

## Colorado Legislative Council Staff

### SB16-170

# FINAL FISCAL NOTE

FISCAL IMPACT:	□ State □ Local		Public Entity	☐ Conditional	□ No Fiscal Ir	mpact
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Prime Sponsor(s): Sen. Tate Bill Status: Postponed Indefinitely

Rep. Arndt Fiscal Analyst: Clare Pramuk (303-866-2677)

BILL TOPIC: HEALTH BENEFIT EXCHANGE FOR MEDICAID ELIGIBLE

NOTE: This bill was not enacted into law; therefore, the impacts identified in this analysis do not take effect.

#### **Summary of Legislation**

The bill requires the board of Connect for Health Colorado to provide information to the public about the process for an individual who is eligible for Medicaid to purchase a health benefit plan from an insurer participating in the state's health exchange.

#### **Background**

Connect for Health Colorado is the state's health insurance exchange established in response to federal health care reform under the Affordable Care Act (ACA). Through Connect for Health Colorado, consumers can shop for health insurance and determine eligibility for federal tax subsidies for the purchase of health insurance or other public health programs. Under the ACA, states may establish state-based health insurance exchanges or participate in a federally operated health exchange.

Medicaid is a joint state-federal program that provides health coverage primarily to low-income individuals and persons with disabilities. Currently, individuals eligible for Medicaid cannot purchase subsidized health insurance via Connect for Health Colorado.

#### **Statutory Public Entity Impact**

This bill will increase costs for Connect for Health Colorado to update its promotional materials regarding Medicaid-eligible individuals purchasing a health benefit plan via the exchange. These costs are estimated at \$15,000 for FY 2016-17. The fiscal note assumes these costs will be paid using existing revenue sources to Connect for Health Colorado, including fees charged to health insurers, donations through the premium tax credit deduction, grants, and other sources.

#### **Effective Date**

The bill was postponed indefinitely by the House Health, Insurance, and Environment Committee on May 5, 2016.

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

Colorado Health Benefit Exchange Health Care Policy and Financing Law Counties Information Technology Regulatory Agencies