## First Regular Session Seventy-second General Assembly STATE OF COLORADO

# ENGROSSED

This Version Includes All Amendments Adopted on Second Reading in the House of Introduction HOUSE BILL 19-1223

LLS NO. 19-0331.01 Shelby Ross x4510

**HOUSE SPONSORSHIP** 

Michaelson Jenet and Larson, Landgraf

Winter,

#### SENATE SPONSORSHIP

House Committees State, Veterans, & Military Affairs Appropriations **Senate Committees** 

## A BILL FOR AN ACT

101	CONCERNING APPLICATION ASSISTANCE FOR PERSONS SEEKING
102	FEDERAL DISABILITY BENEFITS, AND, IN CONNECTION
103	THEREWITH, MAKING AN APPROPRIATION.

#### **Bill Summary**

(Note: This summary applies to this bill as introduced and does not reflect any amendments that may be subsequently adopted. If this bill passes third reading in the house of introduction, a bill summary that applies to the reengrossed version of this bill will be available at <u>http://leg.colorado.gov</u>.)

The bill creates a program to help persons with disabilities participating in the state aid to the needy disabled program navigate the application process for federal disability benefits, including supplemental security income and social security disability insurance. The program is provided by participating county or district departments of human or

HOUSE Amended 2nd Reading April 19, 2019 social services (county departments) and is administered by the state department of human services (state department).

Funding for the program is distributed to participating county departments pursuant to an allocation formula determined by state department rules after the state department receives input from counties, county representatives, and other relevant stakeholders.

The bill includes the services that may be provided by county departments participating in the program. The services may include assistance with compiling and drafting supporting documentation for the application for federal disability benefits and in completing and submitting the application.

The state department shall evaluate the program pursuant to the time frame set forth in the bill to determine if the program is meeting the program goals described in the bill.

The bill creates the disability benefits application assistance fund (fund) and requires the state treasurer and controller to annually transfer to the fund money appropriated for the aid to the needy disabled program that remains unencumbered and unexpended at the end of the fiscal year.

2 SECTION 1. In Colorado Revised Statutes, add 26-2-119.7 as

3 follows:

4

26-2-119.7. Federal disability benefits - application assistance

5 - fund - rules - report - legislative declaration. (1) (a) THE GENERAL

6 ASSEMBLY FINDS THAT:

7 (I) FEDERAL DISABILITY BENEFITS, INCLUDING SUPPLEMENTAL 8 SECURITY INCOME AND SOCIAL SECURITY DISABILITY INSURANCE, HELP 9 COLORADANS WITH THE MOST SIGNIFICANT DISABILITIES ACHIEVE 10 STABILITY BY PROVIDING INCOME FOR NECESSITIES, INCLUDING HOUSING; 11 (II) THE STATE AID TO THE NEEDY DISABLED PROGRAM PROVIDES 12 TWO HUNDRED SEVENTEEN DOLLARS PER MONTH TO INDIVIDUALS WHO 13 CANNOT WORK DUE TO A SEVERE DISABILITY WHILE THE INDIVIDUALS ARE 14 APPLYING FOR FEDERAL DISABILITY BENEFITS. WITH ONLY TWO HUNDRED 15 SEVENTEEN DOLLARS PER MONTH IN INCOME, AID TO THE NEEDY DISABLED

<sup>1</sup> Be it enacted by the General Assembly of the State of Colorado:

PROGRAM PARTICIPANTS STRUGGLE TO MEET THEIR MOST BASIC NEEDS. AS
 A CONSEQUENCE, THESE PARTICIPANTS ARE OFTEN HOMELESS, IN CRISIS,
 AND UNABLE TO ENGAGE IN SICKNESS PREVENTION OR HEALTH
 MAINTENANCE ACTIVITIES, RESULTING IN HIGH-COST EMERGENCY ROOM
 VISITS OR OTHER HIGH-COST MEDICAL TREATMENT.

6 (III) COMPLETING THE APPLICATION PROCESS FOR FEDERAL 7 DISABILITY BENEFITS IS ONEROUS. THE APPLICATION IS COMPLEX AND 8 REQUIRES APPLICANTS TO COMPILE PAST MEDICAL RECORDS FROM 9 MEDICAL PROVIDERS. APPLICANTS MUST ALSO NAVIGATE THE PROCESS 10 WHILE CONTENDING WITH DEBILITATING MENTAL AND PHYSICAL HEALTH 11 CONDITIONS, AND, FOR AID TO THE NEEDY DISABLED PROGRAM 12 PARTICIPANTS, THE ADDITIONAL BARRIER OF EXTREME POVERTY.

