



**Legislative Council Staff**  
*Nonpartisan Services for Colorado's Legislature*

# Fiscal Note

<b>Drafting Number:</b>	LLS 22-0606	<b>Date:</b>	February 14, 2022
<b>Prime Sponsors:</b>	Sen. Rodriguez	<b>Bill Status:</b>	Senate Business
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**Bill Topic:** **COVERAGE LEVELS FOR OCCUPATIONAL ACCIDENT INSURANCE**

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

This bill changes the definition of similar coverage for occupational accident insurance by repealing the requirement that the coverage be at least comparable to the benefits offered under the workers' compensation system. The bill increases state workload in FY 2022-23 only.

**Appropriation Summary:** No appropriation is required.

**Fiscal Note Status:** The fiscal note reflects the introduced bill.

## Summary of Legislation

Under current law, a contract between motor carriers or contract carriers and independent contractors must provide for coverage under workers' compensation insurance or an occupational accident insurance policy that provides similar coverage. This bill changes the definition of similar coverage for occupational accident insurance by repealing the requirement that the coverage be at least comparable to the benefits offered under the workers' compensation system.

## State Expenditures

In FY 2022-23 only, the Division of Insurance in the Department of Regulatory Agencies will have an increase in workload to:

- draft a regulation on occupational accident insurance standards;
- review additional rate and form filings; and
- respond to inquiries on the new coverage.

This can be accomplished within existing appropriations.

## **Effective Date**

The bill takes effect 90 days following adjournment of the General Assembly sine die, assuming no referendum petition is filed.

## **State and Local Government Contacts**

Information Technology

Labor

Regulatory Agencies