

**JBC STAFF FISCAL ANALYSIS
SENATE APPROPRIATIONS COMMITTEE**

CONCERNING TREATMENT FOR SUBSTANCE USE DISORDERS, AND, IN CONNECTION THEREWITH, MAKING AN APPROPRIATION.

Prime Sponsors: Reps. Armagost and deGruy Kennedy	JBC Analyst: Emily Hansen
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Appropriation Items of Note

Appropriation Already Added to Bill, No Amendment in Packet

General Fund Impact

Significant Cost Increase in Second and Third Year

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 04/30/24.

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
None.	

Current Appropriations Clause in Bill

The bill includes an appropriation clause that provides \$2,195,642 General Fund, \$68,410 cash funds, and \$200,000 reappropriated funds to multiple State agencies as described in the table below. This provision also states that the appropriation is based on the assumption that the agencies will require an additional 4.4 FTE and the Department of Health Care Policy and Financing will receive \$733,894 federal funds to implement the act.

Current Appropriations Clause						
Department	GF	CF	RF	FF	Total	FTE
Behavioral Health Administration	\$1,325,647	\$0	\$0	\$0	\$1,325,647	1.3
Human Services	250,000	0	0	0	250,000	0.0
Judicial	250,000	0	0	0	250,000	0.0
Health Care Policy and Financing	169,995	31,896	0	733,894	935,785	2.7
Early Childhood	200,000	0	200,000	0	400,000	0.0
Regulatory Agencies	0	36,514	0	0	36,514	0.4
Total	\$2,195,642	\$68,410	\$200,000	\$733,894	\$3,197,946	4.4

Points to Consider

General Fund Impact

The Joint Budget Committee has proposed a budget package for FY 2024-25 based on the March 2024 Office of State Planning and Budgeting (OSPB) revenue forecast. The budget package includes \$63.1 million in set-asides for legislation outside of the package (see table below). The budget package accounts for the 15.0 percent reserve associated with the placeholders (a total of \$9.5 million).

General Fund Appropriation Placeholders for Other 2024 Legislation	
Description	FY 2024-25
General Legislative Priorities	\$21,739,130
Legislation for Shared Housing Priorities	12,043,478
Legislation for Shared Workforce and Education Priorities	16,152,110
Legislation for Other Shared Priorities	10,519,130
Legislation for Distributions to Rural Hospitals	2,608,689
TOTAL Placeholders for Other 2024 Legislation	\$63,062,537

This bill requires a General Fund appropriation of \$2.2 million for FY 2024-25, reducing the \$63.1 million set aside by the same amount.

Division of Insurance Impact on General Fund

Pursuant to Section 10-3-209 (4), C.R.S., taxes on insurance premiums are credited to the Division of Insurance Cash Fund (with a maximum transfer of five percent of premium tax collections) to cover appropriations made by the General Assembly. Any increase in appropriations reduces the amount of tax revenue deposited in the General Fund, thereby reducing the amount of General Fund available for other purposes.

HB24-1045

JBC Staff Analysis

The Joint Budget Committee has proposed a budget package for FY 2024-25 based on the March 2024 Office of State Planning and Budgeting (OSP) revenue forecast. The budget package includes \$63.1 million in set-asides for legislation outside of the package. This bill is anticipated to reduce General Fund revenues by \$44,059, reducing the amount available for appropriation by the same amount.

Future Fiscal Impact

The bill is projected to require General fund appropriations of \$2.6 million in FY 2025-26 and \$3.3 million in FY 2026-27.