13 (IV) DESPITE THE EXTREME NEED FOR FEDERAL DISABILITY
14 BENEFITS, APPLICANTS WHO ARE ULTIMATELY DETERMINED TO BE
15 ELIGIBLE FOR FEDERAL DISABILITY BENEFITS ARE OFTEN DENIED MULTIPLE
16 TIMES;

(V) DELAYED ACCESS TO FEDERAL DISABILITY BENEFITS OFTEN
CREATES OR PROLONGS HOMELESSNESS OR PUTS INDIVIDUALS AT RISK OF
HOMELESSNESS. FIFTY-SEVEN PERCENT OF COLORADO'S CHRONICALLY
HOMELESS POPULATION ARE PERSONS WITH DISABILITIES.

(VI) DELAYED ACCESS TO FEDERAL DISABILITY BENEFITS PUTS
COLORADANS WITH DISABILITIES AT INCREASED RISK OF HEALTH CRISIS.
NATIONALLY, IN FEDERAL FISCAL YEAR 2016, OVER TEN THOUSAND
PEOPLE DIED WAITING TO BE APPROVED FOR FEDERAL DISABILITY
BENEFITS.

26 (VII) ASSISTANCE IN APPLYING FOR FEDERAL DISABILITY BENEFITS
 27 SIGNIFICANTLY IMPROVES THE RATE OF APPROVAL OF INITIAL

-3-

1223

APPLICATIONS AND THEREFORE REDUCES THE TIME IT TAKES FOR
 INDIVIDUALS TO ACCESS FEDERAL DISABILITY BENEFITS; AND

3 (VIII) TIMELY ACCESS TO FEDERAL DISABILITY BENEFITS
4 IMPROVES THE STABILITY, HEALTH, AND WELL-BEING OF PERSONS LIVING
5 WITH DISABILITIES; REDUCES STATE SPENDING ON HOMELESS SERVICES,
6 PREVENTABLE EMERGENCY HEALTH CARE, AND OTHER PUBLIC PROGRAMS;
7 AND BOOSTS THE STATE AND LOCAL ECONOMIES BY PROVIDING FEDERALLY
8 FUNDED SUPPORT THAT RECIPIENTS SPEND IN COLORADO CITIES AND
9 COUNTIES TO MEET THEIR BASIC NEEDS.

10 (b) THEREFORE, THE GENERAL ASSEMBLY DECLARES THAT IT IS
11 NECESSARY TO HELP PERSONS APPLYING FOR OR RECEIVING AID TO THE
12 NEEDY DISABLED BENEFITS IN NAVIGATING THE APPLICATION PROCESS FOR
13 FEDERAL DISABILITY BENEFITS.

14 (2) (a) THE STATE DEPARTMENT SHALL ADMINISTER A PROGRAM 15 THAT MAY BE IMPLEMENTED BY COUNTY DEPARTMENTS THAT HELPS 16 INDIVIDUALS WITH DISABILITIES NAVIGATE THE APPLICATION PROCESS FOR 17 FEDERAL DISABILITY BENEFITS. THE PROGRAM MUST ASSIST INDIVIDUALS 18 WHO ARE APPLYING FOR OR RECEIVING AID TO THE NEEDY DISABLED 19 BENEFITS PURSUANT TO SECTION 26-2-119. A COUNTY DEPARTMENT MAY 20 CHOOSE WHETHER TO PARTICIPATE IN THE PROGRAM CREATED IN THIS 21 SECTION.

(b) THE STATE DEPARTMENT SHALL ALLOCATE MONEY
APPROPRIATED PURSUANT TO THIS SECTION FROM THE DISABILITY
BENEFITS APPLICATION ASSISTANCE FUND, CREATED IN SUBSECTION (6) OF
THIS SECTION, TO PARTICIPATING COUNTY DEPARTMENTS PURSUANT TO
STATE DEPARTMENT RULES PROMULGATED PURSUANT TO SUBSECTION (3)
(a) OF THIS SECTION.

-4-

(c) THE ASSISTANCE PROVIDED PURSUANT TO THE PROGRAM MAY
 INCLUDE:

3 (I) REFERRALS TO APPROPRIATE MEDICAL PROVIDERS AND OTHER
4 PROFESSIONALS WHOSE ASSESSMENTS ARE REQUIRED AS PART OF AN
5 APPLICATION FOR FEDERAL DISABILITY BENEFITS;

6 (II) OUTREACH TO APPLICANTS TO PROVIDE REMINDERS AND
7 TRACK PROGRESS ON APPLICATION REQUIREMENTS;

8 (III) ASSISTANCE WITH COMPILING AND DRAFTING SUPPORTING
9 DOCUMENTATION FOR AN APPLICATION FOR FEDERAL DISABILITY
10 BENEFITS;

(IV) ASSISTANCE WITH COMPLETING AND SUBMITTING AN
 APPLICATION FOR FEDERAL DISABILITY BENEFITS; AND

13 (V) ASSISTANCE APPEALING DENIALS OF FEDERAL DISABILITY
14 BENEFITS.

