Second Regular Session Sixty-seventh General Assembly STATE OF COLORADO

REVISED

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

LLS NO. 10-0939.01 Jerry Barry

SENATE BILL 10-169

SENATE SPONSORSHIP

Boyd,

HOUSE SPONSORSHIP

Riesberg,

Senate CommitteesHealth and Human Services
Appropriations

House Committees

Health and Human Services Appropriations

A BILL FOR AN ACT CONCERNING AUTHORITY FOR MONEYS IN THE HOSPITAL PROVIDER FEE CASH FUND GENERATED BY AN ENHANCED FEDERAL MATCH THROUGH THE 2010-11 FISCAL YEAR TO BE USED TO OFFSET GENERAL FUND EXPENDITURES IN THE MEDICAID PROGRAM, AND MAKING AN APPROPRIATION THEREFOR.

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 http://www.leg.state.co.us/billsummaries.)

For the 2009-10 and 2010-11 state fiscal years, the bill authorizes

HOUSE 2nd Reading Unam ended April28, 2010

SENATE 3rd Reading Unam ended April 9, 2010

SENATE Am ended 2nd Reading April8,2010 the amount of increased federal financial participation, pursuant to the federal "American Recovery and Reinvestment Act of 2009" or other federal act, generated from appropriations out of the hospital provider fee cash fund to be used to offset other general fund appropriations for medicaid services. The bill recognizes that moneys in the health care expansion fund have been used to offset general fund expenditures for medicaid services. The bill specifies that the first \$41.4 million of increased federal financial participation shall be transferred to the health care expansion fund and that any amount in excess of \$41.4 million be appropriated for medicaid services.

Be it enacted by the General Assembly of the State of Colorado: 1 2 **SECTION 1.** 25.5-4-402.3 (4) (b), Colorado Revised Statutes, is 3 amended BY THE ADDITION OF A NEW SUBPARAGRAPH to read: 4 25.5-4-402.3. Providers - hospital - provider fees - legislative 5 declaration - federal waiver - fund created - rules - advisory board -6 repeal. (4) Hospital provider fee cash fund. (b) All moneys in the 7 fund shall be subject to federal matching as authorized under federal law 8 and subject to annual appropriation by the general assembly for the 9 following purposes: 10 (VIII) (A) FOR STATE MEDICAID EXPENDITURES FOR STATE FISCAL 11 YEARS 2009-10 AND 2010-11 ONLY AND REGARDLESS OF WHEN THESE 12 FEDERAL MONEYS ARE MADE AVAILABLE, TO OFFSET GENERAL FUND 13 EXPENDITURES IN THE MEDICAID PROGRAM IN AN EQUIVALENT AMOUNT 14 THAT WOULD HAVE BEEN IN EXCESS OF THE FIFTY PERCENT FEDERAL 15 FINANCIAL PARTICIPATION GENERATED BY INCREASED REIMBURSEMENTS 16 AND PAYMENTS APPROPRIATED FOR USE IN SUBPARAGRAPHS (I) TO (III) OF 17 THIS PARAGRAPH (b), PURSUANT TO THE FEDERAL "AMERICAN RECOVERY 18 AND REINVESTMENT ACT OF 2009", PUB.L. 111-5, OR ANY AMENDMENT 19 THERETO OR OTHER FEDERAL LAW THAT INCREASES FEDERAL FINANCIAL 20 PARTICIPATION ABOVE THE FEDERAL FINANCIAL PARTICIPATION

