

# Legislative Council Staff

Nonpartisan Services for Colorado's Legislature

# **Final Fiscal Note**

**Drafting Number:** LLS 23-0540 **Date:** July 5, 2023 Sen. Winter F.: Marchman **Prime Sponsors:** Bill Status: Signed into Law Rep. McCormick; Epps Fiscal Analyst: Kristine McLaughlin | 303-866-4776 kristine.mclaughlin@coleg.gov **Bill Topic:** DECEPTIVE TRADE PRACTICE PREGNANCY-RELATED SERVICE Summary of □ TABOR Refund ☐ State Revenue **Fiscal Impact:** □ State Transfer ☐ Statutory Public Entity The bill makes it a deceptive trade practice to advertise abortions or emergency contraceptives that are not provided and makes it unprofessional conduct for regulated health care professionals to provide medication abortion reversal. The bill increases state and local revenue and workload on an ongoing basis. **Appropriation** No appropriation is required. **Summary: Fiscal Note** The fiscal note reflects the enacted bill. Status:

## **Summary of Legislation**

The bill makes it a deceptive trade practice to directly or indirectly advertise abortions, emergency contraceptives, or referrals for these services when the person does not provide these services. The bill also makes it unprofessional conduct for a regulated health care professional to provide, prescribe, administer or attempt medication abortion reversal.

#### State Revenue

The bill increases state revenue from fees and penalties by a minimal amount, as discussed below.

**Civil penalties.** Under the Colorado Consumer Protection Act, a person committing a deceptive trade practice may be subject to a civil penalty of up to \$20,000 for each violation. Additional penalties may be imposed for subsequent violations of a court order or injunction. This revenue is classified as a damage award and not subject to TABOR. Given the uncertainty about the number of cases that may be pursued by the Attorney General and district attorneys, as well as the wide range in potential penalty amounts, the fiscal note cannot estimate the potential impact of these civil penalties.

**Filing fees.** To the extent that the bill results in more civil filings with the trial courts, fee revenue to the Judicial Department may increase by a minimal amount. Revenue from filing fees is subject to TABOR.

## **State Expenditures**

The bill increases workload for the Department of Regulatory Agencies, the Department of Law, and Judicial Department, as discussed below.

**Department of Regulatory Agencies.** The bill may result in additional complaints or disciplinary procedures for state regulatory boards and the Division of Professions and Occupations. Given that regulated professional are assumed to have a high level of compliance, any increase in workload is anticipated to be minimal and can be accomplished within existing appropriations.

**Department of Law.** Workload in the Department of Law will minimally increase to the extent that deceptive trade practice complaints are filed. The department will review complaints under the bill and prioritize investigations as necessary within the overall number of deceptive trade practice complaints and available resources.

**Judicial Department.** The bill will increase workload for the trial courts in the Judicial Department to handle any challenges to agency disciplinary decisions and any cases filed under the Colorado Consumer Protection Act from the addition of a new deceptive trade practice. It is assumed that people will abide by the law and that any violation of the legislation will result in minimal number of new cases; no change in appropriations is required.

#### **Local Government**

Similar to the state, to the extent district attorneys receive complaints related to the new deceptive trade practice under the bill, workload will increase to investigate complaints and seek relief when appropriate. It is assumed most such cases will be handled at the state level by the Attorney General.

### **Effective Date**

The bill was signed into law by the Governor and took effect on April 21, 2023.

#### **State and Local Government Contacts**

District Attorneys Information Technology Judicial Regulatory Agencies Public Health and Environment Law