15 (3) (a) AFTER RECEIVING INPUT FROM COUNTIES, A STATEWIDE 16 ASSOCIATION OF COUNTY COMMISSIONERS, AND OTHER RELEVANT 17 STAKEHOLDERS, THE STATE DEPARTMENT SHALL PROMULGATE RULES 18 ESTABLISHING AN ALLOCATION FORMULA FOR MONEY APPROPRIATED TO 19 THE STATE DEPARTMENT FOR PURPOSES OF THIS SECTION. IN ESTABLISHING 20 THE ALLOCATION FORMULA, THE STATE DEPARTMENT SHALL CONSIDER 21 THE NUMBER OF AID TO THE NEEDY DISABLED PROGRAM PARTICIPANTS IN 22 EACH PARTICIPATING COUNTY AND THE NEED TO ENSURE THAT MONEY 23 APPROPRIATED FOR THE PROGRAM IS AVAILABLE IN EVERY REGION OF THE 24 STATE IN WHICH THERE ARE PARTICIPATING COUNTIES.

(b) (I) FOR THE 2019-20 FISCAL YEAR, NOTWITHSTANDING THE
PROVISIONS OF SUBSECTION (3)(a) OF THIS SECTION, THE STATE
DEPARTMENT SHALL ALLOCATE MONEY APPROPRIATED PURSUANT TO

-5-

1223

SUBSECTION (7)(a) OF THIS SECTION TO PARTICIPATING COUNTY
 DEPARTMENTS WITH THE HIGHEST NEED FOR ASSISTANCE BASED ON THE
 NUMBER OF AID TO THE NEEDY DISABLED PROGRAM PARTICIPANTS AND
 HOMELESS PERSONS IN THE COUNTY, AS DETERMINED BY THE STATE
 DEPARTMENT.

6

### (II) This subsection (3)(b) is repealed, effective July 1, 2020.

7 (4) PURSUANT TO SUBSECTION (2) OF THIS SECTION, A COUNTY 8 DEPARTMENT ALLOCATED MONEY PURSUANT TO THIS SECTION SHALL USE 9 THE MONEY TO PROVIDE SERVICES TO AID TO THE NEEDY DISABLED 10 PROGRAM PARTICIPANTS IN THE COUNTY OR REGION. IN IMPLEMENTING 11 THE PROGRAM, A COUNTY DEPARTMENT IS PERMITTED TO COLLABORATE 12 WITH OTHER COUNTIES OR TO CONTRACT WITH NONPROFIT 13 ORGANIZATIONS. PERSONS PROVIDING ASSISTANCE TO INDIVIDUALS WITH 14 DISABILITIES PURSUANT TO THIS SECTION SHALL HAVE DEMONSTRATED 15 EXPERTISE OR RECEIVE ADEQUATE TRAINING IN THE FEDERAL DISABILITY 16 BENEFITS APPLICATION PROCESS.

17 (5) (a) THE STATE DEPARTMENT SHALL EVALUATE THE PROGRAM
18 ONE YEAR AFTER ITS IMPLEMENTATION, AND EVERY FIVE YEARS
19 THEREAFTER, TO DETERMINE IF THE PROGRAM IS MEETING THE GOALS OF
20 THE PROGRAM, INCLUDING BUT NOT LIMITED TO:

21 (I) ASSISTING FEDERAL DISABILITY BENEFIT APPLICANTS IN
 22 SUBMITTING TIMELY AND COMPLETE APPLICATIONS;

23 (II) INCREASING THE PERCENTAGE OF ELIGIBLE APPLICANTS
24 AWARDED FEDERAL DISABILITY BENEFITS;

25 (III) REDUCING THE AVERAGE TIME TO QUALIFY FOR FEDERAL
26 DISABILITY BENEFITS; AND

27 (IV) REDUCING THE LENGTH OF TIME THAT INDIVIDUALS WITH

-6-

1223

1 DISABILITIES PARTICIPATE IN THE AID TO THE NEEDY DISABLED PROGRAM.

2 (b)THE STATE DEPARTMENT SHALL SUBMIT THE PROGRAM 3 EVALUATION REQUIRED PURSUANT TO SUBSECTION (5)(a) OF THIS SECTION 4 TO THE JOINT BUDGET COMMITTEE OF THE GENERAL ASSEMBLY, THE 5 PUBLIC HEALTH CARE AND HUMAN SERVICES COMMITTEE OF THE HOUSE OF 6 REPRESENTATIVES, AND THE HEALTH AND HUMAN SERVICES COMMITTEE 7 OF THE SENATE, OR ANY SUCCESSOR COMMITTEES. NOTWITHSTANDING 8 THE PROVISIONS OF SECTION 24-1-136 (11)(a)(I), REPORTING ON THE 9 PROGRAM EVALUATION PURSUANT TO THIS SECTION SHALL CONTINUE SO 10 LONG AS THE PROGRAM IS BEING EVALUATED.