-2-

| 1 | PERCENTAGE IN EFFECT PRIOR TO THE INCREASE IN FEDERAL FINANCIAL |
|----|--|
| 2 | PARTICIPATION PROVIDED THROUGH THE FEDERAL "AMERICAN RECOVERY |
| 3 | AND REINVESTMENT ACT OF 2009". SUCH AMOUNT SHALL BE |
| 4 | TRANSFERRED TO THE HEALTH CARE EXPANSION FUND CREATED |
| 5 | PURSUANT TO SECTION 24-22-117 (2) (a) (I), C.R.S., OR APPROPRIATED |
| 6 | FOR THE MEDICAID PROGRAM. |
| 7 | (B) Pursuant to House Bill 10-1320, enacted in 2010, the |
| 8 | GENERAL ASSEMBLY AUTHORIZED MONEYS TO BE TRANSFERRED FROM THE |
| 9 | HEALTH CARE EXPANSION FUND CREATED PURSUANT TO SECTION |
| 10 | 24-22-117 (2) (a) (I), C.R.S., TO THE GENERAL FUND TO PAY FOR STATE |
| 11 | MEDICAID EXPENSES. FOR STATE MEDICAID EXPENDITURES FOR STATE |
| 12 | FISCAL YEARS 2009-10 AND 2010-11 ONLY AND REGARDLESS OF WHEN |
| 13 | THESE FEDERAL MONEYS ARE MADE AVAILABLE, THE FIRST FORTY-ONE |
| 14 | MILLION FOUR HUNDRED THOUSAND DOLLARS GENERATED PURSUANT TO |
| 15 | SUB-SUBPARAGRAPH (A) OF THIS SUBPARAGRAPH (VIII) SHALL BE |
| 16 | TRANSFERRED TO THE HEALTH CARE EXPANSION FUND. MONEYS |
| 17 | GENERATED PURSUANT TO SUB-SUBPARAGRAPH (A) OF THIS |
| 18 | SUBPARAGRAPH (VIII) IN EXCESS OF THE FORTY-ONE MILLION FOUR |
| 19 | HUNDRED THOUSAND DOLLARS TRANSFERRED TO THE HEALTH CARE |
| 20 | EXPANSION FUND SHALL BE APPROPRIATED FOR MEDICAID PROGRAMS TO |
| 21 | OFFSET GENERAL FUND APPROPRIATIONS. |
| 22 | (C) This subparagraph (VIII) is repealed, effective |
| 23 | DECEMBER 31, 2011. |
| 24 | SECTION 2. Part V (2) and the affected totals of section 2 of |
| 25 | chapter 464, Session Laws of Colorado 2009, as Part V and the affected |
| 26 | totals are amended by section 1 of House Bill 10-1300, as Part V (2) and |
| 27 | the affected totals are amended by section 3 of House Bill 10-1320, as |

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- Part V (2) and the affected totals are amended by section 4 of House Bill
- 2 10-1321, as Part V (2) and the affected totals are amended by section 3
- 3 of House Bill 10-1322, as affected totals are amended by section 8 of
- 4 House Bill 10-1323, as Part V (2) and the affected totals are amended by
- 5 <u>section 3 of House Bill 10-1324, are amended to read:</u>
- 6 <u>Section 2. Appropriation.</u>

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APPROPRIATION FROM

ITEM & **TOTAL GENERAL GENERAL** CASH **FEDERAL** REAPPROPRIATED **FUND FUND SUBTOTAL FUNDS FUNDS FUNDS EXEMPT** \$ \$ \$ \$ \$ \$ \$

PART V

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1 2 **DEPARTMENT OF HEALTH CARE POLICY AND FINANCING** 3 4 (2) MEDICAL SERVICES PREMIUMS⁸ Services for 38,444 5 Supplemental Security 6 Income Adults 65 and Older 7 (SSI 65+) at an average cost 8 9 of \$21,429.19 823,823,898 10 Services for 6,991 Supplemental Security 11 12 Income Adults 60 to 64 13 Years of Age (SSI 60 - 64) 14 at an average cost of

120,585,185

\$17,248.63

15

169

| | | | | APPROPRIATION FROM | | | | |
|---|--------------------------|--------------------|-------|--------------------|---------------------------|---------------|-------------------------|------------------|
| | | ITEM & SUBTOTAL | TOTAL | GENERAL FUND | GENERAL FUND EXEMPT | CASH FUNDS | REAPPROPRIATED FUNDS | FEDERAL FUNDS |
| | | \$ | \$ | \$ | \$ | \$ | \$ | \$ |
| 1 | Services for 15,940 | | | | | | | |
| 2 | Qualified Medicare | | | | | | | |
| 3 | Beneficiaries (QMBs) and | | | | | | | |

