

Legislative Fiscal Office

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Joint Committee on Ways and Means

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To: Transportation and Economic Development Subcommittee

From: Kim To, Legislative Fiscal Office

Date: February 26, 2018

Subject: HB 4020 – Relating to health care facilities
Work Session Recommendations

HB 4020 requires the Oregon Health Authority (OHA) to implement a new program to license extended stay centers (ESC). The bill directs the Health Evidence Review Committee to develop evidence-based guidelines regarding the patient characteristics and surgical procedures that may be appropriate for ambulatory surgical centers and extended stay centers. The commission must provide a report of the timeline and plan for implementing the guidelines to the legislature during the 2019 regular session. In addition, the bill requires the Oregon Patient Safety Commission to include ESC in its voluntary adverse-event reporting program.

The measure previously had hearings in the House Committee on Health Care on 2/9/2018 and 2/14/2018.

Fiscal impact

OHA estimates the fiscal impact of this bill to be \$398,520 Total Funds, 1 position, 0.58 FTE for the 2017-19 biennium; and \$516,803 Total Funds, 0.25 FTE for the 2019-21 biennium.

Recommended Changes

LFO recommends adoption of the following amendments:

- The -A9 amendment - adds appropriation and limitation for OHA to establish and implement the ESC licensing program.
- The -A11 amendment - requires hospitals to have a written financial assistance policy that meets the plain language standards. The bill directs OHA to make available to hospitals and the general public a uniform application for financial assistance, created by a trade association representing hospitals, that may be used in any hospital in this state to request financial assistance by January 1, 2020.
- The -A12 amendment - authorizes OHA to establish an annual renewal fee not to exceed \$5,000 to cover ongoing costs of regulating extended stay centers.

These amendments do not change the original fiscal determination for the 2017-19 biennium. The -A12 amendment is expected to increase Other Funds revenue by \$100,000 for the 2019-21 biennium.

MOTION: I move adoption of the -A9, -A11, and -A12 amendments to HB 4020. (VOTE)

Final Subcommittee Action

LFO recommends that HB 4020, as amended by the -A9, -A11, and -A12 amendments, to be moved to the Ways and Means Full Committee.

MOTION: I move HB 4020, as amended, to the Full Committee with a do pass recommendation. (VOTE)

Carriers

Full Committee: _____

House Floor: _____

Senate Floor: _____