
Legislatively Adopted Budget 2013 - 2015 and OHP 2014

July 19, 2013

Bruce Goldberg, MD
OHA Director

Leslie Clement,
2014 Medicaid Alignment Director

Mike Morris,
Administrator, Addictions and Mental Health

The logo for the Oregon Health Authority. It features the word "Oregon" in a smaller, orange, serif font positioned above the word "Health". "Health" is written in a large, dark blue, serif font. Below "Health", the word "Authority" is written in a smaller, orange, serif font. A thin blue horizontal line is positioned just above the "Authority" text, extending from the left side of the "H" in "Health" to the right edge of the "Authority" text.

Oregon
Health
Authority

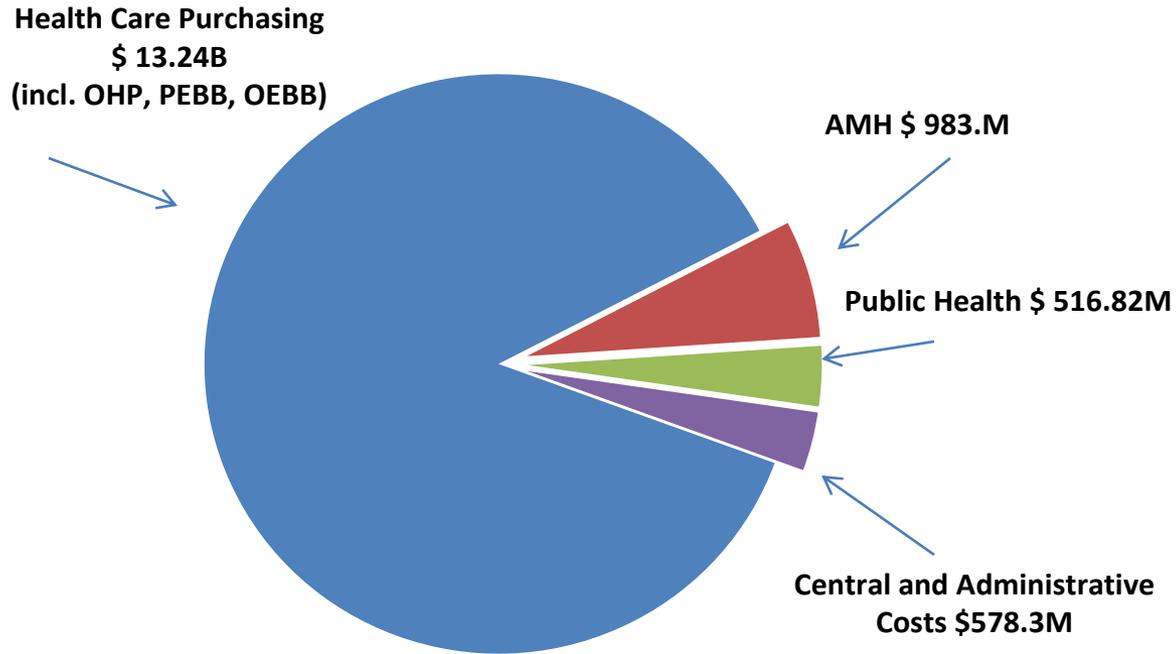
OHA Budget 2013 - 2015

- Lowers cost of Oregon Health Plan
- Funds OHP to targeted and sustainable growth that meets agreement with CMS
- Eliminates a tax on insurance premiums
- Increases access to health care coverage to approximately 180,000 through Affordable Care Act
- Increases community mental health investments
- Increases investments in School Based Health Centers (SBHC)
- Invests Master Settlement Agreement funds in health care (OHP) and also in tobacco cessation and prevention

Oregon Health Authority – Budget summary

- **\$15.32B Total Funds**
 - \$1.97B General Fund
 - \$7.59B Federal Funds
 - \$5.75B Other Funds
 - \$10.54M Lottery Funds

Total Funds by OHA Program



Oregon Health Plan - \$9.7 Billion

Funds OHP and lowers costs per agreement with CMS

- 4.4% increase in per capita expenses in year one
- 3.4% increase in per capita expenses in year two

