

JBC Staff Fiscal Analysis
Senate Appropriations Committee

Concerning the adequacy of the infusion pharmacy network supplying parenteral nutrition to medicaid members.

Prime Sponsors:

Senators Mullica; Simpson
Representatives Bradfield; Rydin

Date Prepared:

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Fiscal Impacts

Appropriation Required, Amendment in Packet

General Fund Impact

Significant Appropriation in Second Year

Fiscal Note Status

The most recent Legislative Council Staff Fiscal Note (attached) reflects the fiscal impact of the bill as of 02/10/25.

No Change: Attached LCS Fiscal Note accurately reflects the fiscal impact of the bill.

The Health and Human Services Corrected Committee Report (04/21/25) made changes to the bill. The Legislative Council Staff and JBC staff agree that the changes do not affect the fiscal impact.

Amendments in This Packet

J.001 Staff-prepared appropriation amendment

L.003/J.002 Bill Sponsor amendment - changes fiscal impact and appropriation

Current Appropriations Clause in Bill

The bill requires but does not contain an appropriation clause.

Description of Amendments in This Packet

J.001

Staff amendment **J.001** (attached) provides \$767,742 total funds to the Department of Health Care Policy and Financing for FY 2025-26, including \$383,871 General Fund and \$383,871 matching federal funds.

L.003 and J.002

Bill Sponsor amendment **L.003** (attached) delays the implementation date to January 1, 2026, and caps the dispensing fee for 2026 at 30 percent of the infusion pharmacy's administrative costs. This reduces the fiscal impact to \$109,664, including \$54,832 General Fund, in FY 2025-26 and \$210,326, including \$109,663 General Fund, in FY 2026-27 and on-going. See the attached memo from Legislative Council Staff titled "Fiscal Assessment of L.003 to SB25-084" and dated 04/23/25 for more information.

Staff amendment **J.002** (attached) provides \$109,664 total funds to the Department of Health Care Policy and Financing for FY 2025-26, including \$54,832 General Fund and \$54,832 matching federal funds.

The Committee should adopt either J.001 or L.003 and J.002.

Points to Consider

General Fund Impact

The Joint Budget Committee has proposed a budget package for FY 2025-26 based on the March 2025 Office of State Planning and Budgeting (OSPB) revenue forecast. The budget package includes \$18.2 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.

General Fund Appropriation Placeholders for Other 2025 Legislation	
Description	FY 2025-26 Appropriation
Juvenile diversion, deflection, or detention	\$10,000,000
General Assembly legislative priorities	6,521,739
Voter approved initiatives	1,700,000
Total	\$18,221,739

This bill requires a General Fund appropriation for FY 2025-26 of \$383,871 without sponsor amendment L.003 and \$54,832 with sponsor amendment L.003, reducing the \$18.2 million set aside by the same amount.

Future Fiscal Impact

The General Fund cost for the bill increases in FY 2026-27 and on-going to \$434,931 without sponsor amendment L.003 and \$54,832 with sponsor amendment L.003.