

**FINAL  
FISCAL NOTE**

**Drafting Number:** LLS 12-0041  
**Prime Sponsor(s):** Sen. Foster  
 Rep. Court

**Date:** May 18, 2012  
**Bill Status:** Postponed Indefinitely  
**Fiscal Analyst:** Kerry White (303-866-3469)

**TITLE:** CONCERNING RESTORING COVERAGE FOR CIRCUMCISION OF MALES UNDER MEDICAID, AND, IN CONNECTION THEREWITH, MAKING AN APPROPRIATION.

<b>Fiscal Impact Summary</b>	<b>FY 2012-2013</b>	<b>FY 2013-2014</b>
<b>State Revenue</b>		
<b>State Expenditures</b>	<u>\$389,972</u>	<u>\$460,947</u>
General Fund	194,986	230,474
Federal Funds	194,986	230,473
<b>FTE Position Change</b>		
<b>Effective Date:</b> The bill was postponed indefinitely by the House Appropriations Committee on May 4, 2012.		
<b>Appropriation Summary for FY 2012-2013:</b> See State Appropriations section.		
<b>Local Government Impact:</b> None.		

**Summary of Legislation**

This bill includes male circumcision as a reimbursable physician service provided in the Medicaid program. It also prohibits the Medical Services Board from limiting the provision of male circumcision.

**Background**

Male circumcision was eliminated as a reimbursable physician service as of July 1, 2011 as a result of Senate Bill 11-209. Between July 1, 2006, and June 30, 2011, costs for male circumcision increased by an annual average of 8.35 percent. In FY 2010-11, the Department of Health Care Policy and Financing (DHCPF) expended \$362,380 for male circumcision. Medicaid costs are shared equally between the General Fund and federal funds.

**State Expenditures**

**State expenditures are anticipated to increase by \$389,972 in FY 2012-13 and \$460,947 in FY 2013-14.** These amounts will be shared between the General Fund and federal funds. This analysis adjusts the first-year costs due to cash accounting practices and assumes that

reimbursements will continue to grow at an average annual rate of 8.35 percent per year. It should be noted that costs could increase during the current fiscal year, FY 2011-12, depending on the timing of the bill becoming law upon the signature of the Governor or becoming law without his signature. No costs for the current fiscal year have been included.

**State Appropriations**

For FY 2012-13, the DHCPF requires an appropriation of \$389,972, including \$194,986 General Fund and \$194,986 federal funds.

**Departments Contacted**

Health Care Policy and Financing