

**STATE  
FISCAL IMPACT**

**Drafting Number:** LLS 10-1031  
**Prime Sponsor(s):** Rep. Pommer  
 Sen. White

**Date:** March 26, 2010  
**Bill Status:** House Appropriations  
**Fiscal Analyst:** Bill Zepernick (303-866-4777)

**TITLE:** CONCERNING THE USE OF MONEYS IN THE SUPPLEMENTAL OLD AGE PENSION HEALTH AND MEDICAL CARE FUND TO PAY FOR SERVICES RECEIVED BY CERTAIN PERSONS IN THE STATE MEDICAID PROGRAM, AND MAKING AN APPROPRIATION THEREFOR.

<b>Fiscal Impact Summary</b>	<b>FY 2010-2011</b>	<b>FY 2011-2012</b>
<b>State Revenue</b>		
<b>State Expenditures</b>		
General Fund	(\$4,850,000)	(\$3,000,000)
Cash Funds		
Supplemental Old Age Pension and Medical Care Fund	4,850,000	3,000,000
<b>FTE Position Change</b>		
<b>Effective Date:</b> Upon signature of the Governor, or upon becoming law without his signature.		
<b>Appropriation Summary for FY 2010-2011:</b> See State Appropriations section.		
<b>Local Government Impact:</b> None.		

**Summary of Legislation**

HB10-1380, recommended by the Joint Budget Committee as part of its budget package for FY 2010-11, allows moneys in the Supplemental Old Age Pension and Medical Care Fund to be used to offset General Fund expenditures for Medicaid for persons 65 years of age and older. A General Fund offset from the cash fund of up to \$4.85 million is allowed in FY 2010-11 and up to \$3.0 million in FY 2011-12. The provisions of the bill are repealed on July 1, 2012.

**State Expenditures**

The bill reduces General Fund appropriations to Medicaid by \$4.85 million in FY 2010-11 and \$3.0 million in FY 2011-12, which are offset by an increased appropriation from the Supplemental Old Age Pension and Medical Care Fund in the same amounts. Total Medicaid spending will remain constant.

**State Appropriations**

The bill includes the following appropriations to the Department of Health Care Policy and Financing in FY 2010-11 for Medical Service Premiums:

- a decrease of \$4,850,000 General Fund; and
- a increase of \$4,850,000 from the Supplemental Old Age Pension and Medical Care Fund.

**Departments Contacted**

Health Care Policy and Financing  
Joint Budget Committee

Human Services