

SUBCOMMITTEE RECOMMENDATION

HB 4127

Relating to Medicaid payments to reproductive health care providers

To: Ways and Means Full Committee
From: Capital Construction Subcommittee
Carrier: Representative Bowman

HB 4127 directs the Oregon Health Authority to establish a fee-for-service payment mechanism for services provided to medical assistance recipients by certain nonprofit reproductive health care providers that are enrolled in the state medical assistance program, which are defined as “prohibited entities” by the measure.

If a state or federal rule or regulation is adopted or enacted that prohibits one of these providers from enrolling in the state medical assistance program, the agency is directed to implement a grant program to support these providers.

The agency is designated as the sole party responsible for making payments to the prohibited entities, and the use of federal Medicaid funds in making these payments is excluded. Retroactive payment of claims made on or after July 4, 2025, is permitted.

The estimated one-year cost to replace federal funding for these services is \$16.4 million General Fund. In November 2025, the Emergency Board provided the agency with \$7.5 million General Fund to pay for a portion of these costs. The remaining \$8.9 million General Fund is included in the 2026 session omnibus bill, HB 5204.

The Capital Construction Subcommittee recommends HB 4127 be reported out do pass.