

## **Legislative Council Staff**

Nonpartisan Services for Colorado's Legislature

## **Fiscal Note**

Drafting Number: Prime Sponsors:	LLS 24-0577 Rep. Bradley; Duran Sen. Mullica	Date: Bill Status: Fiscal Analyst:	March 6, 2024 House Health & Human Services Kristine McLaughlin   303-866-4776 kristine.mclaughlin@coleg.gov	
Bill Topic:	SUNSET PHYSICAL THERAPISTS			
Summary of Fiscal Impact:	<ul><li>☑ State Revenue</li><li>☑ State Expenditure</li></ul>	☐ State Transfer ☐ TABOR Refund	☐ Local Government☐ Statutory Public Entity	
	<b>Sunset bill.</b> The bill continues the regulation of physical therapists, which is sch for repeal on September 1, 2024. State fiscal impacts include the continuation of program's current revenue and expenditures. Changes to the program under the have minimal workload impact. The program is continued through September			
Appropriation Summary:	No appropriation is required			
Fiscal Note Status:	The fiscal note reflects the introduced bill.			

# Table 1 State Fiscal Impacts Under HB 24-1327

New Impacts		Budget Year FY 2024-25	Out Year FY 2025-26
Revenue		-	-
Expenditures		-	
Continuing Impacts			
Revenue	Cash Funds	-	\$296,596
Expenditures	Cash Funds	-	\$349,199
	Continuing FTE	-	1.1 FTE
Transfers		-	-
Other Budget Impacts	TABOR Refunds	-	\$296,596

<sup>&</sup>lt;sup>1</sup> Table 1 shows the new impacts resulting from changes to the program under the bill, and the continuing impacts from extending the program beyond its current repeal date. Because the bill continues a program with minor changes, the new impacts are minimal and not quantified. The continuing program impacts will end if the bill is not passed and the program is allowed to repeal.

#### **Summary of Legislation**

The bill continues the regulation of physical therapists and physical therapist assistants for 11 years from September 1, 2024, to September 1, 2035. The bill also authorizes physical therapists to recommend and prescribe durable medical equipment without a prescription from a physician.

#### **Background**

Physical therapists have been regulated in Colorado since 1959. There are currently approximately 9,000 licensed physical therapists and 2,000 licensed physical therapist assistants in Colorado. The full sunset report and recommendations on the profession can be found <a href="https://example.com/here/">here</a>.

### **Continuing Program Impacts**

Based on the 2023 sunset report, DORA is expected to have revenue of about \$300,000 and expenditures of \$350,000 to administer the physical therapy program in FY 2025-26, with higher revenue in alternating years that reflects the two-year license renewal schedule. If this bill is enacted, these impacts will continue for the program starting in FY 2025-26. This continuing revenue is subject to the TABOR. If this bill is not enacted, the program will end on September 1, 2024, followed a wind-down period, and state revenue and expenditures will decrease starting in FY 2025-26 by the amounts shown in Table 1.

## **State Expenditures**

Workload will minimally increase in DORA to conduct rulemaking, education, and outreach concerning the new policy around durable medical equipment. No appropriation is required.

#### **Effective Date**

The bill takes effect 90 days following adjournment of the General Assembly sine die, assuming no referendum petition is filed.

#### **State and Local Government Contacts**

#### Regulatory Agencies

The revenue and expenditure impacts in this fiscal note represent changes from current law under the bill for each fiscal year. For additional information about fiscal notes, please visit the <u>General Assembly website</u>.