First Extraordinary Session Seventy-fifth General Assembly STATE OF COLORADO

INTRODUCED

LLS NO. 25B-0015.01 Anna Petrini x5497

SENATE BILL 25B-007

SENATE SPONSORSHIP

Liston,

HOUSE SPONSORSHIP

(None),

Senate Committees State, Veterans, & Military Affairs

House Committees

	A BILL FOR AN ACT
101	CONCERNING LIMITING CERTAIN HEALTH-CARE COVERAGE THAT
102	RELIES ON PUBLIC FUNDS, AND, IN CONNECTION THEREWITH,
103	LIMITING ELIGIBILITY FOR CERTAIN STATE-SUBSIDIZED
104	INDIVIDUAL HEALTH-CARE COVERAGE AND PROHIBITING STATE
105	REIMBURSEMENT FOR MEDICAL SERVICES PROVIDED TO
106	INDIVIDUALS WHO ARE NOT LAWFULLY RESIDING.

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://leg.colorado.gov.)

Current law extends health insurance coverage to various people,

including low-income pregnant and postpartum people and children in low-income families, whose immigration status would otherwise make them ineligible for coverage under state-federal programs or would limit the coverage's scope or duration. Other expansions make state-subsidized individual health insurance coverage available for certain people, regardless of immigration status. The bill modifies several provisions related to these coverage expansions by:

- Prohibiting the department of health care policy and financing (HCPF) from reimbursing a health-care provider, entity, or facility for providing medical services to a person who is not a lawful resident;
- Eliminating full health insurance coverage for pregnant and postpartum people who would be eligible for medicaid or the children's basic health plan if not for their immigration status;
- Eliminating full health insurance coverage for children who would be eligible for medicaid or the children's basic health plan if not for their immigration status;
- Repealing the state reproductive health-care program, the medical assistance program, and the state children's basic health plan (state-funded programs) that were established to provide expanded coverage;
- Halting outreach to and enrollment of eligible groups into new coverage options;
- Removing HCPF's potential to spend in excess of an authorized amount for the state-funded programs; and
- Excluding immigrants who are not lawfully residing in the state from state-subsidized individual health insurance coverage available through the health insurance affordability enterprise.
- Be it enacted by the General Assembly of the State of Colorado:
- 2 **SECTION 1.** In Colorado Revised Statutes, 10-16-1203, amend
- 3 (12) as follows:

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- 4 **10-16-1203. Definitions.** As used in this part 12, unless the
- 5 context otherwise requires:
- 6 (12) (a) "Qualified individual" means an individual regardless of
- 7 immigration status, who:
- 8 (a) (I) Is a Colorado resident;

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1	(b) (II) Has a household income of not more than three hundred
2	percent of the federal poverty line; and
3	(c) (III) Is not eligible for the premium tax credit, medicaid,
4	medicare, or the children's basic health plan. except for individuals
5	eligible pursuant to section 25.5-5-201 (6) or section 25.5-8-109 (7).
6	(b) "QUALIFIED INDIVIDUAL" DOES NOT INCLUDE A PERSON WHO
7	IS NOT A CITIZEN OR NATIONAL OF THE UNITED STATES OR WHO IS NOT
8	LAWFULLY RESIDING AS DEFINED IN SECTION 25.5-4-103.
9	SECTION 2. In Colorado Revised Statutes, 24-75-109, repeal
10	(1)(a.7) and (1)(a.8) as follows:
11	24-75-109. Controller may allow expenditures in excess of
12	appropriations - limitations - appropriations for subsequent fiscal
13	year restricted - repeal. (1) For the purpose of closing the state's books,
14	and subject to the provisions of this section, the controller may, on or
15	after May 1 of any fiscal year and before the forty-fifth day after the close
16	thereof, upon approval of the governor, allow any department, institution,
17	or agency of the state, including any institution of higher education, to
18	make an expenditure in excess of the amount authorized by an item of
19	appropriation for such fiscal year if:
20	(a.7) The overexpenditure is by the department of health care
21	policy and financing for the state medical assistance program, established
22	pursuant to section 25.5-2-104; or
23	(a.8) The overexpenditure is by the department of health care
24	policy and financing for the state children's basic health plan, established
25	pursuant to section 25.5-2-105; or
26	SECTION 3. In Colorado Revised Statutes, 25.5-1-201, repeal
27	(1)(f.5) as follows:

