,442,576 General Fund and three permanent full-time positions (2.68 FTE) for DCBS and \$412,870 General Fund and two limited duration positions (1.50 FTE) for the Oregon Health Authority (OHA).

For DCBS, this includes one permanent full-time Compliance and Regulatory Manager 2 position (0.92 FTE) to serve as the executive director, provide leadership to the Board and the program, oversee contract administration and the legislative report, one permanent full-time Administrative Specialist 2 position (0.88 FTE) to support the manager, conduct board administrative tasks and facilitate meetings, and one permanent full-time Operations and Policy Analyst 4 position (0.88 FTE) to assist with contract administration, conduct legal research and collect data. Additional costs include \$500,000 General Fund per biennium for three contracts to provide actuarial, medical, data, analytical or other professional expertise, \$170,632 General Fund which will be direct billed by DCBS to provide administrative services such as payroll, IT support, and financial services to the Board and staff, \$45,866 General Fund to compensate or reimburse board members for mileage and applicable expenses, \$41,020 General Fund for an estimated 140 hours of consultation with the Attorney General, and \$38,324 General Fund for board compensation and board and committee travel reimbursement.

The bill provides OHA \$412,870 General Fund for the following two full-time limited duration positions (1.50 FTE):

- One full-time limited duration Operations and Policy Analyst 4 position (0.75 FTE) to serve as the subject matter expert on OHA's federal waivers and impacted programs for the Board.
- One full-time limited duration Operations and Policy Analyst 3 position (0.75 FTE) to assist with interagency coordination and policy development.

For the 2025-27 biennium, the two above positions will be phased out in September 2025, for an estimated cost of just under \$80,000 for OHA. OHA notes that during implementation of the Universal Health Plan they anticipate IT-related costs to plan, build, and develop their systems to meet new requirements of the plan.

PRELIMINARY

DETAIL OF JOINT COMMITTEE ON WAYS AND MEANS ACTION

Department of Consumer and Business Services and 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			
<u>SUBCOMMITTEE ADJUSTMENTS</u>									
<u>Department of Consumer and Business Services</u>									
SCR 018-00 - Division of Financial Regulation									
Personal Services	\$ 613,702	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 613,702	3	2.68
Services and Supplies	\$ 792,132	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 792,132		
Special Payments	\$ 36,742						\$ 36,742		
<u>Oregon Health Authority</u>									
SCR 030-02 - Health Policy and Analytics									
Personal Services	\$ 376,537	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 376,537	2	1.50
Services and Supplies	\$ 36,333	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 36,333		
TOTAL ADJUSTMENTS	\$ 1,855,446	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 1,855,446	5	4.18
SUBCOMMITTEE RECOMMENDATION *	\$ 1,855,446	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 1,855,446	5	4.18

*Excludes Capital Construction Expenditures

PRELIMINARY