

**JBC STAFF FISCAL ANALYSIS  
SENATE APPROPRIATIONS COMMITTEE**

CONCERNING THE MANUFACTURER'S LIST PRICE OF TOBACCO PRODUCTS FOR PURPOSES OF THE STATE EXCISE TAX.

Prime Sponsors: Sens. Hill and Williams A.

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**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 04/17/17.

<b>XXX</b>	<b>No Change:</b> Attached LCS Fiscal Note accurately reflects the fiscal impact of the bill
	<b>Update:</b> Fiscal impact has changed due to <i>new information or technical issues</i>
	<b>Update:</b> Fiscal impact has changed due to <i>amendment adopted</i> after LCS Fiscal Note was prepared
	<b>Non-Concurrence:</b> JBC Staff and Legislative Council Staff disagree about the fiscal impact of the bill

**Amendments in This Packet for Consideration by Appropriations Committee**

<b>Amendment</b>	<b>Description</b>
J.001	Staff-prepared appropriation amendment

**Current Appropriations Clause in Bill**

The bill requires but does not contain an appropriation clause.

**Description of Amendments in This Packet**

**J.001** Staff has prepared amendment **J.001** (attached) to add a provision reducing FY 2017-18 appropriations as follows:

- Reduce the appropriations to the Department of Health Care Policy and Financing by a total of \$409,135, including an increase of \$891,955 General Fund, a reduction of \$5,817 General Fund Exempt, and a reduction of \$1,295,273 cash funds from various sources.
- Reduce the appropriations to the Department of Public Health and Environment by a total of \$678,661, including a reduction of \$5,817 General Fund Exempt, a reduction of \$626,307 cash funds from various sources, and a reduction of \$46,537 reappropriated funds.
- Reduce the appropriations to the Department of Revenue by \$17,451 cash funds from the Tobacco Tax Cash Fund.

Summary of Amendment J.001 to S.B. 17-273						
Dept.	Program/Line Item	Total Funds	General Fund	General Fund Exempt	Cash Funds	Reapprop. Funds
Health Care Policy and Financing (HCPF)						
	Medical Services Premiums	(\$29,085)	\$891,955	\$0	(\$921,040)	\$0
	Primary Care Fund Program	(368,416)	0	0	(368,416)	0
	Transfer from Tobacco Tax Cash Fund to the General Fund	(5,817)	0	0	(5,817)	0
	Children's Basic Health Plan	(5,817)	0	(5,817)	0	0
	<i>Subtotal - HCPF</i>	<i>(409,135)</i>	<i>891,955</i>	<i>(5,817)</i>	<i>(1,295,273)</i>	<i>0</i>
Public Health and Environment						
	Immunizations	(5,817)	0	(5,817)	0	0
	Appropriation from Tobacco Tax Cash Fund to the General Fund	(5,817)	0	0	(5,817)	0
	Transfer to Health Disparities Grant Program Fund	(46,537)	0	0	(46,537)	0
	Breast and Cervical Cancer Screening	(62,049)	0	0	(62,049)	0
	Cancer Cardiovascular Disease, and Chronic Pulmonary Disease Grants	(201,659)	0	0	(201,659)	0
	Tobacco Education, Prevention, and Cessation Grants	(310,245)	0	0	(310,245)	0
	Health Disparities Grants	(46,537)	0	0	0	(46,537)
	<i>Subtotal - PHE</i>	<i>(678,661)</i>	<i>0</i>	<i>(5,817)</i>	<i>(626,307)</i>	<i>(46,537)</i>
Revenue						
	Amendment 35 Distribution to Local Governments	(17,451)	0	0	(17,451)	0
<b>Total</b>		<b>(\$1,105,247)</b>	<b>\$891,955</b>	<b>(\$11,634)</b>	<b>(\$1,939,031)</b>	<b>(\$46,537)</b>

**Points to Consider***Tabor Impact*

The Joint Budget Committee has proposed a budget package for FY 2017-18 based on the March 2017 Legislative Council Staff revenue forecast. The proposed budget package eliminates the projected \$286.7 million TABOR refund for FY 2017-18. This bill is projected to decrease General Fund revenues that are subject to TABOR by at least \$1.9 million in FY 2017-18. The attached Revised Fiscal Note indicates that since this bill reduces both General Fund revenue and the TABOR refund obligation by equal amounts, there is no net impact on the amount of money available in the General Fund for the budget in FY 2017-18 [see page 3]. However, if the budget package becomes law and this bill becomes law, General Fund revenues would decrease by at least \$1.9 million with no offset to General Fund expenditures.

*General Fund Impact*

The Joint Budget Committee has proposed a budget package for FY 2017-18 based on the March 2017 Legislative Council Staff revenue forecast. The budget package allocates \$11.7 million General Fund to be available to fund 2017 legislation that is not accounted for in the budget package. If the full \$11.7 million is not used to fund legislation, it will remain in the General Fund reserve.