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

## **PREAMENDED**

This Unofficial Version Includes Committee Amendments Not Yet Adopted on Second Reading

LLS NO. 22-0707.01 Chelsea Princell x4335

**SENATE BILL 22-052** 

#### SENATE SPONSORSHIP

**Jaquez Lewis and Smallwood,** Buckner, Donovan, Hansen, Holbert, Kolker, Moreno, Pettersen, Priola, Rankin, Story, Woodward

#### **HOUSE SPONSORSHIP**

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## **Senate Committees**

Health & Human Services

#### **House Committees**

Public & Behavioral Health & Human Services

## A BILL FOR AN ACT

101 CONCERNING ALIGNING MEDICAL ASSISTANCE INCOME ELIGIBILITY
102 REQUIREMENTS WITH FEDERAL LAW.

## **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>.)

The bill aligns the medicaid and children's basic health plan income eligibility requirements for pregnant women and children with federal law.

Current law requires money in the healthcare affordability and sustainability fee cash fund (fund) to be used to expand eligibility for medicaid by increasing the income eligibility level for children and SENATE
3rd Reading Unamended
February 15, 2022

SENATE Amended 2nd Reading February 14, 2022 pregnant women under the children's basic health plan to up to 250% of the federal poverty line. The bill increases the eligibility level to up to 260%. Under current law, if the money in the fund is insufficient to fully fund all the purposes of the fund, the medical services board (state board) may reduce the percentage of the federal poverty level. The bill authorizes the state board to reduce the percentage of the federal poverty level to below 260%, but not below 250%.

The bill increases the medicaid income eligibility level for pregnant women from 133% of the federal poverty level to a federally approved specified percentage of the federal poverty level, adjusted for family size, as set forth in rules promulgated by the state board.

The bill increases the income eligibility level under the children's basic health plan for children and pregnant woman from 250% of the federal poverty level to a federally approved specified percentage of the federal poverty level, adjusted for family size, as set forth in state board rule.

Be it enacted by the General Assembly of the State of Colorado:

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SECTION 1. In Colorado Revised Statutes, 25.5-4-402.4, amend (5)(b)(IV)(B) as follows:

25.5-4-402.4. Hospitals - healthcare affordability and sustainability fee - legislative declaration - Colorado healthcare affordability and sustainability enterprise - federal waiver - fund created - rules - reports - repeal. (5) Healthcare affordability and sustainability fee cash fund. (b) All money in the fund is subject to federal matching as authorized under federal law and, subject to annual appropriation by the general assembly, shall be expended by the enterprise for the following purposes:

- (IV) Subject to available revenue from the healthcare affordability and sustainability fee and federal matching funds, to expand eligibility for public medical assistance by:
- (B) Increasing the eligibility level for children and pregnant women under the children's basic health plan to up to two hundred fifty

-2- 052

1	SIXTY percent of the federal poverty line;
2	SECTION 2. In Colorado Revised Statutes, 25.5-5-101, amend
3	(1) introductory portion and (1)(c) as follows:
4	25.5-5-101. Mandatory provisions - eligible groups - rules.
5	(1) In order to participate in the medicaid program, the federal
6	government requires the state to provide medical assistance to certain
7	eligible groups. Pursuant to federal law and except as provided in
8	subsection (2) of this section, any person who is eligible for medical
9	assistance under the mandated groups specified in this section shall MUST
10	receive both the mandatory services that are specified in sections
11	25.5-5-102 and 25.5-5-103 and the optional services that are specified in
12	sections 25.5-5-202 and 25.5-5-203. Subject to the availability of federal
13	financial participation, the following are the individuals or groups that are
14	mandated under federal law to receive benefits under this article ARTICLE
15	5 and articles 4 and 6 of this title TITLE 25.5:
16	(c) Pregnant women whose family income does not exceed one
17	hundred thirty-three percent of the federal poverty line, adjusted for
18	<u>family size</u> , who meet the requirements pursuant to section 1902
19	(a)(10)(A) of the federal "Social Security Act". Once initial eligibility has
20	been established, the pregnant woman is continuously eligible throughout
21	the pregnancy and for the sixty days following the pregnancy, even if the
22	woman's eligibility would otherwise terminate during such period due to
23	an increase in income.
24	SECTION 3. In Colorado Revised Statutes, 25.5-5-201, amend
25	(1) introductory portion and (1)(m.5) as follows:
26	25.5-5-201. Optional provisions - optional groups - rules.
27	(1) The federal government allows the state to select optional groups to

