

**FISCAL IMPACT OF PROPOSED LEGISLATION**79th Oregon Legislative Assembly – 2017 Regular Session  
Legislative Fiscal Office**Measure: HB 2300 - 1*****Only Impacts on Original or Engrossed Versions are Considered Official***Prepared by: Kim To  
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Date: 4/14/2017**Measure Description:**

Establishes the Mental Health Clinical Advisory Group within the Oregon Health Authority.

**Government Unit(s) Affected:**

Oregon Health Authority (OHA)

**Summary of Expenditure Impact:**

	<b>2017-19 Biennium</b>	<b>2019-21 Biennium</b>
General Fund		
Personal Services	54,596	72,794
Services & Supplies	76,258	101,677
<b>Total General Fund</b>	<b>\$130,853</b>	<b>\$174,471</b>
Federal Funds		
Personal Services	54,596	72,794
Services & Supplies	76,048	101,397
<b>Total Federal Funds</b>	<b>\$130,643</b>	<b>\$174,191</b>
Personal Services	109,191	145,588
Services & Supplies	152,306	203,074
<b>Total Funds</b>	<b>\$261,497</b>	<b>\$348,662</b>
Positions	1	1
FTE	0.75	1.00

**Analysis:**

House Bill 2300 with the -1 amendment establishes the 12-member Mental Health Clinical Advisory Group within the Oregon Health Authority (OHA). The advisory group is charged with to developing voluntary evidence-based algorithms for the for the treatment with mental health drugs of medical assistance recipients who have mental health disorders, and making recommendations to OHA for drugs to be included on any preferred drug list adopted by OHA or coordinated care organizations (CCOs). The bill defines the membership and duties of the advisory group. The bill directs OHA to adopt by rule a Practitioner-Managed Prescription Drug Plan. OHA must consider the recommendations of the Pharmacy and Therapeutics Committee and the Mental Health Clinical Advisory Group. The bill is effective January 1, 2018.

The fiscal impact of this bill on OHA is estimated to be \$261,497 Total Funds, 1 position, and 0.75 FTE for the 18 months of the 2017-19 biennium, and \$348,662 Total Funds, 1 position, and 1.00 FTE for the 24 months of the 2019-21 biennium. These expenses are funded at 50% Medicaid match. The fiscal amount reflects personal services and related services and supplies for one Operations and Policy Analyst 1 position to provide administrative support to the advisory group, and the cost of adding a pharmacist to the current contract with Oregon State University College of Pharmacy to assist the advisory group in completing medical and pharmaceutical research. The contract costs for a half time pharmacist is \$165,420 per biennium.

This bill requires budgetary action for allocation of General Fund resources and position establishment.