First Regular Session Sixty-eighth General Assembly STATE OF COLORADO

REENGROSSED

This Version Includes All Amendments Adopted in the House of Introduction SENATE BILL 11-211

LLS NO. 11-0960.01 Brita Darling

SENATE SPONSORSHIP

Hodge, Steadman, Lambert

HOUSE SPONSORSHIP

Ferrandino, Becker, Gerou

Senate Committees Appropriations **House Committees**

A BILL FOR AN ACT

101	CONCERNING	THE	USE	OF	TOB	ACCO	TAX	REVENU	FOR
102	HEALTH	-RELA	FED 1	PURPO	DSES	DURI	NG A	STATE	FISCAL
103	EMERGE	NCY, A	ND MA	AKING	AN A	PPROPI	RIATIO	N THERE	FOR.

Bill Summary

(Note: This summary applies to this bill as introduced and does not reflect any amendments that may be subsequently adopted. If this bill passes third reading in the house of introduction, a bill summary that applies to the reengrossed version of this bill will be available at http://www.leg.state.co.us/billsummaries.)

Pursuant to a declaration of a state fiscal emergency under section 21 of article X of the state constitution, for the 2011-12 fiscal year only, the bill allows tobacco tax revenues in the tobacco education programs fund, the prevention, early detection, and treatment fund, and the health

SENATE 3md Reading Unam ended April11, 2011



disparities grant program fund to be used for any health-related purpose and to serve populations enrolled in the children's basic health plan and the Colorado medical assistance program at the programs' respective levels of enrollment as of January 1, 2005.

The bill amends the tobacco cash fund statute to reflect the declaration of a state fiscal emergency for fiscal year 2011-12.

During a state fiscal emergency, the bill modifies the statutory administrative expense limitation for the cancer, cardiovascular disease, and chronic pulmonary disease prevention, early detection, and treatment program, limiting the administrative expenses to 5% of all appropriations from the prevention, early detection, and treatment fund and not just those appropriations to the division of prevention services within the department of public health and environment.

1 *Be it enacted by the General Assembly of the State of Colorado:* 2 **SECTION 1.** 24-22-117 (2) (c) (IV) (C), Colorado Revised Statutes, is amended, and the said 24-22-117 (2) (c) (IV) is further 3 4 amended BY THE ADDITION OF A NEW SUB-SUBPARAGRAPH. 5 to read: 24-22-117. Tobacco tax cash fund - accounts - creation -6 7 legislative declaration - repeal. (2) There are hereby created in the state 8 treasury the following funds: 9 (c) (IV) (C) This subparagraph (IV) is repealed, effective July 1, 10 2012. NOTWITHSTANDING THE PROVISIONS OF SUBPARAGRAPH (III) OF 11 THIS PARAGRAPH (c), AND PURSUANT TO THE DECLARATION OF A STATE 12 FISCAL EMERGENCY AS DESCRIBED IN SUBPARAGRAPH (III) OF PARAGRAPH 13 (b) OF SUBSECTION (6) OF THIS SECTION, FOR THE 2011-12 FISCAL YEAR, 14 IN ADDITION TO THE PURPOSES DESCRIBED IN SUB-SUBPARAGRAPHS (A) 15 AND (B) OF SUBPARAGRAPH (III) OF THIS PARAGRAPH (C), THE MONEYS IN 16 THE TOBACCO EDUCATION PROGRAMS FUND MAY BE APPROPRIATED FOR 17 ANY HEALTH-RELATED PURPOSE AND TO SERVE POPULATIONS ENROLLED 18 IN THE CHILDREN'S BASIC HEALTH PLAN AND THE COLORADO MEDICAL ASSISTANCE PROGRAM AT THE PROGRAMS' RESPECTIVE LEVELS OF
 ENROLLMENT AS OF JANUARY 1, 2005.

3 (D) THIS SUBPARAGRAPH (IV) IS REPEALED, EFFECTIVE JULY 1,
4 2013.

