

FISCAL IMPACT OF PROPOSED LEGISLATION

Measure: HB 4137 - A

79th Oregon Legislative Assembly – 2018 Regular Session
 Legislative Fiscal Office

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

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Measure Description:

Requires Alcohol and Drug Policy Commission to report to interim committees of Legislative Assembly, no later than September 15, 2018, its comprehensive addiction, prevention, treatment and recovery plan.

Government Unit(s) Affected:

Oregon Health Authority (OHA), Department of Humans Services (DHS), Department of Justice (DOJ), Department of Corrections (DOC), Department of Education (DOE), Criminal Justice Commission (CJC), Oregon State Police (OSP), Oregon Youth Authority (OYA)

Summary of Expenditure Impact - OHA:

Costs related to the measure may require budgetary action - See analysis.

	2017-19 Biennium	2019-21 Biennium
Health Policy & Analytics		
Personal Services	125,526	188,290
Services & Supplies	28,353	42,562
Total Health Policy & Analytics	153,879	230,852
Positions	1	1
FTE	0.67	1.00
Health System Division - ADPC		
Personal Services	314,126	538,114
Services & Supplies	101,002	128,300
Total Health System Division - ADPC	415,128	666,414
Positions	4	4
FTE	2.00	3.00
TOTAL FISCAL IMPACT		
Personal Services	439,652	726,404
Services & Supplies	129,355	170,862
TOTAL GENERAL FUND	\$569,007	\$897,266
Positions	5	5
FTE	2.67	4.00

Analysis:

HB 4137 authorizes the Director of the Alcohol and Drug Policy Commission (ADPC) to appoint employees to carry out the Commission’s charge to improve the effectiveness and efficiency of state and local alcohol and drug abuse prevention and treatment services. The bill authorizes ADPC to conduct studies in collaboration with other state agencies, and apply for grants from public and private sources. The bill directs the ADPC Director to enter into agreements with the Oregon Health Authority (OHA), the Department of Justice (DOJ), and the Department of Human Services (DHS) to share information necessary to carry out the charge of ADPC. The bill requires ADPC to:

1. Develop a comprehensive addiction, prevention, treatment and recovery plan for the state;
2. Report on this plan to an interim committee of the legislature by September 15, 2018;
3. Review and update the plan by September 15th of each year.

The ADPC has less than six months to develop the comprehensive addiction, prevention, treatment, and recovery plan that must include recommendations regarding:

1. Capacity, type and utilization of programs;
2. Methods to assess the effectiveness and performance of programs;
3. The best use of existing programs;
4. Budget policy priorities for participating state agencies;
5. Standards for licensing programs;
6. Minimum standards for contracting for, providing and coordinating alcohol and drug abuse prevention and treatment services among programs that use federal, private or state funds administered by the state; and
7. The most effective and efficient use of participating state agency resources to support programs.

In addition, the bill requires OHA to align its substance abuse prevention and treatment activities with this plan. The bill also directs OHA to report to the Legislature the scope of drug and alcohol abuse and addiction in Oregon and the availability of prevention, treatment and recovery services to Oregonians.

Oregon Health Authority (OHA)

OHA estimates the fiscal impact of complying with the provisions of this bill to be \$569,007 General Fund, 5 positions, 2.67 FTE for the 2017-19 biennium; and \$897,266 General Fund, 5 positions, 4.00 FTE for the 2019-21 biennium.

The bill authorizes the ADPC director to appoint employees to carry out the Commission's charge to improve the effectiveness and efficiency of state and local alcohol and drug abuse prevention and treatment services. Currently, the ADPC budget resides in the OHA Health Systems Division (HSD). OHA estimates the staffing cost for ADPC to be \$415,128 General Fund, 4 positions, 2.00 FTE for the 2017-19 biennium; and \$666,414 General Fund, 4 positions, 3.00 FTE for the 2019-21 biennium. These amounts reflect Personal Services and related Services & Supplies costs for the following four positions:

- one full-time Operations and Policy Analyst 3 to work with stakeholders in developing the comprehensive plan, including working with the ADPC and its steering and subcommittees.
- one part-time Operations and Policy Analyst 2 to identify and apply for grants.
- one part-time Information Systems Specialist 8 to provide information technology support.
- one full-time Executive Support Specialist 1 to provide administrative support.

In addition, in order to coordinate efforts with ADPC and to produce the report to the Legislature on the scope of drug and alcohol abuse and addiction in Oregon and the availability of prevent treatment and recovery services to Oregonians, OHA anticipates establishing one Research Analyst 4 position to conduct literature reviews, collect and analyze data, research best practices, as well as to manage administrative rule changes and contracts. The Personal Services and related Services & Supplies costs of this position is estimated at \$153,879 General Fund, 1 position, 0.67 FTE for the 2017-19 biennium; and \$230,852 General Fund, 1 position, 1.00 FTE for the 2019-21 biennium.

Department of Human Services (DHS), Department of Justice (DOJ), Department of Corrections (DOC), Department of Education (DOE), Criminal Justice Commission (CJC), Oregon State Police (OSP), Oregon Youth Authority (OYA)

The fiscal impact of this bill on the DHS, DOJ, DOC, DOE, CJC, OSP, and OYA is anticipated to be minimal. These agencies will use existing resources to collaborate with ADPC.