



Fiscal Note

Drafting Number:	LLS 23-0451	Date:	March 17, 2023
Prime Sponsors:	Rep. Young	Bill Status:	House Health & Insurance
		Fiscal Analyst:	Shukria Maktabi 303-866-4720 shukria.maktabi@coleg.gov
Bill Topic:	STAKEHOLDER PROCESS FOR OVERSIGHT OF HOST HOME PROVIDERS		
Summary of Fiscal Impact:	<div><div><input type="checkbox"/> State Revenue</div><div><input checked="" type="checkbox"/> State Expenditure</div><div><input type="checkbox"/> State Transfer</div></div> <div><div><input type="checkbox"/> TABOR Refund</div><div><input type="checkbox"/> Local Government</div><div><input type="checkbox"/> Statutory Public Entity</div></div> <p>The bill requires the Department of Health Care Policy and Financing to engage stakeholders, identify concerns and solutions for individuals receiving long-term services and supports, and report their findings. The bill increases state expenditures in FY 2023-24 and FY 2024-25 only.</p>		
Appropriation Summary:	For FY 2023-24, the bill requires an appropriation of \$150,000 to the Department of Health Care Policy and Financing.		
Fiscal Note Status:	The fiscal note reflects the introduced bill.		

Table 1
State Fiscal Impacts Under HB 23-1197

		Budget Year FY 2023-24	Out Year FY 2024-25
Revenue		-	-
Expenditures	General Fund	\$75,000	\$37,500
	Federal Funds	\$75,000	\$37,500
	Total Expenditures	\$150,000	\$75,000
Transfers		-	-
Other Budget Impacts	General Fund Reserve	\$11,250	\$5,625

Summary of Legislation

By September 1, 2023, the bill requires the Department of Health Care Policy and Financing (HCPF) to engage in a stakeholder process to address concerns and identify viable solutions for individuals who receive long-term services and supports from host home providers. The bill specifies the topics that the stakeholder process must address. By January 2025, HCPF must report on their findings from the stakeholder process as part of their SMART Act hearing presentation.

State Expenditures

The bill increases state expenditure by \$150,000 in FY 2023-24 and \$75,000 in FY 2024-25 for HCPF to contract for facilitation, policy research, and analysis in the stakeholder process. These costs are based on similar contracts in HCPF and are assumed to include 400 contracted hours in the first year and 200 contracted hours in the second year, at a rate of \$350 per hour. The total costs will be split between General Funds and federal funding sources.

Other Budget Impacts

General Fund reserve. Under current law, an amount equal to 15 percent of General Fund appropriations must be set aside in the General Fund statutory reserve. Based on this fiscal note, the bill is expected to increase the amount of General Fund held in reserve by the amounts shown in Table 1, decreasing the amount of General Fund available for other purposes.

Effective Date

The bill takes effect upon signature of the Governor, or upon becoming law without his signature.

State Appropriations

For FY 2023-24, the bill requires an appropriation of \$150,000 to the Department of Health Care Policy and Financing, of which \$75,000 is from the General Fund and \$75,000 is from federal funds.

State and Local Government Contacts

Health Care Policy and Financing

Information Technology