SECTION 2. 24-22-117 (2) (d), Colorado Revised Statutes, is
amended BY THE ADDITION OF A NEW SUBPARAGRAPH to read:
24-22-117. Tobacco tax cash fund - accounts - creation legislative declaration - repeal. (2) There are hereby created in the state
treasury the following funds:

10 (d) (VI) PURSUANT TO THE DECLARATION OF A STATE FISCAL 11 EMERGENCY AS DESCRIBED IN SUBPARAGRAPH (III) OF PARAGRAPH (b) OF 12 SUBSECTION (6) OF THIS SECTION, NOTWITHSTANDING ANY PROVISIONS OF 13 SUBPARAGRAPHS (II), (III), (IV.5), AND (V) OF THIS PARAGRAPH (d) TO 14 THE CONTRARY, FOR FISCAL YEAR 2011-12, THE GENERAL ASSEMBLY 15 SHALL APPROPRIATE MONEYS IN THE PREVENTION, EARLY DETECTION, AND 16 TREATMENT FUND FOR THE PURPOSES DESCRIBED IN SUBPARAGRAPHS (II), 17 (III), (IV.5), AND (V) OF THIS PARAGRAPH (d), AS WELL AS ANY OTHER 18 HEALTH-RELATED PURPOSE AND TO SERVE POPULATIONS ENROLLED IN THE 19 CHILDREN'S BASIC HEALTH PLAN AND THE COLORADO MEDICAL 20 ASSISTANCE PROGRAM AT THE PROGRAMS' RESPECTIVE LEVELS OF 21 ENROLLMENT AS OF JANUARY 1, 2005.

SECTION 3. 24-22-117 (2) (f), Colorado Revised Statutes, is
 amended BY THE ADDITION OF A NEW SUBPARAGRAPH to read:

24 24-22-117. Tobacco tax cash fund - accounts - creation 25 legislative declaration - repeal. (2) There are hereby created in the state
26 treasury the following funds:

27 (f) (IV) (A) NOTWITHSTANDING ANY PROVISIONS OF

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1 SUBPARAGRAPH (I) OF THIS PARAGRAPH (f) TO THE CONTRARY, AND 2 PURSUANT TO THE DECLARATION OF A STATE FISCAL EMERGENCY AS 3 DESCRIBED IN SUBPARAGRAPH (III) OF PARAGRAPH (b) OF SUBSECTION (6) 4 OF THIS SECTION, FOR THE 2011-12 FISCAL YEAR, THE MONEYS IN THE 5 HEALTH DISPARITIES GRANT PROGRAM FUND MAY BE APPROPRIATED FOR 6 ANY HEALTH-RELATED PURPOSE AND TO SERVE POPULATIONS ENROLLED 7 IN THE CHILDREN'S BASIC HEALTH PLAN AND THE COLORADO MEDICAL 8 ASSISTANCE PROGRAM AT THE PROGRAMS' RESPECTIVE LEVELS OF 9 ENROLLMENT AS OF JANUARY 1, 2005.

10 (B) THIS SUBPARAGRAPH (IV) IS REPEALED, EFFECTIVE JULY 1,
11 2013.

SECTION 4. 24-22-117 (6) (b) (III), Colorado Revised Statutes,
is amended, and the said 24-22-117 (6) (b) is further amended BY THE
ADDITION OF A NEW SUBPARAGRAPH, to read:

15 24-22-117. Tobacco tax cash fund - accounts - creation -16 legislative declaration - repeal. (6) (b) (III) This paragraph (b) is 17 repealed, effective July 1, 2012. THE GENERAL ASSEMBLY, PURSUANT TO 18 SECTION 21 (7) OF ARTICLE X OF THE STATE CONSTITUTION AND SENATE 19 JOINT RESOLUTION 11-009, WHICH WAS APPROVED BY A TWO-THIRDS MAJORITY VOTE OF THE MEMBERS OF THE GENERAL ASSEMBLY AND 20 21 SIGNED BY THE GOVERNOR, DECLARES A STATE FISCAL EMERGENCY FOR 22 THE 2011-12 FISCAL YEAR.

