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

# REVISED

This Version Includes All Amendments Adopted on Second Reading in the Second House

LLS NO. 20-1200.02 Jacob Baus x2173

**HOUSE BILL 20-1361** 

#### **HOUSE SPONSORSHIP**

Esgar and McCluskie,

# SENATE SPONSORSHIP

Moreno and Zenzinger, Rankin

#### **House Committees**

Appropriations

#### **Senate Committees**

Appropriations

### A BILL FOR AN ACT

101 CONCERNING THE REDUCTION OF THE ADULT DENTAL BENEFIT, AND, IN
102 CONNECTION THEREWITH, REDUCING 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 <a href="http://leg.colorado.gov/">http://leg.colorado.gov/</a>.)

**Joint Budget Committee.** Beginning when the higher federal match afforded through the federal "Families First Coronavirus Response Act" expires, the bill reduces the adult dental benefit so that it does not exceed \$1,000 per year for a participant.

From the savings from the reduction of the adult dental benefit in the medical assistance program, the bill transfers \$1,139,402 from the SENATE 2nd Reading Unamended June 5, 2020

> HOUSE rd Reading Unamended June 3, 2020

HOUSE 2nd Reading Unamended June 1, 2020 unclaimed property trust fund to the general fund in the 2020-21 fiscal year and \$2,278,804 in the 2021-22 fiscal year. Furthermore, the bill requires \$331,462 to be appropriated from the healthcare affordability and sustainability fee cash fund to offset general fund expenditures for the state medical assistance program.

1 Be it enacted by the General Assembly of the State of Colorado: 2 **SECTION 1.** In Colorado Revised Statutes, 25.5-5-207, add (2.5) 3 as follows: 4 25.5-5-207. Adult dental benefit - adult dental fund - creation 5 - legislative declaration - repeal. (2.5) (a) BEGINNING WHEN THE 6 HIGHER FEDERAL MATCH AFFORDED THROUGH THE FEDERAL "FAMILIES 7 FIRST CORONAVIRUS RESPONSE ACT", PUB.L. 116-127, OR ANY 8 AMENDMENT THERETO, EXPIRES THROUGH JUNE 30, 2022, THE ADULT 9 DENTAL BENEFIT PROVIDED BY THIS SECTION MUST NOT EXCEED ONE 10 THOUSAND DOLLARS PER YEAR FOR EACH RECIPIENT. 11 (b) This subsection (2.5) is repealed, effective December 31, 12 2022. 13 **SECTION 2.** In Colorado Revised Statutes, 25.5-4-402.4, amend 14 (5)(b)(VIII) and (6)(a)(I); and **add** (4)(a)(II.5), (5)(b)(VIII.5), and 15 (6)(b)(I.5) as follows: 16 Hospitals - healthcare affordability and 25.5-4-402.4. 17 sustainability fee - legislative declaration - Colorado healthcare 18 affordability and sustainability enterprise - federal waiver - fund 19 created - rules - reports - repeal. (4) Healthcare affordability and 20 sustainability fee. (a) For the fiscal year commencing July 1, 2017, and 21 for each fiscal year thereafter, the enterprise is authorized to charge and 22 collect a healthcare affordability and sustainability fee, as described in 42 23 CFR 433.68 (b), on outpatient and inpatient services provided by all

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1	licensed or certified hospitals, referred to in this section as "hospitals", for
2	the purpose of obtaining federal financial participation under the state
3	medical assistance program as described in this article 4 and articles 5 and
4	6 of this title 25.5, referred to in this section as the "state medical
5	assistance program", and the Colorado indigent care program described
6	in part 1 of article 3 of this title 25.5, referred to in this section as the
7	"Colorado indigent care program". The enterprise shall use the healthcare
8	affordability and sustainability fee revenue to:
9	(II.5) (A) FOR THE 2020-21 STATE FISCAL YEAR ONLY, OFFSET
10	GENERAL FUND EXPENDITURES FOR THE STATE MEDICAL ASSISTANCE
11	PROGRAM.
12	(B) This subsection (4)(a)(II.5) is repealed, effective
13	DECEMBER 31, 2021.
14	(5) Healthcare affordability and sustainability fee cash fund.
15	(b) All money in the fund is subject to federal matching as authorized
16	under federal law and, subject to annual appropriation by the general
17	assembly, shall be expended by the enterprise for the following purposes:
18	(VIII) Subject to any necessary federal waivers being obtained, to
19	provide funding for a health care delivery system reform incentive
20	payments program as described in subsection (8) of this section; and
21	(VIII.5) (A) For the 2020-21 state fiscal year only, due to
22	REDUCTIONS IN THE ADULT DENTAL BENEFIT PURSUANT TO SECTION
23	25.5-5-207 (2.5), THREE HUNDRED THIRTY-ONE THOUSAND FOUR
24	HUNDRED SIXTY-TWO DOLLARS TO OFFSET GENERAL FUND EXPENDITURES
25	FOR THE STATE MEDICAL ASSISTANCE PROGRAM.
26	(B) This subsection (5)(b)(VIII.5) is repealed, effective
27	DECEMBER 31, 2021.

