

**JBC STAFF FISCAL ANALYSIS
HOUSE APPROPRIATIONS COMMITTEE**

CONCERNING THE PREVENTION OF SUBSTANCE USE DISORDERS.

Prime Sponsors: Reps. Kennedy and Herod
Sens. Winter and Priola

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Date Prepared: June 2, 2020

Appropriation Items of Note

Appropriation Required, Amendment in Packet

General Fund Impact

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 04/15/20.

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
J.001	Staff-prepared appropriation amendment
L.013/J.002	Bill Sponsor amendment - changes fiscal impact <i>and</i> appropriation

Current Appropriations Clause in Bill

The bill requires but does not contain an appropriation clause.

Description of Amendments in This Packet

J.001 Staff has prepared amendment **J.001** (attached) to add a provision appropriating a total of \$1,407,000 to the Department of Health Care Policy and Financing for FY 2020-21, including \$89,699 General Fund, \$500,000 cash funds from the Marijuana Tax Cash Fund, \$50,674 cash funds from the Healthcare Affordability and Sustainability Fee Cash Fund, and \$25,642 cash funds from the Children's Basic Health Plan Trust. This provision also states

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that the appropriation is based on the assumption that the Department will receive \$740,985 federal funds to implement the act.

The amendment includes a provision appropriating \$632,874 cash funds from the Marijuana Tax Cash Fund to the Department of Human Services for FY 2020-21. This provision also states that the appropriation is based on the assumption that the Department will require an additional 0.8 FTE for FY2020-21.

The amendment includes a provision appropriating \$2,000,000 cash funds from the Marijuana Tax Cash Fund to the Department of Public Health and Environment for FY 2020-21. This provision also states that the appropriation is based on the assumption that the Department will require an additional 0.9 FTE for FY2020-21.

The amendment includes a provision appropriating \$768,540 General Fund to the Department of Regulatory Agencies for FY 2020-21.

L.013 and J.002

Bill Sponsor amendment **L.013** (attached) amends the House Health and Insurance committee report that reduces the fiscal impact of the bill to \$18,540 cash funds in the Department of Regulatory Agencies.

Staff has prepared amendment **J.002** (attached) to add a provision appropriating a total of \$18,540 cash funds from the Division of Professions and Occupations Cash Fund to the Department of Regulatory Agencies. Of this amount, \$15,990 will be reappropriated to the Department of Law for legal services.

If the Committee adopts L.013, it should also adopt J.002. If the Committee does not adopt L.013, it should adopt J.001.

Points to Consider

General Fund Impact

The Joint Budget Committee has proposed a budget package for FY 2020-21 based on the following:

- the May 12, 2020, Office of State Planning and Budgeting revenue forecast;
- a school finance bill placeholder for a reduction of \$723.8 million General Fund;
- a placeholder for the reduction of \$202.0 million General Fund through one or more non-JBC package bills; and
- an adjusted statutory General Fund reserve percentage of 3.84 percent equal to \$402.0 million.

This bill requires a General Fund appropriation of \$858,239 for FY 2020-21, thereby

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decreasing the proposed fiscal year-end General Fund reserve or increasing the proposed placeholder reductions by the same amount.