



**Colorado  
Legislative  
Council  
Staff**

**SB17-175**

**FINAL  
FISCAL NOTE**

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

**Drafting Number:** LLS 17-0811  
**Prime Sponsor(s):** Sen. Lambert  
Rep. Hamner

**Date:** June 12, 2017  
**Bill Status:** Signed into Law  
**Fiscal Analyst:** Ryan Long (303-866-2066)

**BILL TOPIC:** TRANSFERS BETWEEN STATE SELF-INSURANCE FUNDS

<b>Fiscal Impact Summary</b>	<b>FY 2017-2018</b>	<b>FY 2018-2019</b>	<b>FY 2019-2020</b>
<b>State Revenue</b>			
Cash Funds	See State Revenue section.		
<b>State Expenditures</b>			
<b>Appropriation Required:</b> None, funds are continuously appropriated.			
<b>Future Year Impacts:</b> Transfers and expenditures are ongoing.			

**Summary of Legislation**

This bill, **recommended by the Joint Budget Committee**, authorizes the executive director of the Department to Personnel and Administration (DPA) to request the state treasurer to transfer money from one state self-insurance fund's reserve balance to another self-insurance fund with an insufficient balance. The amount of the requested transfer cannot exceed the amount of the deficiency. State self-insurance cash funds consist of:

- the Risk Management Fund;
- the Self-insured Property Fund; and
- the State Employee Workers' Compensation Account in the Risk Management Fund.

The State Treasurer is required to make the requested transfer, and the General Assembly is required to appropriate an amount to enable the return of the transfer amount in the next annual long bill. DPA is prohibited from using the transferred amounts for the costs of operating the risk management system.

**Background**

Each state self-insurance fund includes a reserve balance for extraordinary claims; all three self-insurance fund reserves totaled \$7.7 million for FY 2016-17.

**State Revenues**

**State transfers.** To the extent that DPA requests fund balance transfers, this bill will create state transfers between the Risk Management Fund, the Self-insured Property Fund, and the State Employee Compensation Account in DPA.

**Effective Date**

The bill was signed into law by the Governor and took effect on March 1, 2017.

**State and Local Government Contacts**

Personnel