



OKLAHOMA
OSU Medical
Authority & Trust

OSU Medical Authority & Trust

FY 2026 Budget Hearing Presentation

Submitted by: Eric Polak CEO



Eric Polak

CEO

The **OSU Medical Authority (OSUMA)** serves as the **owner of the OSU Medical Center** in order to meet the statutory requirement to provide a site of practice to the faculty physicians and trainees of the OSU Center for Health Sciences.

Founded in **2006**, this agency serves primarily as a **pass-through entity** to provide state appropriated resources and access to state owned facilities that serve the educational and healthcare needs of Oklahomans.

OSUMA has **no employees**, as staff of the OSU Center for Health Sciences administer the agency with fiscal support provided by OMES.

Agency Vision, Mission and Core Values

Vision: To provide for a healthier Oklahoma through supporting healthcare training programs, patient care services and research sponsored by the Oklahoma State University Center for Health Sciences

Mission: The mission and purposes of the Oklahoma State University Medical Authority are to serve as teaching and training facilities for students enrolled at the Oklahoma State University Center for Health Sciences, to acquire and provide a site for conducting medical and biomedical research by faculty members of the Oklahoma State University Center for Health Sciences and to provide care for the patients of Oklahoma State University Center for Health Sciences physician trainers.



Accomplishments

Top accomplishments for FY 2024 – FY 2025

1) (List up to 5 major, measurable, quantifiable accomplishments.)



Analysis of Agency Challenges

	Challenge	Current Actions (Briefly describe how the agency is currently addressing the challenge.)	Planned Actions (Briefly describe how the agency plans to address the challenge going forward.)
1	Inflation	Aggressive management of construction projects, received sales tax exemption during the 2024 legislative session	Continue to leverage purchasing through our GPO and transition vendors to electronic payments
2	Skilled labor shortage	Restructured nursing workflows and have deployed additional technician level positions to assist where possible	Continue to improve the work environment outside of only wage increases to gain competitiveness in recruiting
3			
4			
5			



Agency Goals and Key Performance Metrics

Goal		Metric	FY 24 Target	FY 24 Actuals	FY 25 Target	FY 29 Target
1	Complete construction of mental health hospital	Achieve certificate of occupancy	n/a	n/a	n/a	operational
2	Reach and sustain ACGME accreditation for residency programs	% program accredited with ability to recruit	100%	100%	100%	100%
3	Medicare Total Performance Score improvement towards national median	Medicare Value based purchasing total performance score	26.125	n/a	30.00	38.25
4	Provide state match funds for Medicaid IME program in 1q of fiscal year	Paid by September 30	Achieved	Achieved	Achieved	Achieved
5	Develop opportunities for increased training and care for emergency care in NE Oklahoma	Development of programs and accreditation	n/a	n/a	On defined path to accreditation	Fully operational program
6						
7						
8						



Projects for FY 2025

- 1) Continue construction of the Oklahoma Psychiatric Care Center for completion in early 2026
- 2) Complete the design of the OSU Medical center expansion project and issue full construction package for bidding
- 3) Complete planning effort to bring level 1 trauma services to NE Oklahoma
- 4) Establish agreements with the VA for faculty joint hiring and patient flow between the facilities
- 5) Construct new c-section suites to meet current code requirements



Projects for FY 2026

- 1) Support the opening of the Veterans Hospital by collaborating on care and joint physician hiring
- 2) Complete construction and obtain certificate of occupancy for the Oklahoma Psychiatric Care Center
- 3) Continue construction of the OSU Medical Center expansion project which includes the ARPA funded pharmaceutical research and development laboratories
- 4) Execute plan to bring Level 1 trauma services to NE Oklahoma

