

**JBC STAFF FISCAL ANALYSIS
SENATE APPROPRIATIONS COMMITTEE**

CONCERNING PROMOTING BEHAVIORAL HEALTH CRISIS SERVICES TO SCHOOL-AGE STUDENTS, AND, IN CONNECTION THEREWITH, MAKING AN APPROPRIATION.

Prime Sponsors: Reps. McLachlan and McKean
Sens. Priola and Moreno

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Appropriation Items of Note

Appropriation Already Added to Bill, 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 04/27/22.

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.002	Staff-prepared appropriation amendment

Current Appropriations Clause in Bill

The bill includes a clause that appropriates a total of \$158,690 General Fund to the Department of Human Services for FY 2022-23. This provision also states that the appropriation is based on the assumption that the Department will require an additional 0.4 FTE to implement the act. However, the existing clause does not align with the revised fiscal note, which reflects an increased cost based on amendments adopted by the House on second reading (04/21/22).

The revised fiscal note anticipates a need for an appropriation of \$267,065 General Fund to the Department of Human Services for FY 2022-23 (an increase of \$108,375 above the existing clause), including an assumption that the Department will require 0.9 FTE (an increase of 0.5 FTE above the

existing clause).

Description of Amendments in This Packet

J.002 Staff has prepared amendment **J.002** (attached) to change the existing clause to appropriate a total of \$267,065 General Fund to the Department of Human Services for FY 2022-23, including an assumption that the Department will require 0.9 FTE. Amendment J.002 would align the appropriation in the bill with the revised fiscal note.

Points to Consider

General Fund Impact

The Joint Budget Committee has proposed a budget package for FY 2022-23 based on the March 2022 Legislative Council Staff revenue forecast. The budget package leaves \$1.5 million over the fiscal year-end General Fund reserve requirement. In addition, the budget package includes two set-asides:

1. \$40.0 million General Fund for bills that create ongoing obligations; and
2. \$900.0 million General Fund for bills that create one-time obligations in FY 2022-23.

The \$40.0 million *appropriations* set-aside includes an additional \$6.0 million General Fund to provide a 15.0 percent General Fund reserve for those appropriations. The \$900.0 million *obligations* set-aside does not include an additional amount for a General Fund reserve and, assumes, but does not require, that obligations be addressed through statutory transfers rather than appropriations. Therefore *appropriations* from the \$900.0 million set-aside require an additional 15.0 percent to maintain the statutory General Fund reserve.

This bill creates an ongoing obligation and requires a General Fund appropriation of \$267,065 for FY 2022-23, reducing either the excess reserve or the \$40.0 million set aside by the same amount.