5 <u>Medicare Beneficiaries</u>

Special Low-Income

4

- 6 (SLIMBs) at an average cost
- 7 <u>of \$1,286.63</u> <u>20,508,902</u>
- 8 Services for 53,014
- 9 <u>Supplemental Security</u>
- 10 <u>Income Disabled Individuals</u>
- 11 <u>at an average cost of</u>
- 12 <u>\$14,102.56</u> <u>747,637,887</u>
- 13 <u>Services for 58,991</u>
- 14 <u>Categorically Eligible</u>
- 15 Low-income Adults at an
- 16 <u>average cost of \$3,809.48</u> <u>224,725,149</u>

APPROPRIATION FROM

CASH

FUNDS

REAPPROPRIATED

FUNDS

FEDERAL

FUNDS

| | SOBIOTAL | | • | TOND | EXEMPT | Tends | TONDS | Tends |
|----|----------------------------------|---------------|-------------|------|--------|-------|-------|-------|
| | | \$ | \$ | \$ | \$ | \$ | \$ | \$ |
| | | Ф | Ф | Ф | Ф | Ф | Þ | Ф |
| | | | | | | | | |
| 1 | Services for 7,131 Baby | | | | | | | |
| 2 | Care Program Adults at an | | | | | | | |
| 3 | average cost of \$8,741.51 | 62,335 | <u>,715</u> | | | | | |
| 4 | Services for 416 Breast and | | | | | | | |
| 5 | <u>Cervical Cancer Treatment</u> | | | | | | | |
| 6 | Clients at an average cost of | | | | | | | |
| 7 | \$20,365.00 | <u>8,471</u> | ,839 | | | | | |
| 8 | Services for 16,922 | | | | | | | |
| 9 | Expansion Health Care | | | | | | | |
| 10 | Low-Income Adult Clients | | | | | | | |
| 11 | at an average cost of | | | | | | | |
| 12 | \$2,412.29 | 40,820 | .748 | | | | | |
| 13 | <u>Services for 276,647</u> | | | | | | | |
| 14 | Eligible Children at an | | | | | | | |
| 15 | average cost of \$1,690.00 | 467,532 | <u>,630</u> | | | | | |
| 16 | Services for 18,373 Foster | | | | | | | |
| 17 | Children at an average cost | | | | | | | |
| 18 | of \$3,775.80 | <u>69,372</u> | <u>,850</u> | | | | | |

GENERAL

FUND

GENERAL

FUND

ITEM &

SUBTOTAL

TOTAL

| | | | | APPROPRIATION FROM | | | | | |
|----------|---|-------------------------|---------------------|--|---------------------------|------------------|----------------------------|-----------------------------|-------------------------|
| | | ITEM & SUBTOTAL | TOTAL | GENERAL FUND | GENERAL FUND EXEMPT | | CASH I FUNDS | REAPPROPRIATED FUNDS | FEDERAL FUNDS |
| | | \$ | \$ | \$ | \$ | \$ | \$ | \$ | |
| | | | | | | | | | |
| 1 | Services for 3,616 | | | | | | | | |
| 2 | Non-Citizens at an average | | | | | | | | |
| 3 | cost of \$16,359.97 | 59,157,64 | <u>9</u> | | | | | | |
| 4 5 | | | <u>2,644,972,45</u> | 52 <u>1,120,353,18</u> 1,115,423,79 | | <u>:</u> = | 190,987,505 195,916,893 | 3,874,450 ^b | 1,329,757,315 |
| 6 | ^a Of this amount, \$124,906,50 | 07(H) shall be from the | ne Health Care Ex | | | = | | g \$84,016,715 that shal | l be subject to the (H) |
| 7 | head note as defined in Section | on 2 of Chapter 464 | Session Laws of C | Colorado 2009, \$17,3 | 359,908(H) shall be t | from the Nurs | sing Facility Cas | h Fund created in Section | on 25.5-6-203 (2) (a), |
| 8 | C.R.S., \$22,229,571 represe | nts public funds cert | fied as expenditur | res incurred by publ | ic hospitals and agen | cies that are | eligible for feder | al financial participatio | n under the Medicaid |
| 9 | program, \$7,000,000 shall be | e from the Tobacco l | Education Program | ns Fund created in s | ection 24-22-117 (2) | (c) (I), C.R.S | S., \$7,000,000 sl | hall be from the Prevent | tion, Early Detection, |
| 10 | and Treatment Fund created i | n Section 24-22-117 | (2) (d) (I), C.R.S. | , \$10,390,000 shall t | oe from the Primary (| Care Grant Fu | and created in sec | etion 24-22-117 (2) (b) (| I), \$4,929,388 SHALL |
| 11 | BE FROM THE HOSPITAL PROV | 'IDER FEE CASH FUNI | CREATED IN SECT | TION 25.5-4-402.3 (4 | 4), C.R.S., \$1,144,30 | 08 shall be from | om the Breast an | d Cervical Cancer Prev | ention and Treatment |
| 12 | Fund created in section 25.5- | 5-308 (8) (a), C.R.S. | , \$697,198 (H) sh | all be from the Colo | rado Autism Treatmo | ent Fund crea | nted in Section 25 | 5.5-6-805, C.R.S., \$250. | 000(H) shall be from |
| 13 | the Coordinated Care for Peo | pple with Disabilities | Fund created in S | ection 25.5-6-111 (4 | 4), C.R.S., and \$10,0 | 13 shall be fr | rom the Supplem | nental Tobacco Litigatio | n Settlement Moneys |
| 14 | Account in the Pediatric Spec | | | | | | 24 22 117 (2) |) (1) (B) 5) GB 6 (01) | 200 000 1 111 5 |
| 15 | b Of this amount, \$2,000,000 | shall be transferred t | rom the Departme | nt of Public Health a | and Environment pur | suant to Secti | ion 24-22-117 (2 |) (d) (IV.5), C.R.S., \$1,0 | 000,000 shall be from |
| 16 | the Health Disparities Grant | Program fund created | d in Section 24-22 | 2-117 (2) (f) (I), C.F | R.S., and \$874,450 sl | nall be transfe | erred from the D | epartment of Public Hea | alth and Environment |
| 17 18 | pursuant to Section 24-22-11 | 7 (2) (d) (II) (D), C.I | <u>R.S.</u> | | | | | | |