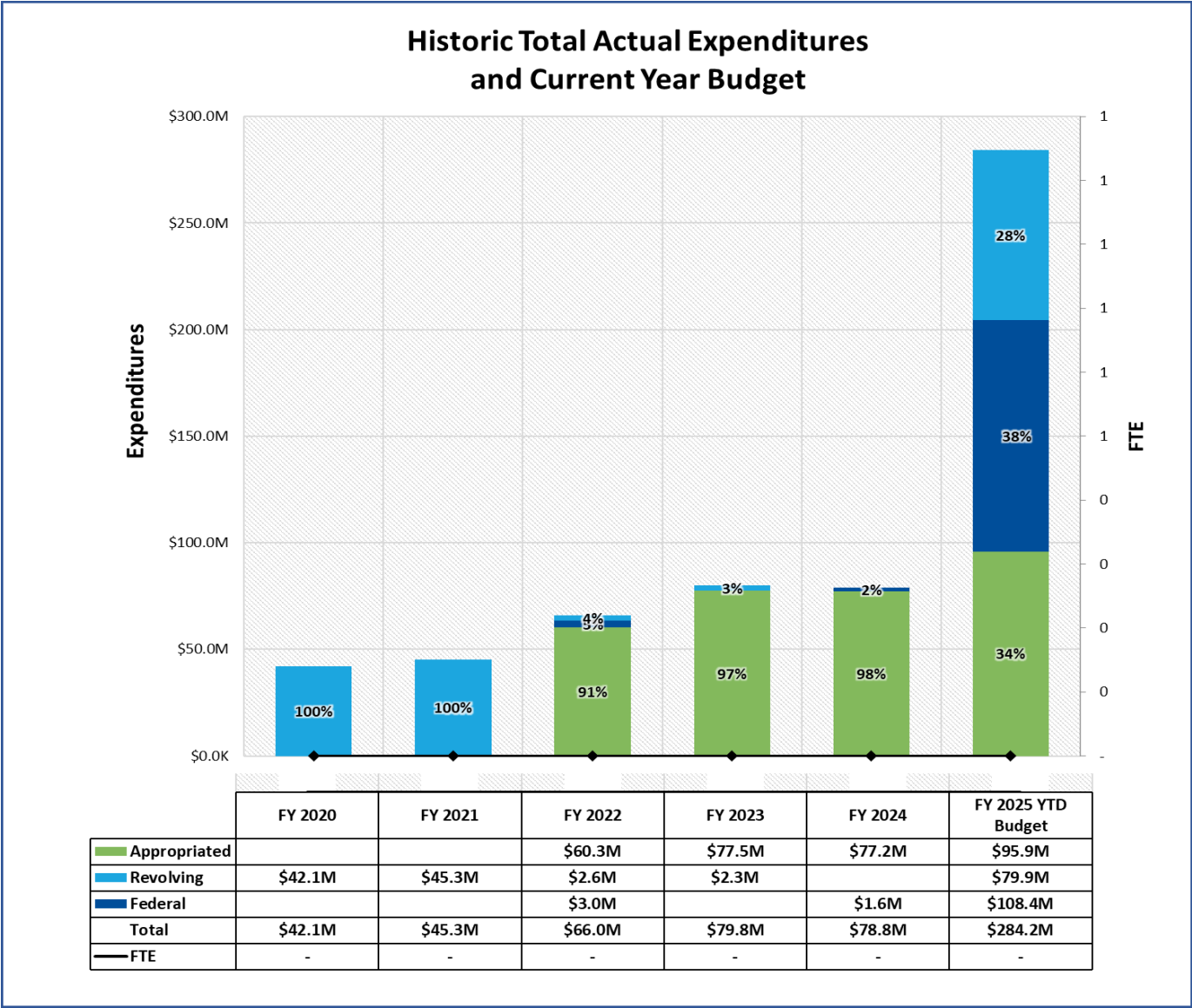


Total Historic Actual Expenditures (FY 2020-24) and Current Year Budget (FY 2025)

Explanation of Changes and Trends

Increase in revolving funds due to the construction of the Oklahoma Psychiatric Care Center

Increase in federal funding due to ARPA awards from the legislature.



