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FISCAL IMPACT REPORT

SPONSOR <u>Soules</u>	LAST UPDATED <u>2/2/23</u> ORIGINAL DATE <u>1/20/23</u>
SHORT TITLE <u>Reduce Adverse Childhood Experiences</u>	BILL NUMBER <u>Senate Bill 49/aSHPAC</u>
ANALYST <u>Klundt</u>	

APPROPRIATION* (dollars in thousands)

Appropriation		Recurring or Nonrecurring	Fund Affected
FY23	FY24		
	\$4,140.0	Nonrecurring* See Fiscal Implications	General Fund

Parentheses () indicate expenditure decreases.
 *Amounts reflect most recent analysis of this legislation.

Sources of Information

LFC Files

Responses Received From
 Early Childhood Education and Care Department (ECECD)

SUMMARY

Synopsis of SHPAC Amendment to Senate Bill 49

Senate Bill 49 (SB49) as amended by SHPAC makes an appropriation to the Early Childhood Education and Care Department (ECECD) in the amount of \$4.14 million for expenditure in FY24 through FY27 to facilitate coordination among providers and improve access to and expand the capacity of existing support services for families in Doña Ana County to reduce the rates of adverse childhood experiences.

Synopsis of Original Senate Bill 49

Senate Bill 49 (SB49) appropriates \$1.14 million from the general fund to the Early Childhood Education and Care Department (ECECD) for expenditure in fiscal years 2024 through 2027 to facilitate coordination among providers and improve access to and expand the capacity of existing support services for families in Doña Ana County to reduce rates of adverse childhood experiences.

FISCAL IMPLICATIONS

The appropriation of \$4.14 million contained in the amended bill is a nonrecurring expense to the general fund. Any unexpended or unencumbered balance remaining at the end of FY27 shall

revert to the general fund. However, if the funding contained in this bill is used to fund services, recurring revenue may be necessary beyond FY27. Establishing a new grant program could create an expectation the program will continue in future fiscal years.

It is unclear what specific programs and services would receive funding from this appropriation because a broad array of children and family services could reduce adverse childhood experiences.

SIGNIFICANT ISSUES

The U.S. Health and Human Services Department reports:

The foundational ACE Study was conducted by the Centers for Disease Control and Kaiser Permanente in the mid-1990s with a group of patients insured through Kaiser Permanente. The initial study focused on how traumatic childhood events may negatively affect adult health. The 17,000 participants surveyed were asked about their experiences with childhood maltreatment, family dysfunction, and current health status and behaviors. The ACEs Pyramid on the left side of the image below represents the conceptual framework created, which illustrates how strongly ACEs are related to a person's well-being throughout their lifespan. The ACE study found a direct link between childhood trauma and adult onset of chronic disease, incarceration, and employment challenges.

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