

FISCAL IMPACT OF PROPOSED LEGISLATION

79th Oregon Legislative Assembly – 2017 Regular Session
Legislative Fiscal Office

Measure: HB 3135 - 2

***Only Impacts on Original or Engrossed
Versions are Considered Official***

Prepared by: Kim To
Reviewed by: Linda Ames
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Measure Description:

Requires medical assistance coverage of long-acting, reversible contraceptive devices during hospital stay for labor and delivery.

Government Unit(s) Affected:

Oregon Health Authority (OHA)

Analysis:

House Bill 3135 with the -2 amendment requires the Oregon Health Authority (OHA) to reimburse Oregon Health Plan (OHP) clients for the postpartum insertion of an intrauterine device or progestin implant at a rate set by OHA. To qualify, clients would need to be admitted to the hospital for labor and delivery. The bill also requires OHA to pay for the removal of this device at any time the client chooses, even if the recipient is no longer eligible for coverage under Oregon's Medicaid waiver.

The full fiscal impact of this bill is indeterminate depending on the number clients no longer eligible for Medicaid requesting removal of the implanted device. Payment for these devices and their implantation is currently covered by OHP. However, any cost associated with removing these devices for clients no longer eligible for Medicaid must be paid entirely with General Fund moneys. Extrapolating from trends and assumptions based on programs in Colorado and South Carolina, OHA predicts the cost of device removal could reach \$80,000 General Fund in 17-19 biennium and \$170,000 General Fund in the 19-21 biennium.

This bill requires budgetary discussion regarding the potential demand on General Fund resources.