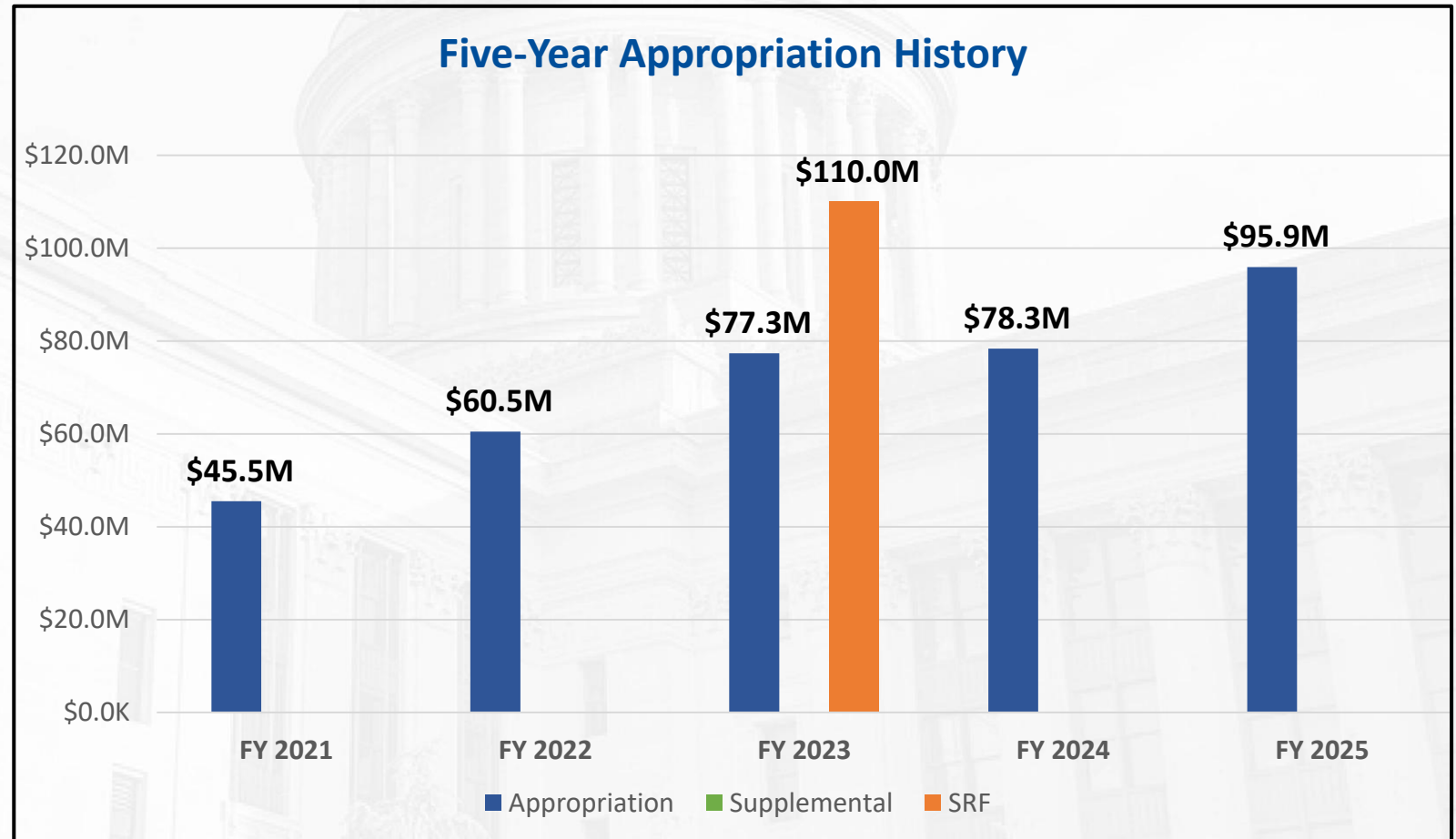
FY 2025 Budgeted Full Time Equivalents (FTE)



	FY 2025 Budgeted FTE
Total FTE	NA
Supervisor FTE	NA
Supervisors to Total FTE Ratio (%)	NA
Current Budgeted but Unfilled FTE	NA