Strategic investments

- \$ 4.0M – GF loan repayment program
- \$ 4.6M - G/F rural malpractice coverage
- \$ 30M - GF Health System Transformation Fund
- \$ 1.6M – GF for Medical Liability reform (SB 483)

More Oregonians receive health care coverage in Jan. 2014 –

ACA expansion health care costs are 100% federally funded in 2013 -15

Addictions and Mental Health

43% increase in total funds

for Oregon's community mental health system

Community mental health Investments

- \$ 21.80M – Children's mental health investment
- \$ 46.27M – Community Mental Health Capacity
- \$ 5.71M – Supported Employment, Supported Housing and Peer Delivered Services
- \$ 7.60M – CMH Provider COLA
- \$ 5.50M – Case Management- ACT (assertive community treatment)

Addictions and Treatment Investments

- Increases room and board rates for adolescent alcohol and drug residential treatment from \$30 to \$90 per day
- Funding “set aside” for potential rate increases in room and board for adult alcohol and drug residential treatment system

Comparison of Addictions and Mental Health Budget

	11 - 13 Biennium	13 - 15 Biennium	Change from	Percent
	<u>Total Funds</u>	<u>Total Funds</u>	<u>11-13 to 13-15</u>	<u>Change</u>
Community Mental Health	250,437,431	358,063,836	107,626,405	43%
Alcohol and Drug	84,920,585	87,729,690	2,809,105	3%
Institutions (including SDSRTF)	382,679,263	383,751,056	1,071,793	0%
Block Grant to Counties	7,031,218	7,031,218	0	0%
Gambling	7,619,144	7,862,185	243,041	3%
Program Support & Admin.	41,020,569	38,361,137	(2,659,432)	-6%
Totals	773,708,210	882,799,122	109,090,912	14%

Both biennium are net of transfer to DMAP & DSHP limitation

Addictions and Mental Health, continued

Oregon State Hospital (OSH)

- Closure of Blue Mountain Recovery Center by January 1, 2014 (60 beds)
- Closure of leased Portland campus of OSH in Spring 2015 (90 beds)
- Closure of one geriatric ward at the OSH in Salem (24 beds)
- Opening of the OSH Junction City Campus in Spring 2015 – (174 beds that replace closed beds)
- Continues reductions in non-direct care services that Oregon State Hospital implemented during 2011-13 biennium and enacts further cost-reduction measures

Public Health - \$516.82M

- \$ 4M – Invests Master Settlement Agreement funding to tobacco cessation and prevention
- \$ 4M - Increased funding for school-based health centers
- \$ 100K – Increased funding for EMS- EMT program
- \$300K – Additional funding for Farmer’s Market (Senior & Direct)
- \$ 179K – Additional funding for EMS Trauma Advisory Board
- \$700K – Additional funding for breast and cervical cancer screening

OHP 2014



Leslie Clement,
2014 Medicaid Alignment Director

Better health, better care, lower costs

As part of the 2013-15 budget, Gov. Kitzhaber and the Oregon State Legislature approved opening the Oregon Health Plan to more people as allowed by the federal Affordable Care Act.

Because of this, the Oregon Health Plan will be available to more low-income adults who earned too much to qualify in the past.

For the first time, childless adults who weren't previously qualified for other reasons, can access the Oregon Health Plan without the aid of a lottery.

Projections - by 2016

240,000

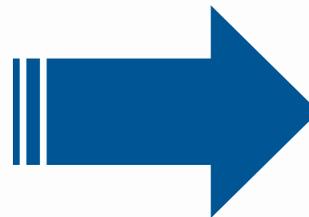
Oregon Health Plan

250,000

Cover Oregon: non-group

Today: 83%

of Oregonians have
health care coverage



By 2016: 95%

of Oregonians could have
health care coverage.

