

**FINAL  
FISCAL NOTE**

**Drafting Number:** LLS 13-0525  
**Prime Sponsor(s):** Sen. Nicholson  
 Rep. Coram

**Date:** May 29, 2013  
**Bill Status:** Signed into Law  
**Fiscal Analyst:** Kerry White (303-866-3469)

**TITLE:** CONCERNING INCENTIVE PAYMENTS IN PREPAID INPATIENT HEALTH PLAN AGREEMENTS.

<b>Fiscal Impact Summary</b>	<b>FY 2013-2014</b>	<b>FY 2014-2015</b>
<b>State Revenue</b>		
<b>State Expenditures</b>	See State Expenditures section.	
<b>FTE Position Change</b>		
<b>Effective Date:</b> The bill was signed into law by the Governor and took effect on March 22, 2013.		
<b>Appropriation Summary for FY 2013-2014:</b> None required.		
<b>Local Government Impact:</b> None.		

**Summary of Legislation**

This bill adjusts the date by which quality incentive payments for prepaid inpatient health plan agreements must be made. Under current law, such payments are to be distributed to an eligible contractor within six months following the end of each fiscal year. This bill allows payments to be made within a reasonable period of time, as specified in the contract.

**State Expenditures**

This bill is anticipated to have a minimal effect on state expenditures. By changing the requirement for the timing of payments, it could alter the fiscal year in which payments are made. However, this analysis assumes that the amount of payments will not change.

**Departments Contacted**

Health Care Policy and Financing