

JBC STAFF FISCAL ANALYSIS  
 SENATE APPROPRIATIONS COMMITTEE

CONCERNING A STANDARDIZED CARD TO BE ISSUED TO PERSONS COVERED UNDER A HEALTH COVERAGE PLAN.

Prime Senator Mitchell S.  
 Sponsors:

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 Phone: 303-866-4957  
 Date: March 6, 2008  
 Prepared:

Summary of Amendments Made to the Bill After the 03/05/08 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 March 3, 2008 Legislative Council Staff Revised Fiscal Note calculates the expected increase of expenditures for services rendered by a Rate/Financial Analyst IV to implement provisions of the bill related to the Division of Insurance in the Department of Regulatory Agencies based on an hourly rate of \$37.86, which was furnished by the Department. The correct hourly rate is \$34.94, based on the compensation plan by class code order for FY 2007-08, as determined by Department of Personnel and Administration, Division of Human Services. Based on 370 hours that is required to implement provisions of the bill, the total fiscal impact will be \$12,928 from the Division of Insurance Cash Fund. Thus, \$1,080 of the \$14,008 identified on page three of the attached Fiscal Note would not be required for the implementation of this bill for FY 2008-09. Legislative Council staff agrees with this assessment.

Amendments/Appropriation Status

The bill does not contain an appropriations clause. Staff has drafted an amendment (J.001) that inserts an appropriations clause into the bill. This clause appropriates \$12,928 cash funds to the Department of Regulatory Agencies, Division of Insurance from the Division of Insurance Cash Fund. This clause is different than the estimated fiscal impact of the bill as delineated in the Legislative Council Staff Revised Fiscal Note dated March 3, 2008, as described above in the "Reason for the Update" section of this JBC Staff Fiscal Analysis.

Bill Sponsor Amendments

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

Points to Consider

The bill increases costs in the Department of Regulatory Agencies, Division of Insurance, which are funded from a diversion of premium tax revenue that would otherwise be credited to the General Fund. This bill will reduce General Fund revenues by \$12,928 in FY 2008-09. Based on the December 2007 Legislative Council Staff revenue forecast, money is available to be transferred to the Highway Users Tax Fund (HUTF) and Capital Construction Fund through the mechanism passed in H.B. 02-1310. This bill reduces General Fund revenue, thereby reducing the amount available for these transfers by \$8,619 (two-thirds) for the HUTF and \$4,309 (one-third) for the Capital Construction Fund.