



## Colorado Legislative Council Staff

# **FISCAL NOTE**

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

Rep. Hooton; Willett Fiscal Analyst: Anna Gerstle (303-866-4375)

**BILL TOPIC:** HIGHER EDUCATION EMPLOYMENT CONTRACT TERMS

Fiscal Impact Summary	FY 2017-2018	FY 2018-2019
State Revenue		
State Expenditures	See State Expenditures Section.	
Appropriation Required: None.		
Future Year Impacts: See State Expenditures Section.		

## **Summary of Legislation**

Under current law, institutions of higher education must follow certain requirements related to employment contracts, including that:

- each campus of each institution may not have more than six employees with contracts up to five years, if necessary due to market conditions and competitive employment practices in other states, and other conditions; and
- the terms of government-supported employment contracts generally must be available for public inspection.

The bill exempts from these requirements any employee at an institution of higher education whose position is funded by revenue from auxiliary activities. Auxiliary activities are defined as institutional activities that are self-supporting activities, such as an institution's athletic department, bookstore, or other self-supporting entity.

## **State Expenditures**

Assuming state-supported institutions of higher education add additional employment contracts as a result of the bill, expenditures will increase for those institutions. Auxiliary activities fund these new positions, not state aide or tuition revenue. State expenditures should not be impacted by the bill.

Page 2
January 10, 2017
SB17-041

## **Effective Date**

The bill takes effect August 9, 2017, if the General Assembly adjourns on May 10, 2017, as scheduled, and no referendum petition is filed.

## **State and Local Government Contacts**

Higher Education PERA Personnel