



Legislative Fiscal Office
83rd Oregon Legislative Assembly
2025 Regular Session

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Bill Title: Relating to adult behavioral health facilities; declaring an emergency.

Government Unit(s) Affected: Counties, Department of Human Services, Oregon Health Authority

Summary of Fiscal Impact

2025-27 Biennium	General Fund	Lottery Funds	Other Funds	Federal Funds	Total Funds	Positions	FTE
Oregon Health Authority	\$ 65,000,000	\$ -	\$ 106,387	\$ 714,588	\$ 65,820,975	7	7.00
Total Fiscal Impact	\$ 65,000,000	\$ -	\$ 106,387	\$ 714,588	\$ 65,820,975	7	7.00

2027-29 Biennium	General Fund	Lottery Funds	Other Funds	Federal Funds	Total Funds	Positions	FTE
Oregon Health Authority	\$ -	\$ -	\$ -	\$ -	\$ -	-	-
Total Fiscal Impact	\$ -	\$ -	\$ -	\$ -	\$ -	-	-

Measure Description

The measure appropriates \$65 million General Fund to the Oregon Health Authority (OHA) to establish the Residential Behavioral Health Capacity Program. Through this program, OHA will distribute funding to behavioral health programs fund facilities related to withdrawal management, residential treatment, and psychiatric inpatient care. The measure declares an emergency and is effective on passage, the measure is repealed January 2, 2027.

Fiscal Analysis

The fiscal impact of the measure on the Oregon Health Authority in 2025-27 is \$65.8 million total funds and seven positions (7.00 FTE). Of the \$65 million General Fund appropriated for the Behavioral Health Capacity program, \$63.8 million will be distributed to fund facilities related to withdrawal management, residential treatment, and psychiatric inpatient care.

OHA will contract with a vendor to complete annual reporting. Contract costs are estimated to cost \$200,000 total funds. To support the new Residential Behavioral Health Capacity program and the providers gained from this program, OHA will require 6 new positions. These positions are estimated to cost \$1.8 million total funds in which includes position-related services and supplies costs. New positions include:

- One Public Service Representative 4 position to support the anticipated increase in residential facilities enrolling as Medicaid Providers
- Two Operations and Policy Analyst 4 positions to serve as the Forensic Residential Program Analyst and the Adult Behavioral Health Facilities Team Lead.
- One Operations and Policy Analyst 2 position to analyze and research statewide behavioral health data, create projections, and identify gaps in treatment coverage.

FISCAL IMPACT OF PROPOSED LEGISLATION

Measure: HB 2059 - A3

- One Operations and Policy Analyst 1 position to assist with licensing and certifying adult behavioral health facilities.
- One Compliance Specialist 3 position to ensure and enforce compliance for adult behavioral health facilities.
- One Administrative Specialist 2 position to manage workload distribution across the Behavioral Health Capacity Program and monitor contracts.

Relevant Dates

The measure declares an emergency and takes effect on passage.

The measure is repealed on January 2, 2027