

**JBC STAFF FISCAL ANALYSIS
HOUSE APPROPRIATIONS COMMITTEE**

CONCERNING THE TEEN PREGNANCY AND DROPOUT PREVENTION PROGRAM, AND, IN CONNECTION THEREWITH, CONTINUING THE PROGRAM, AND MAKING AN APPROPRIATION.

Prime Sponsors: Senator Nicholson
Representative Coram

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Summary of Amendments Made to the Bill After the 04/28/11 Legislative Council Staff Revised Fiscal Note Was Prepared

None.

JBC Staff Concurrence with Legislative Council Staff Fiscal Note

Concurs

Does Not Concur

Updated Analysis

Reason for the Update

The Legislative Council Staff Revised Fiscal Note dated April 28, 2011 indicates that expansion of teen pregnancy and dropout prevention services will create savings in the Medicaid program of approximately \$56,648 total funds (including \$28,324 General Fund) in FY 2011-12. Based on further analysis, the Medicaid program savings have been reduced to \$53,470 total funds (including \$26,735 General Fund) in FY 2011-12. When other costs for the program are included, staff now estimates the total FY 2011-12 fiscal impact of the bill to be \$644,440 instead of the \$641,262 indicated in the Legislative Council Staff Revised Fiscal Note. The table below shows staff's revised estimates for the bill.

Fiscal Impact Summary	FY 2011-2012	FY 2012-2013
State Revenue		
Local Funds	\$64,444	\$93,288
State Expenditures	<u>\$644,440</u>	<u>\$901,919</u>
General Fund	0	(2,204)
Cash (Local) Funds	64,444	93,288
Federal Funds	579,996	810,835
FTE Position Change	1.0 FTE	1.0 FTE

Amendments/Appropriation Status

The bill includes an appropriation clause that assumed \$56,648 in Medicaid savings instead of the \$53,470 in Medicaid savings now estimated. The current appropriation clause also contains a technical error. Therefore, staff has prepared amendment **J.004** (attached) to change the existing clause to reflect the appropriation described in the table below.

FY 2011-12 Revised Appropriations Estimates for SB 11-177 with Amendment J.004					
Department of Health Care Policy and Financing	GF	CF	FF	Total	FTE
Personal Services	\$23,909	\$0	\$23,908	\$47,817	1.0
Operating Expenses	2,826	0	2,827	5,653	0.0
Medical Services Premiums - Medicaid Cost Savings	(26,735)	0	(26,735)	(53,470)	0.0
Medical Services Premiums - Additional Teen Pregnancy Prevention Program Costs	0	64,444	579,996	644,440	0.0
Total	\$0	\$64,444	\$579,996	\$644,440	1.0

Bill Sponsor Amendments

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

Points to Consider

None.