

**JBC STAFF FISCAL ANALYSIS
HOUSE APPROPRIATIONS COMMITTEE**

CONCERNING INCREASING ACCESS TO EFFECTIVE SUBSTANCE USE DISORDER SERVICES THROUGH DESIGNATED REGIONAL MANAGED SERVICE ORGANIZATIONS, AND, IN CONNECTION THEREWITH, MAKING AN APPROPRIATION.

Prime Sponsors: Senator Steadman
Representative Young

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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 04/28/16.

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| 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 Senate Appropriations Committee Report (04/29/16), which was adopted by the Senate on Second Reading, makes several clarifications to the bill and makes the following changes:

- requires (rather than allows) managed service organizations (MSOs) to seek input and information from appropriate entities during the community assessment process;
- allows an MSO to periodically update its community action plan to reflect changes in community needs and priorities; and
- requires the Department, in collaboration with the MSOs, to submit a report to the relevant legislative committees in 2020 that: (a) summarizes MSO expenditures from FY 2016-17 through FY 2019-20, (b) describes the impact the expenditures have had on increasing statewide access to effective substance use disorder services, and (c) includes any recommendations to strengthen or improve the program.

The report also specifies the allocation of the appropriation for specific purposes required to implement the bill. 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 |
|-----------|-------------|
| None. | |

Current Appropriations Clause in Bill

The bill includes a provision that appropriates \$6.0 million cash funds from the Marijuana Tax Cash Fund to the Department of Human Services for FY 2016-17, and allocates the appropriation as follows:

- \$5,823,632 for distribution to managed service organizations (MSOs);
- \$65,715 for personal services;
- \$5,653 for operating expenses; and
- \$105,000 for the evaluation.

Points to Consider*Revenue Source*

The bill includes appropriations from the Marijuana Tax Cash Fund created in Section 39-28.8-501 (1), C.R.S. The Joint Budget Committee has proposed a budget package for FY 2016-17 based on the March 2016 Legislative Council Staff revenue forecast, which includes fully allocating money in the Marijuana Tax Cash Fund anticipated to be available for appropriation for FY 2016-17. The JBC has assumed as part of its FY 2016-17 budget package a \$6,000,000 Marijuana Tax Cash Fund appropriation for implementation of this bill.