

JBC Staff Fiscal Analysis
Senate Appropriations Committee

Concerning the "Diabetes Prevention and Obesity Treatment Act".

Prime Sponsors:

Senator Michaelson Jenet
Representatives Brown; Mabrey

Date Prepared:

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Fiscal Impacts

Appropriation Required, Amendments in Packet

General Fund/TABOR Impact

Significant Appropriation Increase in Second Year (if sponsor amendment is not adopted)

Fiscal Note Status

The most recent Legislative Council Staff Fiscal Note (attached) reflects the fiscal impact of the bill as of 03/10/25.

Update: Fiscal impact has changed due to new information or technical issues

The Legislative Council Staff Fiscal Note, dated March 10, 2025, was a preliminary estimate and did not capture costs for state employee health plans. Factoring in the funding included in the Long Bill, the incremental increase in costs for state employee health plans is approximately \$7.7 million total funds, including \$4.2 million General Fund.

Amendments in This Packet

L.011 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

Conceptual Appropriation (undrafted)

Without sponsor amendments L.011 the bill would require appropriations totaling approximately \$84.0 million total funds, including \$20.0 million General Fund. The appropriations would impact multiple line items in the Department of Health Care Policy and Financing, the Department of Local Affairs, and the Department of Personnel, as well as every state department's appropriation for health, life, and dental insurance. The JBC staff did not prepare an amendment for this scenario in advance of the Appropriations Committee meeting. **If the Appropriations Committee passes the bill without sponsor amendment L.011, it should include a conceptual appropriation amendment for the JBC staff to add the correct corresponding appropriations clause.**

L.011

If sponsor amendment L.011 is adopted, the bill does not require an appropriation.

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

Without sponsor amendments L.011, this bill requires a General Fund appropriation of \$20.0 million for FY 2025-26. The bill will (a) utilize the entire \$18.2 million set aside and (b) require other General Fund appropriations for existing programs to be reduced by \$1.8 million in order to maintain a 15.0 percent statutory General Fund reserve. Furthermore, the projected General Fund cost increases to \$32.2 million in FY 2026-27

With sponsor amendments L.011, the bill does not require an appropriation.