

**JBC STAFF FISCAL ANALYSIS
SENATE APPROPRIATIONS COMMITTEE**

CONCERNING THE USE OF TOBACCO LITIGATION FUNDS FOR HEALTH CARE PROGRAMS, AND MAKING AN APPROPRIATION THEREFOR.

Prime Sponsors: Representative Pommer
Senator Tapia

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Date Prepared: February 18, 2010

Summary of Amendments Made to the Bill After the 02/18/10 Legislative Council Staff Revised Fiscal Note Was Prepared

None.

JBC Staff Concurrence with Legislative Council Staff Fiscal Note

Concurs **Does Not Concur** **Updated Analysis**

Staff concurs with the Legislative Council Staff Fiscal Note dated February 18, 2010 with one point of clarification. In Table 2 on page three, the Legislative Council Staff Fiscal Note refers to repealing the Indigent Care Program. The bill actually repeals the Rural and Public Hospital Grant Program in the Indigent Care Program, but not the entire Indigent Care Program.

Amendments/Appropriation Status

The bill includes an appropriation clause that reduces expenditures in the Department of Health Care Policy and Financing in FY 2009-10 by \$5.6 million as described in the table below.

Department of Health Care Policy and Financing -- FY 2009-10				
	FTE	Cash Funds	Federal Funds	Total Funds
Administrative Costs (various line item)	(0.2)	(\$8,971)	\$0	(\$8,971)
Comprehensive Primary and Preventative Care Grants	0.0	(639,082)	0	(639,082)
Comprehensive Primary and Preventative Care Rural and Public Hospital Grant Program	<u>0.0</u>	<u>(1,990,500)</u>	<u>(3,009,500)</u>	<u>(5,000,000)</u>
Total Appropriation Change	(0.2)	(\$2,638,553)	(\$3,009,500)	(\$5,648,053)

Bill Sponsor Amendments

Staff is not aware of any sponsor amendments to be offered.

Points to Consider

The Joint Budget Committee (JBC) has introduced a supplemental budget package for FY 2009-10 to address the budget shortfall based on the December 2009 Legislative Council Staff revenue forecast. The JBC has included as part of its plan the General Fund revenue increase that would result from the passage of this bill. Thus, if this bill does not become law with at least \$2,590,500 in General Fund revenue increases for FY 2009-10, General Fund expenditures will need to be reduced elsewhere in the FY 2009-10 budget by \$2,590,500.