-3- 052

1	receive medical assistance. Pursuant to federal law, any person who is
2	eligible for medical assistance under the optional groups specified in this
3	section shall MUST receive both the mandatory services specified in
4	sections 25.5-5-102 and 25.5-5-103 and the optional services specified in
5	sections 25.5-5-202 and 25.5-5-203. Subject to the availability of federal
6	financial aid funds, the following are the individuals or groups that
7	Colorado has selected as optional groups to receive medical assistance
8	pursuant to this article ARTICLE 5 and articles 4 and 6 of this title 25.5:
9	(m.5) Pregnant women, whose family income does not exceed one
10	hundred eighty-five NINETY-FIVE percent of the federal poverty line,
11	adjusted for family size;
12	SECTION 4. In Colorado Revised Statutes, 25.5-8-103, amend
13	(4)(a)(I), (4)(a)(II), (4)(b)(I), and (4)(b)(II) as follows:
14	<b>25.5-8-103. Definitions - rules.</b> As used in this article 8, unless
15	the context otherwise requires:
16	(4) "Eligible person" means:
17	(a) (I) A person who is less than nineteen years of age, whose
18	family income does not exceed two hundred fifty SIXTY percent of the
19	federal poverty line, adjusted for family size.
20	(II) Notwithstanding the provisions of subsection (4)(a)(I) of this
21	section, if the money in the healthcare affordability and sustainability fee
22	cash fund established pursuant to section 25.5-4-402.4 (5), together with
23	the corresponding federal matching funds, is insufficient to fully fund all
24	of the purposes described in section 25.5-4-402.4 (5)(b), after receiving
25	recommendations from the Colorado healthcare affordability and
26	sustainability enterprise established pursuant to section 25.5-4-402.4 (3),
27	for persons less than nineteen years of age, the state board may by rule

-4- 052

1	adopted pursuant to the provisions of section 25.5-4-402.4 (6)(b)(III)
2	reduce the percentage of the federal poverty line to below two hundred
3	fifty SIXTY percent, but the percentage shall not be reduced to below two
4	hundred five THIRTEEN percent.
5	(b) (I) A pregnant woman whose family income does not exceed
6	two hundred fifty SIXTY percent of the federal poverty line, adjusted for
7	<u>family size</u> , and who is not eligible for medicaid.
8	(II) Notwithstanding the provisions of subsection (4)(b)(I) of this
9	section, if the money in the healthcare affordability and sustainability fee
10	cash fund established pursuant to section 25.5-4-402.4 (5), together with
11	the corresponding federal matching funds, is insufficient to fully fund all
12	of the purposes described in section 25.5-4-402.4 (5)(b), after receiving
13	recommendations from the Colorado healthcare affordability and
14	sustainability enterprise established pursuant to section 25.5-4-402.4 (3),
15	for pregnant women, the state board by rule adopted pursuant to the
16	provisions of section 25.5-4-402.4 (6)(b)(III) may reduce the percentage
17	of the federal poverty line to below two hundred fifty SIXTY percent, but
18	the percentage shall not be reduced to below two hundred five THIRTEEN
19	percent.
20	SECTION 5. Safety clause. The general assembly hereby finds,
21	determines, and declares that this act is necessary for the immediate
22	preservation of the public peace, health, or safety.

-5- 052