

Colorado Legislative Council Staff Fiscal Note
STATE and STATUTORY PUBLIC ENTITY
REVISED FISCAL IMPACT

(replaces fiscal note dated January 13, 2015)

Drafting Number: LLS 15-0025	Date: February 19, 2015
Prime Sponsor(s): Sen. Crowder Rep. Keyser	Bill Status: House Health, Insurance and Environment
	Fiscal Analyst: Bill Zepernick (303-866-4777)

BILL TOPIC: HEALTH BENEFIT EXCHANGE REVIEW COMMITTEE APPROVAL

Fiscal Impact Summary*	FY 2015-2016	FY 2016-2017
State Revenue		
State Expenditures	Minimal increase.	
FTE Position Change		
Appropriation Required: None.		

* This summary shows changes from current law under the bill for each fiscal year.

Summary of Legislation

The **reengrossed bill** requires that the Legislative Health Benefit Exchange Implementation Review Committee (review committee) approve all bonuses for employees of the state's health benefit exchange (Connect for Health Colorado). Approval must be given in advance of the employee receiving the bonus.

Background

Connect for Health Colorado is the state's health benefit exchange established in response to federal health care reform. Through Connect for Health Colorado, consumers can shop for health insurance and determine eligibility for federal tax subsidies for the purchase of health insurance or other public health insurance programs. The review committee is a statutorily created year-round legislative committee that oversees Connect for Health Colorado. The review committee must meet between two and five times each calendar year and is responsible for, among other things, reviewing and approving operational and financial plans, grant applications, and the hiring of the executive director for Connect for Health Colorado.

State Expenditures

The bill will increase workload in the Legislative Department by expanding the scope of the review committee. However, this increase can be absorbed within the current appropriations to Legislative Council Staff and the Office of Legislative Legal Services to support the review committee. It is assumed that all employee bonuses can be reviewed within the current number of meetings held by the review committee each year.

Statutory Public Entity Impact

The bill increases workload for Connect for Health Colorado to prepare reports for the review committee that summarize and justify any employee bonuses. While subjecting employee bonuses to legislative approval may discourage some workers from pursuing employment at Connect for Health Colorado, this is not expected to significantly affect employee recruitment and retention costs for the organization.

Effective Date

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

State and Local Government Contacts

Legislature Health Benefit Exchange