

SENATE COMMITTEE OF REFERENCE REPORT

Chair of Committee

March 5, 2024
Date

Committee on Business, Labor, & Technology.

After consideration on the merits, the Committee recommends the following:

SB24-149 be amended as follows, and as so amended, be referred to the Committee on Appropriations with favorable recommendation:

- 1 Amend printed bill, page 2, line 3, strike "**amend** (1)(a), (2), (5)(a), and
2 (5)(b)(II); **repeal** (5)(c); and".
- 3 Page 2, line 4, strike "and (8)" and substitute "(8), (9), (10) and (11)".
- 4 Page 2, line 7, strike "(1) (a) There is hereby created, as a separate
5 account in the" and substitute "(6) WHEN COMMUNICATING WITH OR
6 REACHING AN AGREEMENT".
- 7 Page 2, strike lines 8 through 23.
- 8 Strike page 3.
- 9 Page 4, strike lines 1 through 16.
- 10 Page 5, after line 6 insert:
11 "(9) PURSUANT TO THE LEGISLATIVE INTENT DECLARED IN SECTION
12 24-30-1501(1), TO EXPLORE, ON AN ANNUAL BASIS, THE AVAILABILITY OF
13 INSURANCE POLICIES. IF THE STATE ELECTS TO SELF-INSURE WORKERS'
14 COMPENSATION CLAIMS, THE DEPARTMENT OF PERSONNEL SHALL SEEK
15 AND OBTAIN QUOTES FROM PINNACOL ASSURANCE AND AT LEAST THREE
16 OTHER INSURANCE COMPANIES THAT PROVIDE WORKERS' COMPENSATION
17 INSURANCE IN COLORADO. EACH QUOTE MUST CONTAIN AN ESTIMATE OF
18 THE COST TO THE STATE TO PURCHASE WORKERS' COMPENSATION
19 INSURANCE FROM THE QUOTING INSURANCE COMPANY FOR THE
20 FOLLOWING CALENDAR YEAR.
21 (10) EACH QUOTE OBTAINED PURSUANT TO SUBSECTION (9) OF

1 THIS SECTION MUST BE PRESENTED TO THE GENERAL ASSEMBLY IN A
2 QUOTE REPORT BY THE DEPARTMENT OF PERSONNEL NO LATER THAN
3 DECEMBER 10 OF EACH YEAR. EACH QUOTE REPORT MUST SPECIFY:
4 (a) THE NAME OF THE INSURANCE COMPANY THAT PROVIDED THE
5 QUOTE AND THE DOLLAR AMOUNT OF THE QUOTE;
6 (b) THE COSTS ASSOCIATED WITH THE SELF-INSURANCE SELECTED
7 BY THE STATE FOR THE CURRENT CALENDAR YEAR, INCLUDING A
8 BREAKDOWN OF THAT COST WHICH MUST INCLUDE, BUT IS NOT LIMITED TO,
9 INDEMNITY BENEFITS, MEDICAL BENEFITS, COSTS PAID TO THIRD PARTY
10 ADMINISTRATORS AND AN IDENTIFICATION OF THOSE THIRD PARTY
11 ADMINISTRATORS, ACTUARIAL COSTS, PREMIUMS PAID FOR OUT OF STATE
12 INSURANCE, EACH STATE DEPARTMENT'S COSTS, ACTUAL OR ESTIMATED
13 COSTS OF LITIGATION, AND OTHER PERMITS, FEES, PAYMENTS AND
14 EXPENDITURES RELATED TO THE STATE'S SELF-INSURANCE OF WORKERS'
15 COMPENSATION CLAIMS; AND
16 (c) WHETHER THE STATE'S COSTS RELATED TO SELF-INSURANCE OF
17 WORKERS' COMPENSATION CLAIMS INCREASED OR DECREASED COMPARED
18 TO THE PREVIOUS CALENDAR YEAR.
19 (11) IN ADDITION TO THE QUOTE REPORT REQUIREMENTS SPECIFIED
20 IN SUBSECTION (10) OF THIS SECTION, THE FIRST QUOTE REPORT MUST
21 SPECIFY, OVER THE PREVIOUS THREE YEARS, FROM WHICH INSURANCE
22 COMPANIES THE STATE REQUESTED QUOTES, THE TOTAL NUMBER OF
23 INSURANCE COMPANIES THAT RESPONDED TO THE STATE'S QUOTE
24 REQUESTS, AND THE ESTIMATED COST REPORTED IN EACH RECEIVED
25 QUOTE."

26 Page 5, strike lines 19 through 27.

27 Page 6, strike lines 1 through 10.

28 Renumber succeeding section accordingly.

** *** ** *** **