

HB22-1325

**JBC STAFF FISCAL ANALYSIS
SENATE APPROPRIATIONS COMMITTEE**

CONCERNING ALTERNATIVE PAYMENT MODELS FOR PRIMARY CARE SERVICES, AND, IN CONNECTION THEREWITH, MAKING AN APPROPRIATION.

Prime Sponsors: Reps. Kennedy and Caraveo
Senator Ginal

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Appropriation Items of Note

Appropriation Already Added to Bill, Amendment in Packet

General Fund Impact

Significant Cost Increase in Second Year

Fiscal Impact of Bill as Amended to Date

The most recent Legislative Council Staff Fiscal Note (attached) reflects the fiscal impact of the bill as of 04/11/22.

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

The House Health & Insurance Committee Report (04/13/22), the House Appropriations Committee Report (04/21/22), and floor amendments adopted by the House on Second Reading (04/22/22), and the Senate Health & Human Services Committee Report (04/28/22) include amendments to the bill. However, Legislative Council Staff and JBC Staff agree that the amendments do not change 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 provision that appropriates a total of \$56,328 General Fund to the Department

of Personnel for FY 2022-23. This provision also states that the appropriation is based on the assumption that the Department will require an additional 0.7 FTE.

Description of Amendments in This Packet

J.002 Staff has prepared amendment **J.002** (attached) to include a technical correction to the name of the Department of Personnel in the appropriation clause. This amendment does not change the fiscal impact of the bill.

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 includes two set-asides:

- \$40.0 million General Fund for bills that create ongoing obligations; and
- \$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 \$56,328 for FY 2022-23, reducing the \$40.0 million set aside by the same amount.

Although this bill would require a General Fund appropriation of \$56,328 for FY 2022-23, and requires a General Fund appropriation of \$348,789 in FY 2023-24 and future years.