

**LEGISLATIVE SERVICES AGENCY
OFFICE OF FISCAL AND MANAGEMENT ANALYSIS**

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FISCAL IMPACT STATEMENT

LS 6782

BILL NUMBER: HB 1225

NOTE PREPARED: Dec 22, 2020

BILL AMENDED:

SUBJECT: Opioid Treatment Programs.

FIRST AUTHOR: Rep. Vermilion

FIRST SPONSOR:

BILL STATUS: As Introduced

FUNDS AFFECTED: **GENERAL**
 DEDICATED
 FEDERAL

IMPACT: State

Summary of Legislation: The bill requires an opioid treatment program (OTP) to obtain prior authorization from the Division of Mental Health and Addiction (DMHA) for patients receiving more than 14 days of opioid treatment medication from an opioid treatment program unless otherwise prescribed by the DMHA.

It allows the State Opioid Treatment Authority (Authority) to: (1) take certain remedial actions; and (2) impose a civil penalty of up to \$10,000; in response to certain violations concerning the operation of an OTP. It also specifies that the Authority may issue a civil penalty for each violation found by the Authority.

The bill requires the DMHA to report certain findings to the General Assembly not later than April 1 of each year. It requires certain information to be provided to the DMHA for the purpose of completing specified reporting requirements.

Effective Date: July 1, 2021.

Explanation of State Expenditures: The bill will increase workload for the DMHA to report additional information in its annual report to the General Assembly, including the duration of each approved treatment, revocations, and the number and type of violations assessed against OTP facilities.

[There were 22 certified OTP serving 14,436 individuals during SFY2020. The annual OTP report contains medical treatment and demographic information on individuals, as well as new license information for facilities.]

Explanation of State Revenues: Revenue from civil penalties for violations of OTP regulations may

increase as each violation will result in a separate penalty. Civil penalties are deposited in state General Fund.

Explanation of Local Expenditures:

Explanation of Local Revenues:

State Agencies Affected: Division of Mental Health and Addiction.

Local Agencies Affected:

Information Sources:

<https://iga.in.gov/legislative/2021/publications/agency/reports/fssa/#document-ab9179ab>.

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