



Fiscal Note

Legislative Council Staff

Nonpartisan Services for Colorado’s Legislature

SB 26-093: WORKERS' COMP INSURANCE COVERAGE VERIFICATION

Prime Sponsors:

Sen. Sullivan
Rep. Mauro ; Lindsay

Fiscal Analyst:

Clare Pramuk, 303-866-4796
clare.pramuk@coleg.gov

Bill Outcome: Signed into Law

Drafting Number: LLS 26-0738

Version: Final Fiscal Note

Date: July 9, 2026

Fiscal note status: The fiscal note reflects the enacted bill.

Summary Information

Overview. The bill requires applicants to file declarations regarding workers’ compensation coverage with permitting agencies before commencing work on a project.

Types of impacts. The bill is projected to affect the following areas on an ongoing basis:

- Minimal State Workload
- Local Government

Appropriations. No appropriation is required.

**Table 1
State Fiscal Impacts**

Type of Impact	Budget Year FY 2026-27	Out Year FY 2027-28
State Revenue	\$0	\$0
State Expenditures	\$0	\$0
Transferred Funds	\$0	\$0
Change in TABOR Refunds	\$0	\$0
Change in State FTE	0.0 FTE	0.0 FTE

Summary of Legislation

Prior to commencing any work under a building or construction permit, the bill requires an applicant to file a signed declaration under penalty of perjury, with the permitting agency, that ensures that everyone working under the permit maintains workers' compensation coverage. The requirement applies to projects with a total construction cost of over \$1 million and excludes those issued by the Division of Professions and Occupations in the Department of Regulatory Agencies. The Division of Workers' Compensation in the Colorado Department of Labor and Employment is required to make the declaration form available on its website. A person may file a complaint with the division for noncompliance.

State Expenditures

The bill minimally increases workload in the Department of Labor and Employment and the Department of Personnel and Administration, as described below.

Department of Labor and Employment

The Division of Workers' Compensation currently maintains the declaration form on its website and may see a minimal increase in complaints. Because Workers' Compensation coverage is required under current law, the bill may increase compliance proactively. No change in appropriations is required.

Department of Personnel and Administration

The Department of Personnel and Administration will have a minimal workload increase to keep workers' compensation documentation on file for construction projects over \$1 million. No change in appropriations is required.

Local Government

This bill will increase workload for local governments to collect declaration forms, but this is not expected to be significant and will vary depending on construction activity.

Effective Date

The bill was signed into law by the Governor and took effect May 29, 2026. It applies to conduct occurring on or after this date, including determinations of permit applications pending on the effective date.

State and Local Government Contacts

Counties

Municipalities

Labor and Employment

Personnel and Administration

Law

Regulatory Agencies

The revenue and expenditure impacts in this fiscal note represent changes from current law under the bill for each fiscal year. For additional information about fiscal notes, please visit the [General Assembly website](#).