23 (IV) THIS PARAGRAPH (b) IS REPEALED, EFFECTIVE JULY 1, 2013.
24 SECTION 5. 25-20.5-306, Colorado Revised Statutes, is
25 amended to read:

26 25-20.5-306. Administration - limitation. (1) EXCEPT AS
 27 PROVIDED IN SUBSECTION (2) OF THIS SECTION, the prevention services

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division of the department may receive up to five percent of the moneys annually appropriated by the general assembly to the division from the prevention, early detection, and treatment fund created in section 24-22-117, C.R.S., for the actual costs incurred in administering the program, including the hiring of sufficient staff within the division to effectively administer the program and the reimbursement of review committee members pursuant to section 25-20.5-303 (4).

8 (2) FOR FISCAL YEAR 2011-12, AND FOR ANY FISCAL YEAR IN 9 WHICH A DECLARATION OF A STATE FISCAL EMERGENCY IS DECLARED 10 PURSUANT TO SECTION 21 (7) OF ARTICLE X OF THE STATE CONSTITUTION, 11 THE PREVENTION SERVICES DIVISION OF THE DEPARTMENT MAY RECEIVE 12 UP TO FIVE PERCENT OF THE MONEYS ANNUALLY APPROPRIATED BY THE 13 GENERAL ASSEMBLY FROM THE PREVENTION, EARLY DETECTION, AND 14 TREATMENT FUND CREATED IN SECTION 24-22-117, C.R.S., FOR THE 15 ACTUAL COSTS INCURRED IN ADMINISTERING THE PROGRAM, INCLUDING 16 THE HIRING OF SUFFICIENT STAFF WITHIN THE DIVISION TO EFFECTIVELY 17 ADMINISTER THE PROGRAM AND THE REIMBURSEMENT OF REVIEW 18 COMMITTEE MEMBERS PURSUANT TO SECTION 25-20.5-303 (4).

SECTION 6. Appropriations - adjustments in the 2011 long
bill. (1) For the implementation of this act, appropriations made in the
annual general appropriation act, to the department of health care policy
and financing, for medical services premiums, for the fiscal year
beginning July 1, 2011, shall be adjusted as follows:

24 (a) The general fund appropriation is decreased by thirty-three25 million dollars (\$33,000,000).

(b) The cash funds appropriation is increased by twenty-nine
million seven hundred thirteen thousand six hundred forty-nine dollars

(\$29,713,649). Of said appropriation, seventeen million seven hundred
fifty-eight thousand five hundred ninety-four dollars (\$17,758,594) shall
be from the tobacco education programs fund created in section
24-22-117 (2) (c) (I), Colorado Revised Statutes, and eleven million nine
hundred fifty-five thousand fifty-five dollars (\$11,955,055) shall be from
the prevention, early detection, and treatment fund created in section
24-22-117 (2) (d) (I), Colorado Revised Statutes.

8 (c) The reappropriated funds appropriation from the health 9 disparities grant program fund created in section 24-22-117 (2) (f), 10 Colorado Revised Statutes, is increased by three million two hundred 11 eighty-six thousand three hundred fifty-one dollars (\$3,286,351).

(2) For the implementation of this act, appropriations made in the
annual general appropriation act, from various sources of reappropriated
funds, to the department of public health and environment, administration
and support, administration, for indirect cost assessments, for the fiscal
year beginning July 1, 2011, shall be reduced by forty-two thousand seven
hundred sixteen dollars (\$42,716).