Appropriation History

Fiscal Year	Legislated Appropriation (\$) <i>(Includes supplementals and SRF/ARPA.)</i>
FY 2021	\$45,488,996
FY 2022	\$60,477,141
FY 2023	\$77,348,189
FY 2024	\$78,348,189
FY 2025	\$95,930,189



**Includes Supplemental and Statewide Recovery Fund (ARPA) appropriations.*



Financial Resource Analysis

Carryover	FY 2021	FY 2022	FY 2023	FY 2024
Total appropriated carryover amount expended (\$)	\$	\$	\$104,214.72	\$1,187,836.97

Historical Cash Balances	FY 2021	FY 2022	FY 2023	FY 2024
Year End Revolving Fund Cash Balances <i>(All Revolving Funds)</i>	\$7,134,242	\$10,625,774	\$10,881,418.75	\$10,769,308

Revolving Class Fund # <i>(Unrestricted only)</i>	Revolving Class Fund Name <i>(Unrestricted only)</i>	Current cash balance (\$)	Projected FY 2025 year-end cash balance (\$)
29000	Agency Revolving Fund	\$2,640,175.98	\$10,750,000
28000	Behavioral Health Workforce Enhancement	\$3,082,000	\$2,950,000
#		\$	\$
#		\$	\$
#		\$	\$
#		\$	\$
	Total Unrestricted Revolving Fund Cash balance:	\$	\$



Unrestricted funds are those that are not limited by state or federal law, rule, regulation, other legally binding method, or donor restriction.

FY 2023 – 2024 Appropriation Change Review

<i>Purpose of appropriation increase or decrease</i>	<i>Amount FY 2023</i>	<i>Amount FY 2024</i>	<i>Total amount received FY 2023 - 24</i>	<i>Total amount expended by 11/1/2024</i>	<i>Included in FY 2025 approp? (Yes/No)</i>	<i>If not expended fully, please explain.</i>
Behavioral Workforce Grants	\$77,348,189	\$78,348,189	\$155,696,378	\$154,699,292	YES	\$997,086.37 (Behavioral Workforce Grants) were awarded, but have not been fully expended as of 11/1/24
	\$	\$	\$	\$		
	\$	\$	\$	\$		
	\$	\$	\$	\$		
	\$	\$	\$	\$		
	\$	\$	\$	\$		
	\$	\$	\$	\$		
	\$	\$	\$	\$		
Totals	\$	\$	\$	\$		



**Do not include SRF / ARPA appropriation increases.*

FY 2025 Appropriation Change Review

<i>Purpose of appropriation increase or decrease</i>	<i>Amount of increase or decrease (\$)</i>	<i>Does this need to be included in your FY 2026 appropriation? (Yes/No)</i>	<i>If yes, included in appropriation for same purpose? (Yes/No)</i>	<i>If not included for same purpose, please explain.</i>
Human Performance Program	\$10,000,000	YES	YES	
OSU Wet Labs: LCF Recap	\$4,000,000	YES	YES	
OSU Expansion Project-LCF Recap Payment	\$1,500,000	YES	YES	
Residency Program Expansion	\$2,082,000	NO	NA	ONE-TIME FUNDING
	\$			
	\$			
	\$			
	\$			
Total adjustment	\$17,582,000			



**Do not include SRF / ARPA appropriation increases.*

Budget & Supplemental Incremental Request Summary

Request Name		FY 2026 Incremental Appropriation Request Amount (\$) <i>{or FY 2025 for Supplementals}</i>	Type of Request: Recurring, One-time, or Supplemental
1	Capital Funding to replace the need to acquire debt for the hospital expansion project	\$90,000,000	One-time
2			
3			
4			
5			



(1) Incremental Budget Request

Name of Request – Capital Funds for Expansion Project	
Type: One-Time	\$90,000,000
Offsetting the need For the Trust to take on debt for the hospital expansion project will allow nearly \$6 million that would be dedicated to debt service to be reinvested into patient care and educational programs at the OSU Medical Center and can save approximately \$83 million in interest expense.	



Appendix



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