

# FINAL FISCAL NOTE

**Date:** June 8, 2018

□ TABOR Refund

**Drafting Number:** LLS 18-0965

Prime Sponsors: Rep. Young; Winter Bill Status: Postponed Indefinitely

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Bill Topic: CONFLICT-FREE CASE MANAGEMENT

Summary of □ State Revenue

Fiscal Impact: 

☐ State Expenditure (minimal)
☐ Local Government
☐ Color Figure (minimal)

□ State Transfer □ Statutory Public Entity

This bill implements conflict-free case management for individuals enrolled in a Medicaid HCBS waiver program. Beginning in FY 2018-19, this bill will increase workload for the Department of Health Care Policy and Financing on an ongoing

basis.

Appropriation Summary:

No appropriation is required.

Fiscal Note Status:

The fiscal note reflects the reengrossed bill. This bill was not enacted into law;

therefore, the impacts identified in this analysis do not take effect.

# **Summary of Legislation**

This bill requires that all individuals enrolled in a Medicaid home- and community-based services (HCBS) waiver program be served through a conflict-free management system by June 30, 2022. As defined in the bill, conflict-free case management is provided by a case management agency that is different from the agency that provides services and supports to a client. The bill requires case management agencies to apply to the Department of Health Care Policy and Financing (HCPF) for certification before providing case management services. Single entry point (SEP) agencies must become compliant with this bill by June 30, 2020, and all individuals receiving HCBS services must be served through a system of conflict-free case management by June 30, 2022.

HCPF is authorized to seek a federal exception from conflict-free case management requirements for geographic areas where there is only one willing and qualified entity able to provide both case management services and HCBS. A rural SEP agency must notify HCPF in writing by July 1, 2018, to request that HCPF seek the federal exception.

## **Background**

Previously, House Bill 17-1343 required the implementation of conflict-free case management for individuals with intellectual and developmental disabilities who are enrolled in an HCBS waiver program.

There are currently 24 SEP agencies in Colorado that provide case management and functional eligibility determinations for people who receive services through HCBS waivers, four of which provide direct services.

## **State Expenditures**

Beginning in FY 2018-19, this bill will increase workload in HCPF to ensure that the operation of SEP agencies complies with the requirements of conflict-free case management. Workload may also increase for HCPF to apply for a federal exception for rural SEPs. It is assumed that this workload can be accomplished within existing appropriations. While SEP agencies would no longer offer case management and service provision to the same individual, it is assumed that a change in SEP, case management agency, or service provider will not impact the need for, or utilization of, services.

### **Effective Date**

The bill was postponed indefinitely by the Senate State, Veterans, and Military Affairs Committee on April 24, 2018.

### **State and Local Government Contacts**

Counties Health Care Policy and Financing

Human Services Information Technology