



**Colorado
Legislative
Council
Staff**

HB16-1387

**FINAL
FISCAL NOTE**

FISCAL IMPACT: State Local Statutory Public Entity Conditional No Fiscal Impact

Drafting Number: LLS 16-1111
Prime Sponsor(s): Rep. Primavera
Sen. Woods

Date: July 11, 2016
Bill Status: Signed into Law
Fiscal Analyst: Clare Pramuk (303-866-2677)

BILL TOPIC: HEALTH INSURANCE FOR PROTEIN ALLERGIC CONDITIONS

Fiscal Impact Summary	FY 2016-2017	FY 2017-2018
State Revenue		
State Expenditures	Potential increase.	
Appropriation Required: None.		
Future Year Impacts: Ongoing potential expenditure increase.		

Summary of Legislation

Current law requires that health insurance plans provide coverage for medical foods for newborn children with inherited enzymatic disorders caused by single gene defects involved in the metabolism of amino, organic, and fatty acids. This bill adds coverage for severe protein allergic conditions and amino acid-based elemental formulas.

State Expenditures

The bill potentially increases costs to the state for state employee insurance. Given that there are many factors affecting insurance premiums, any impact to the cost of state employee health insurance is assumed to be minimal. The Children's Basic Health Plan (CHP+), administered by the Department of Health Care Policy and Financing, already covers amino acid-based elemental formulas for newborns with severe protein allergic conditions, so the bill does not increase costs for CHP+. The Division of Insurance in the Department of Regulatory Agencies can incorporate the changes under the bill as part of its regular rate and form review process for insurance plans.

Local Government Impact

Similar to the state impact listed above, the bill potentially affects costs for local governments that pay for employee health insurance. Any impact is assumed to be minimal.

Effective Date

The Governor signed the bill into law on June 1, 2016, and the bill will take effect January 1, 2018, assuming no referendum petition is filed.

State and Local Government Contacts

Counties
Municipalities

Health Care Policy Financing
Personnel

Information Technology
Regulatory Agencies