(3) For the implementation of this act, appropriations made in the
annual general appropriation act, from the health disparities grant
program fund created in section 24-22-117 (2) (f), Colorado Revised
Statutes, to the department of public health and environment,
administration and support, special health programs, health disparities
program, for the fiscal year beginning July 1, 2011, shall be adjusted as
follows:

(a) The personal services appropriation is decreased by one
hundred thirty-five thousand two hundred nineteen dollars (\$135,219)
reappropriated funds and 2.0 FTE.

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(b) The operating expenses appropriation is decreased by forty
 thousand one hundred seventy-five dollars (\$40,175) reappropriated
 funds.

4 (c) The health disparities grants appropriation is decreased by
5 three million sixty-eight thousand two hundred forty-one dollars
6 (\$3,068,241) reappropriated funds.

7 (4) For the implementation of this act, the appropriation made in 8 the annual general appropriation act, to the department of public health 9 and environment, center for health and environmental information, health 10 statistics and vital records, for operating expenses, is decreased by the 11 sum of forty thousand dollars (\$40,000) cash funds. Of said sum, twenty 12 thousand dollars (\$20,000) shall be from the prevention, early detection, 13 and treatment fund created in section 24-22-117 (2) (d) (I), Colorado 14 Revised Statutes, and twenty thousand dollars (\$20,000) shall be from the 15 tobacco education programs fund created in section 24-22-117(2)(c)(I), 16 Colorado Revised Statutes.

17 (5) For the implementation of this act, appropriations made in the
annual general appropriation act, from various sources of cash funds, to
the department of public health and environment, prevention services
division, prevention programs, for indirect cost assessments, for the fiscal
year beginning July 1, 2011, shall be reduced by one hundred eighty
thousand dollars (\$180,000).

(6) For the implementation of this act, appropriations made in the
annual general appropriation act, from the prevention, early detection, and
treatment fund created in section 24-22-117 (2) (d) (I), Colorado Revised
Statutes, to the department of public health and environment, prevention
services division, prevention programs, chronic disease and cancer

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prevention grants program, breast and cervical cancer screening, for the
 fiscal year beginning July 1, 2011, shall be reduced by one million six
 hundred twenty-five thousand dollars (\$1,625,000) cash funds.

4 (7) For the implementation of this act, appropriations made in the 5 annual general appropriation act, from the tobacco education programs 6 fund created in section 24-22-117 (2) (c) (I), Colorado Revised Statutes, 7 to the department of public health and environment, prevention services 8 division, prevention programs, tobacco education, prevention, and 9 cessation, for the fiscal year beginning July 1, 2011, shall be adjusted as 10 follows:

(a) The program administration appropriation is decreased by two
hundred twenty thousand dollars (\$220,000) cash funds and 1.5 FTE.

(b) The tobacco education, prevention, and cessation grants
appropriation is decreased by seventeen million four hundred
twenty-eight thousand five hundred ninety-four dollars (\$17,428,594)
cash funds.

(8) For the implementation of this act, appropriations made in the
annual general appropriation act, from the prevention, early detection, and
treatment fund created in section 24-22-117 (2) (d) (I), Colorado Revised
Statutes, to the department of public health and environment, prevention
services division, prevention programs, cancer, cardiovascular disease,
and chronic pulmonary disease, for the fiscal year beginning July 1, 2011,
shall be adjusted as follows:

(a) The appropriation for program administration is decreased by
one hundred thirty thousand dollars (\$130,000) cash funds and 1.5 FTE.
(b) The appropriation for cancer, cardiovascular disease, and
pulmonary disease grants is decreased by ten million ninety thousand

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1 fifty-five dollars (\$10,090,055) cash funds.

SECTION 7. Effective date. This act shall take effect only if
Senate Joint Resolution 11-009 is approved by a two-thirds majority vote
of the members of both houses of the general assembly and is signed by
the governor. This act shall take effect either upon passage or upon the
date Senate Joint Resolution 11-009 is signed by the governor, whichever
is later.

8 **SECTION 8. Safety clause.** The general assembly hereby finds, 9 determines, and declares that this act is necessary for the immediate 10 preservation of the public peace, health, and safety.