



Legislative Council Staff

Nonpartisan Services for Colorado's Legislature

Final Fiscal Note

Drafting Number:	LLS 24-0818	Date:	August 14, 2024
Prime Sponsors:	Rep. deGruy Kennedy; Ortiz Sen. Roberts; Fields	Bill Status:	Postponed Indefinitely
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Bill Topic: **HEALTH INSURERS CONTRACT WITH QUALIFIED PROVIDERS**

Summary of Fiscal Impact:	<input checked="" type="checkbox"/> State Revenue	<input type="checkbox"/> State Diversion	<input type="checkbox"/> Local Government
	<input checked="" type="checkbox"/> State Expenditure	<input type="checkbox"/> TABOR Refund	<input type="checkbox"/> Statutory Public Entity

The bill would have clarified damage awards resulting from a breach of a physician employment agreement. It may have increased state workload beginning in FY 2024-25.

Appropriation Summary: No appropriation was required.

Fiscal Note Status: The final fiscal note reflects the reengrossed bill. This bill was postponed indefinitely by Senate Health and Human Services Committee on April 17, 2024; therefore, the impacts identified in this analysis do not take effect.

Summary of Legislation

The bill clarifies what cannot be awarded as damages as a result of a breach of a physician employment agreement, with certain exceptions for those holding an interest in the practice.

State Revenue and Expenditures

Judicial Department. To the extent that this bill reduces the number of lawsuits between physicians arising from disputes concerning non-competition agreements, trial court workload and related cash fund revenue to the Judicial Department from court filing fees will decrease.

Department of Regulatory Agencies. The Division of Professions and Occupations may have a minimal increase in workload to update rules and conduct outreach with physicians.

Effective Date

The bill takes effect 90 days following adjournment of the General Assembly sine die, assuming no referendum petition is filed, and applies to contracts entered into on or after this date.

State and Local Government Contacts

Judicial
Personnel

Labor
Regulatory Agencies

Law

The revenue and expenditure impacts in this fiscal note represent changes from current law under the bill for each fiscal year. For additional information about fiscal notes, please visit the [General Assembly website](#).