

# **FINAL FISCAL NOTE**

Nonpartisan Services for Colorado's Legislature

**Drafting Number:** LLS 19-0597 **Date:** May 22, 2019

**Prime Sponsors:** Rep. Tipper; Jaquez Lewis Bill Status: Postponed Indefinitely

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PRIMARY RESIDENCE EXEMPT LIENS FOR MEDICAL DEBT **Bill Topic:** 

□ TABOR Refund Summary of □ State Revenue

 State Expenditure (minimal) ☑ Local Government (minimal) **Fiscal Impact:** 

□ State Transfer □ Statutory Public Entity

This bill exempts a person's primary residence from the attachment or execution of a lien as a result of a judgement for medical debt. This bill minimally decreases state

and local government workload on an ongoing basis.

**Appropriation Summary:** 

No appropriation is required.

**Fiscal Note** Status:

This fiscal note reflects the introduced bill. This bill was not enacted into law;

therefore, the impacts identified in this analysis do not take effect.

# **Summary of Legislation**

This bill exempts a person's primary residence from the attachment or execution of a lien as a result from a judgement for medical debt. Any person recording a transcript of the judgement must include an affidavit stating that they are an authorized agent of the judgement creditor and indicating whether the judgement is for the collection of medical debt.

#### **State Expenditures**

Beginning in FY 2019-20, this bill minimally decreases state agency workload as described below.

Judicial Department. By exempting a person's primary residence from a medical lien, the number of motions to place a lien on a property will decrease, thus decreasing trial court workload. Dating back to January 2016, a total of 62 motions for a lien have been filed in the courts. As a result, any reduction in workload is expected to be minimal and will not result in a decrease in appropriations.

Department of Regulatory Agencies. This bill minimally decreases Division of Insurance workload to investigate and respond to medical billing insurance complaints as they relate to a property lien resulting from medical debt.

HB 19-1145

## **Local Government**

Similar to the state, beginning in FY 2019-20, this bill minimally decreases workload in the City and County of Denver to process property lien motions in Denver County Court.

### **Effective Date**

This bill was postponed indefinitely by the House Finance Committee on March 11, 2019.

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

Counties County Clerks Judicial

Law Regulatory Agencies