2014 timeline

October 1, 2013
Open Enrollment Begins

January 1, 2014
Coverage begins

One house, one door

Individuals
and
Families: OHP
and commercial



Small
Employers



www.coveroregon.com

Oregon
Health
Authority

2013 guidelines

Program Eligibility	Medicaid	Cost-Sharing Assistance	Healthy Kids	Premium Tax Credits
Household Size	138%	250%	300%	400%
1	\$15,856	\$28,725	\$34,470	\$45,960
2	21,404	38,775	46,530	62,040
3	26,951	48,825	58,590	78,120
4	32,499	58,875	70,650	94,200
5	38,047	68,925	82,710	110,280
6	43,594	78,975	94,770	126,360

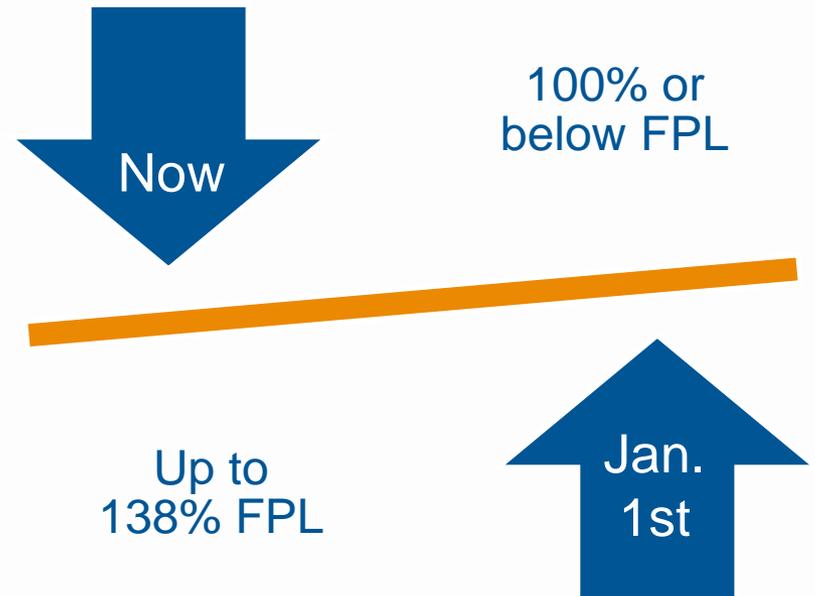
For families/households with more than 8 people, add \$4,020 for each additional person

What is changing for OHP

Income limits increasing

Today the limit is 100% or below the Federal Poverty Level (FPL).

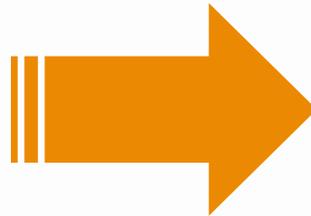
Beginning January 1, 2014 the limit will be up to 138% FPL. That's about \$15,800 a year for a single person or \$32,500 a year for a family of four.



Other changes

No health screenings: everyone qualifies for equal coverage at equal cost. More options for people with pre-existing conditions

Family Health Insurance Assistance Program, Oregon Medical Insurance Pool, Federal Medical Insurance Pool



Oregon Health Plan or private coverage through Cover Oregon

No more waiting list or lotteries for the Oregon Health Plan

Today there are more than 80,000 people hoping to get on OHP.

One OHP: focus on prevention and essential health benefits

Right now, the Oregon Health Plan has two main benefit packages:

- **OHP Plus**, a full benefit package
- **OHP Standard**, a limited benefit package

In 2014, all OHP Standard members, and those who are newly eligible, will receive the same full health benefits as OHP Plus members.

Essential Health Benefits

- All plans offered through Cover Oregon will cover essential health benefits, including doctor visits, hospital stays, maternity care, emergency room care, prescriptions, preventive care, mental health services, dental and vision coverage for kids, and more.
- The Oregon Health Plan also includes these services.

Funding for the new population

2014-2016

For the first three years, federal funds will pay 100% of the costs for people who are eligible under the increased income limit.

2020

Federal funding will gradually decline to 90% in 2020, where it will remain.

A more sustainable health care system

New OHP enrollees will join local coordinated care organizations.

Benefits and services are integrated and coordinated

One global budget that grows at a fixed rate

Metrics: standards for safe and effective care

Local accountability for health and budget

Local flexibility

Reaching all Oregonians

OHA and Cover Oregon are working together to create an outreach program for:

- Hard-to-reach,
- Non-English speaking,
- Geographically isolated, and
- Underserved populations.

OHA and Cover Oregon are working with local community partners and other key stakeholders for on-the-ground outreach and application assistance for individuals and families.

Questions?

www.health.oregon.gov