

JBC STAFF FISCAL ANALYSIS HOUSE APPROPRIATIONS COMMITTEE

CONCERNING INCREASING MEDICATION CONSISTENCY FOR PERSONS WITH MENTAL ILLNESS IN THE CRIMINAL AND JUVENILE JUSTICE SYSTEMS, AND, IN CONNECTION THEREWITH, MAKING AN APPROPRIATION.

Prime Sponsors: Senator Martinez Humenik
Representative Singer

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Fiscal Impact of Bill as Amended to Date

The most recent Legislative Council Staff Revised Fiscal Note (attached) reflects the fiscal impact of the bill as of 05/08/17.

XXX	No Change: Attached LCS Fiscal Note accurately reflects the fiscal impact of the bill
	Update: Fiscal impact has changed due to <i>new information or technical issues</i>
	Update: Fiscal impact has changed due to <i>amendment adopted</i> after LCS Fiscal Note was prepared
	Non-Concurrence: JBC Staff and Legislative Council Staff disagree about the fiscal impact of the bill

Amendments in This Packet for Consideration by Appropriations Committee

Amendment	Description
None.	

Current Appropriations Clause in Bill

The bill includes a provision that appropriates \$26,000 General Fund to the Department of Human Services for FY 2017-18 for medical consultant services related to the development and monitoring of the medication formulary and the creation and dissemination or outreach materials to providers and staff concerning the use of the formulary.

Points to Consider

General Fund Impact

The Joint Budget Committee has proposed a budget package for FY 2017-18 based on the March 2017 Legislative Council Staff revenue forecast. The budget package, as amended by General Assembly action on the Long Bill (S.B. 17-254), allocates \$11.3 million General Fund to be available to fund 2017 legislation that is not accounted for in the budget package. If the full \$11.3 million is not used to fund legislation, it will remain in the General Fund reserve.

Future Fiscal Impact

The bill, as amended in the Senate, delays the majority of expenses that were identified in the initial Legislative Council Staff Fiscal Note (dated January 19, 2017). The initial Fiscal Note included three types of expenses for the Department of Human Services:

- \$26,000 for medical consultant services related to the development and monitoring of the medication formulary and to create and disseminate outreach material to providers and staff concerning the use of the formulary;
- \$96,375 for 1.0 FTE to oversee the implementation and ongoing review and management of the new formulary; and
- one-time costs of \$418,200 for the Office of Information Technology to design, implement, and support the use of encrypted email services among state agency staff and mental health care providers.

The bill, as amended by the Senate, requires the Office of Behavioral Health to take the following future actions and to include related funding in its proposed FY 2018-19 budget request that is submitted to the Office of State Planning and Budgeting:

- on or before September 1, 2018, and every two years thereafter, to conduct a review of the medication formulary to address any urgent concerns and to create a notification process for formulary updates;
- on or before July 1, 2019, and every two years thereafter, to update the medication formulary and ensure compliance with the Medicaid formulary; and
- on or before September 1, 2018, to collaborate with various state agencies to develop a plan by which the patient-specific mental health and treatment information can be shared electronically.