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(6) <b>Appropriations.</b> (a) (I) EXCEPT AS OTHERWISE PROVIDED IN			
SUBSECTION $(6)(b)(I.5)$ OF THIS SECTION, the healthcare affordability and			
sustainability fee is to supplement, not supplant, general fund			
appropriations to support hospital reimbursements. General fund			
appropriations for hospital reimbursements shall be maintained at the			
level of appropriations in the medical services premium line item made			
for the fiscal year commencing July 1, 2008; except that general fund			
appropriations for hospital reimbursements may be reduced if an index of			
appropriations to other providers shows that general fund appropriations			
are reduced for other providers. If the index shows that general fund			
appropriations are reduced for other providers, the general fund			
appropriations for hospital reimbursements shall not be reduced by a			
greater percentage than the reductions of appropriations for the other			
providers as shown by the index.			

- (b) If the revenue from the healthcare affordability and sustainability fee is insufficient to fully fund all of the purposes described in subsection (5)(b) of this section:
- (I.5) (A) FOR THE 2020-21 STATE FISCAL YEAR ONLY, DUE TO REDUCTIONS IN THE ADULT DENTAL BENEFIT PURSUANT TO SECTION 25.5-5-207 (2.5), THREE HUNDRED THIRTY-ONE THOUSAND FOUR HUNDRED SIXTY-TWO DOLLARS OF REVENUE SHALL BE USED FIRST TO OFFSET GENERAL FUND EXPENDITURES FOR THE STATE MEDICAL ASSISTANCE PROGRAM.
- 24 (B) This subsection (6)(b)(I.5) is repealed, effective 25 December 31, 2021.
- SECTION 3. In Colorado Revised Statutes, 38-13-801, as it will become effective July 1, 2020, add (2.5) as follows:

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1	38-13-801. Unclaimed property trust fund - creation -
2	payments - interest - appropriations - records - rules - repeal.
3	(2.5) (a) Notwithstanding any provision of this section to the
4	CONTRARY, ON JULY 1, 2020, THE STATE TREASURER SHALL TRANSFER
5	ONE MILLION ONE HUNDRED THIRTY-NINE THOUSAND FOUR HUNDRED TWO
6	DOLLARS FROM THE UNCLAIMED PROPERTY TRUST FUND TO THE GENERAL
7	FUND.
8	(b) NOTWITHSTANDING ANY PROVISION OF THIS SECTION TO THE
9	CONTRARY, ON JULY 1, 2021, THE STATE TREASURER SHALL TRANSFER
10	TWO MILLION TWO HUNDRED SEVENTY-EIGHT THOUSAND EIGHT HUNDRED
11	FOUR DOLLARS FROM THE UNCLAIMED PROPERTY TRUST FUND TO THE
12	GENERAL FUND.
13	SECTION 4. Appropriation - adjustments to 2020 long bill.
14	(1) To implement this act, appropriations made in the annual general
15	appropriation act for the 2020-21 state fiscal year to the department of
16	health care policy and financing for medical services premiums are
17	adjusted as follows:
18	(a) The general fund appropriation, which is subject to the "(M)"
19	notation as defined in the annual general appropriation act for the same
20	fiscal year, is decreased by \$331,462; and
21	(b) The cash funds appropriation from the adult dental fund
22	created in section 25.5-5-207 (4)(a), C.R.S., is decreased by \$1,139,402.
23	(2) The decrease in subsection (1) of this section is based on the
24	assumption that the anticipated amount of federal funds received for the
25	2020-21 state fiscal year by the department of health care policy and
26	financing for medical services premiums will decrease by \$4,094,136.
27	<b>SECTION 5. Safety clause.</b> The general assembly hereby finds.

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- determines, and declares that this act is necessary for the immediate
- 2 preservation of the public peace, health, or safety.

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