



Legislative
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**REVISED
FISCAL NOTE**

(replaces fiscal note dated April 11, 2019)

Drafting Number:	LLS 19-0074	Date:	April 16, 2019
Prime Sponsors:	Rep. Michaelson Jenet; Buckner Sen. Winter	Bill Status:	House Appropriations
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Bill Topic: CANCER TREATMENT & LICENSE PLATE SURCHARGE

Summary of Fiscal Impact:

<input type="checkbox"/> State Revenue	<input type="checkbox"/> TABOR Refund
<input checked="" type="checkbox"/> State Expenditure	<input type="checkbox"/> Local Government
<input type="checkbox"/> State Transfer	<input type="checkbox"/> Statutory Public Entity

The bill continues the Breast and Cervical Cancer Treatment and Prevention Program and Fund in the Department of Health Care Policy and Financing. The bill increases state expenditures beginning in FY 2019-20.

Appropriation Summary: In FY 2019-20, the bill requires an appropriation of \$2.4 million to the Department of Health Care Policy and Financing.

Fiscal Note Status: The revised fiscal note reflects the introduced bill, as amended by the House Finance Committee.

**Table 1
State Fiscal Impacts Under HB 19-1302**

		FY 2019-20	FY 2020-21
Revenue		-	-
Expenditures	Cash Funds	\$848,715	\$729,940
	Federal Funds	\$1,558,170	\$1,326,415
	Centrally Appropriated	\$18,136	\$18,136
	Total	\$2,425,021	\$2,074,491
	Total FTE	1.0 FTE	1.0 FTE
Transfers		-	-
TABOR Refund		-	-

Summary of Legislation

Under current law, the Breast and Cervical Cancer Prevention and Treatment Program (BCCP) and the BCCP Fund in the Department of Health Care Policy and Financing (HCPF) are scheduled to repeal on July 1, 2019. This bill continues the program and the fund for ten years through FY 2028-29. Money in BCCP Fund, which is generated from a \$25 surcharge paid for the Breast Cancer Awareness group special license plate, must be annually appropriated by the General Assembly.

Background and Assumptions

The Breast Cancer Awareness group special license was created in 2005. Beginning in 2009, persons requesting the license plate upon initial registration and renewing their registration pay a \$25 surcharge in addition to other fees. The surcharge is credited to the BCCP Fund, which is appropriated to the BCCP in HCPF. The program assists women who have been diagnosed with breast or cervical cancer with associated treatment costs. Women qualify for the program if they:

- have been diagnosed with breast or cervical cancer;
- are between 40 and 65 years old for breast cancer or between 21 and 65 years old for cervical cancer;
- have an income less than 250 percent of the federal poverty level;
- have not had a mammogram or Pap smear test in the last year;
- do not have health insurance or the insurance does not cover breast or cervical cancer treatment;
- are not enrolled in Medicaid and are not eligible for Medicare; and
- are U.S. citizens or qualified non-citizens.

Currently, around 141 women per year are served under by the BCCP.

License plate surcharge. Persons initially registering or renewing their motor vehicle registration pay a \$25 surcharge for the license plate. There are currently 35,474 vehicles registered with a Breast Cancer Awareness group special license plate. On average, approximately 4,757 new Breast Cancer Awareness group special license plates are issued each year. In FY 2019-20, revenue from the surcharge is expected to be \$1,055,775.

State Expenditures

The bill increases state cash fund and federal funds expenditures by \$2.4 million and 1.0 FTE in FY 2019-20 and \$2.1 million and 1.0 FTE in FY 2020-21. These costs are displayed in Table 2 and discussed below.

**Table 2
 Expenditures Under HB 19-1302**

Cost Components	FY 2019-20	FY 2020-21
Department of Health Care Policy and Financing		
Personal Services	\$52,802	\$52,802
Operating Expenses and Capital Outlay Costs	\$3,314	\$3,314
Legal Services	\$2,784	\$2,784
IT Operating Costs	\$9,206	\$9,206
Medical Service Premiums and Payments	\$2,338,779	\$1,988,249
Centrally Appropriated Costs*	\$18,136	\$18,136
FTE – Personal Services	1.0 FTE	1.0 FTE
Total	\$2,425,021	\$2,074,491
Total FTE	1.0 FTE	1.0 FTE

* Centrally appropriated costs are not included in the bill's appropriation.

Department of Health Care Policy and Financing. The bill increases expenditures by \$2.4 million and 1.0 FTE in FY 2019-20 and \$2.1 million and in FY 2020-21 for HCPF by continuing the BCCP. The 1.0 FTE currently administers the program. If the program expires, HCPF will reallocate personnel to other Medicaid functions under current law in FY 2019-20.

Centrally appropriated costs. Pursuant to Joint Budget Committee policy, certain costs associated with this bill are addressed through the annual budget process and centrally appropriated in the Long Bill or supplemental appropriations bills, rather than in this bill. These costs, which include employee insurance and supplemental employee retirement payments, are estimated to be \$18,136 in FY 2019-20 and FY 2020-21.

Effective Date

The bill takes effect upon signature of the Governor, or upon becoming law without his signature.

State Appropriations

For FY 2019-20, the bill requires an appropriation of \$2,406,855 to the Department of Health Care Policy and Financing, of which \$848,715 is from the Breast and Cervical Cancer Prevention and Treatment Fund and \$1,558,170 is from federal funds.

State and Local Government Contacts

Health Care Policy and Financing
 Public Health and Environment

Information Technology
 Revenue