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TOTALS PART V

| | | | _ | | AP | PROPRIATION FR | ROM | |
|---|--|----------------------|-----------------------|----------------------------|---------------------------|--------------------------|-----------------------------|------------------|
| | | ITEM & SUBTOTAL | TOTAL | GENERAL FUND | GENERAL FUND EXEMPT | CASH FUNDS | REAPPROPRIATED FUNDS | FEDERAL FUNDS |
| | | \$ | \$ | \$ | \$ | | \$ | 3 |
| | | | | | | | | |
| 1 | (HEALTH CARE | | | | | | | |
| 2 | POLICY AND | | | | | | | |
| 3 | FINANCING) | | \$4,070,693,962 | \$1,584,761,132 | \$504,000 ^a | \$455,492,397 | \$28,294,030 | \$2,001,642,403 |
| 4 | <u></u> | | | \$1,579,831,744 | | \$460,421,785 | | |
| 5 | | | | | | | | |
| 6 | ^a This amount shall be Gene | ral Fund Exempt purs | uant to Section 24-22 | 2-117 (1) (c) (I) (B), | C.R.S. This amount is a | also not subject to th | e statutory limitation on C | General Fund |
| | | | | | | | | |

appropriations imposed by Section 24-75-201.1, C.R.S.

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| 1 | SECTION 3. Appropriation - adjustments to the 2010 long bill. |
|----|---|
| 2 | For the implementation of this act, appropriations made in the annual |
| 3 | general appropriation act to the department of health care policy and |
| 4 | financing, for medical services premiums, for the fiscal year beginning |
| 5 | July 1, 2010, shall be adjusted as follows: |
| 6 | (1) The general fund appropriation is decreased by forty-six |
| 7 | million three hundred twenty-nine thousand three hundred eighty-eight |
| 8 | dollars (\$46,329,388). |
| 9 | (2) The cash fund appropriation is increased by forty-six million |
| 10 | three hundred twenty-nine thousand three hundred eighty-eight dollars |
| 11 | (\$46,329,388). Said sum shall be from the hospital provider fee cash |
| 12 | fund created in section 25.5-4-402.3 (4), Colorado Revised Statutes. |
| 13 | SECTION 4. Safety clause. The general assembly hereby finds, |
| 14 | determines, and declares that this act is necessary for the immediate |
| 15 | preservation of the public peace, health, and safety. |
| | |

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