(6) (a) THE DISABILITY BENEFITS APPLICATION ASSISTANCE FUND,
REFERRED TO IN THIS SUBSECTION (6) AS THE "FUND", IS CREATED IN THE
STATE TREASURY. THE FUND CONSISTS OF MONEY DEPOSITED IN THE FUND
IN ACCORDANCE WITH SUBSECTION (6)(b) OF THIS SECTION.

15 (b) ANY MONEY APPROPRIATED FROM THE GENERAL FUND TO THE 16 STATE DEPARTMENT FOR THE 2020-21 FISCAL YEAR, AND FOR EACH FISCAL 17 YEAR THEREAFTER, FOR GRANTS FOR THE AID TO THE NEEDY DISABLED 18 PROGRAMS THAT IS UNEXPENDED AND UNENCUMBERED AS OF THE CLOSE 19 OF THE APPLICABLE FISCAL YEAR DOES NOT REVERT TO THE GENERAL 20 FUND AND SHALL BE TRANSFERRED BY THE STATE TREASURER AND 21 CONTROLLER TO THE FUND CREATED IN SUBSECTION (6)(a) OF THIS 22 SECTION.

(c) THE STATE TREASURER SHALL CREDIT ALL INTEREST AND
income derived from the deposit and investment of money in the
fund to the fund.

26 (d) SUBJECT TO ANNUAL APPROPRIATION BY THE GENERAL
27 ASSEMBLY, THE STATE DEPARTMENT SHALL EXPEND MONEY FROM THE

-7-

1 FUND FOR THE PURPOSES DESCRIBED IN THIS SECTION.

2 (7) (a) FOR THE 2019-20 FISCAL YEAR, THE GENERAL ASSEMBLY 3 SHALL APPROPRIATE ONE MILLION FOUR HUNDRED FIFTY THOUSAND 4 DOLLARS FROM THE MARIJUANA TAX CASH FUND, CREATED IN SECTION 5 39-28.8-501, TO THE STATE DEPARTMENT FOR THE PURPOSES DESCRIBED 6 IN SUBSECTION (3)(b) OF THIS SECTION AND FOR THE DIRECT AND INDIRECT 7 COSTS ASSOCIATED WITH ADMINISTERING AND EVALUATING THE 8 PROGRAM. 9 (b) FOR ANY FISCAL YEAR IN WHICH THE MONEY IN THE FUND IS 10 INSUFFICIENT, THE GENERAL ASSEMBLY SHALL APPROPRIATE MONEY FROM 11 THE GENERAL FUND TO THE STATE DEPARTMENT FOR THE PURPOSES 12 DESCRIBED IN THIS SECTION. 13 SECTION 2. In Colorado Revised Statutes, 39-28.8-501, add (2)(b)(IV)(P) as follows: 14 15 39-28.8-501. Marijuana tax cash fund - creation - distribution 16 - legislative declaration. (2) (b) (IV) Subject to the limitation in subsection (5) of this section, the general assembly may annually 17 18 appropriate any money in the fund for any fiscal year following the fiscal 19 year in which it was received by the state for the following purposes: 20 (P) FOR THE DISABILITY BENEFITS APPLICATION ASSISTANCE 21 PROGRAM CREATED IN SECTION 26-2-119.7. THIS SUBSECTION 22 (2)(b)(IV)(P) IS REPEALED, EFFECTIVE JULY 1, 2020. 23 SECTION 3. Appropriation. For the 2019-20 state fiscal year, 24 \$1,450,000 is appropriated to the department of human services. This 25 appropriation is from the marijuana tax cash fund created in section 26 39-28.8-501, C.R.S. To implement this act, the department may use this 27 appropriation as follows:

1	(a) \$157,990 for administration related to adult assistance
2	programs, which amount is based on an assumption that the
3	department will require an additional 0.8 FTE; and
4	(b) \$1,292,010 for disability benefit application assistance program
5	funding distributed to counties.
6	SECTION 4. Act subject to petition - effective date. This act
7	takes effect at 12:01 a.m. on the day following the expiration of the
8	ninety-day period after final adjournment of the general assembly (August
9	2, 2019, if adjournment sine die is on May 3, 2019); except that, if a
10	referendum petition is filed pursuant to section 1 (3) of article V of the
11	state constitution against this act or an item, section, or part of this act
12	within such period, then the act, item, section, or part will not take effect
13	unless approved by the people at the general election to be held in
14	November 2020 and, in such case, will take effect on the date of the
15	official declaration of the vote thereon by the governor.