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1	25.5-1-201. Programs to be administered by the department
2	of health care policy and financing. (1) The state department shall
3	administer the following programs and perform the following functions:
4	(f.5) The reproductive health-care program that provides
5	reproductive health-care services, as specified in section 25.5-2-103;
6	SECTION 4. In Colorado Revised Statutes, repeal 25.5-2-103,
7	25.5-2-104, and 25.5-2-105.
8	SECTION 5. In Colorado Revised Statutes, 25.5-4-201, amend
9	(1) as follows:
10	25.5-4-201. Cash system of accounting - financial
11	administration of medical services premiums - medical programs
12	administered by department of human services - federal
13	contributions - rules. (1) The state department shall utilize the cash
14	system of accounting, as enunciated by the governmental accounting
15	standards board, regardless of the source of revenues involved, for all
16	activities of the state department relating to the financial administration
17	of any nonadministrative expenditure that qualifies for federal financial
18	participation under Title XIX of the federal "Social Security Act", and for
19	the administration of the state-funded health and medical care program,
20	created pursuant to section 25.5-2-104, and for the state children's basic
21	health plan, created pursuant to section 25.5-2-105, except for
22	expenditures under the program for the medically indigent, article 3 of
23	this title 25.5.
24	SECTION 6. In Colorado Revised Statutes, 25.5-4-503, amend
25	(2) as follows:
26	25.5-4-503. Waiver applications - authorization. (2) The state
27	department shall pursue and, if approved, implement a demonstration

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waiver that authorizes the state to use federal medical assistance
payments authorized pursuant to section 1903(v) of the federal "Social
Security Act", as amended, in coordination with the division of insurance
to enhance or expand a state-subsidized individual health coverage plan
as defined in section 10-16-1203 (15). and, only if needed to maximize
federal financial participation, for Coloradans receiving state medical
assistance pursuant to section 25.5-2-104 or 25.5-5-201 (6). To the extent
such THE federal funds are used to enhance or expand a state-subsidized
individual health coverage plan, as defined in section 10-16-1203 (15),
the health insurance affordability enterprise created pursuant to section
10-16-1204 must receive, deposit into the health insurance affordability
cash fund created in section 10-16-1206, and allocate the federal share of
the medical assistance payments pursuant to section 10-16-1205 (2),
subject to any conditions set forth in the approval of the waiver.
SECTION 7. In Colorado Revised Statutes, 25.5-5-103, amend
(3)(a) as follows:
25.5-5-103. Mandated programs with special state provisions
- rules. (3) (a) Emergency medical assistance shall MUST be provided to
any person who is not a citizen of the United States, including
undocumented aliens, aliens who are not qualified aliens, and qualified
aliens who entered the United States on or after August 22, 1996, who has
A QUALIFIED ALIEN WITH an emergency medical condition and meets one
of the categorical requirements set forth in section 25.5-5-101. except that
such persons shall not be required to meet any residency requirement
other than that required by federal law.
SECTION 8. In Colorado Revised Statutes, add 25.5-5-103.5 as
follows:

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1	25.5-5-103.5. Prohibition on reimbursement for medical
2	services to a person who is not lawfully residing. EXCEPT AS PROVIDED
3	IN SECTION $25.5-5-103$ and notwithstanding any other law to the
4	CONTRARY, THE STATE DEPARTMENT SHALL NOT REIMBURSE A
5	HEALTH-CARE PROVIDER, ENTITY, OR FACILITY FOR PROVIDING MEDICAL
6	SERVICES TO A PERSON UNLESS THE PERSON IS A CITIZEN OR NATIONAL OF
7	THE UNITED STATES OR IS LAWFULLY RESIDING AS DEFINED IN SECTION
8	25.5-4-103.
9	SECTION 9. In Colorado Revised Statutes, 25.5-5-201, repeal
10	(6) as follows:
11	25.5-5-201. Optional provisions - optional groups - rules.
12	(6) (a) Beginning no later than January 1, 2025, a pregnant person who
13	is not a citizen and who is not eligible for medical assistance pursuant to
14	subsection (4) of this section is eligible to receive medical assistance
15	pursuant to this subsection (6)(a) if the individual meets the eligibility
16	requirements other than those related to citizenship and immigration
17	status.
18	(b) A pregnant person who is eligible for medical assistance
19	pursuant to this subsection (6) remains continuously eligible for all
20	medical services pursuant to the medical assistance program for the
21	twelve-month postpartum period, so long as eligibility remains in effect
22	pursuant to subsection (4.5)(a) of this section.
23	(c) The state department shall seek any necessary federal
24	approvals to maximize any available federal financial participation in
25	implementing this subsection (6). Benefits for services obtained pursuant
26	to this subsection (6) must be provided with only state funds if federal
27	financial participation is unavailable for such services.

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(d) (I) During its 2024 presentation to the joint budget committee
of the general assembly and in its presentation to the health and human
services committee of the senate and the health and insurance committee
of the house of representatives, or any successor committees, at the
hearing held pursuant to section 2-7-203 (2)(a) of the "State Measurement
for Accountable, Responsive, and Transparent (SMART) Government
Act", the state department shall report on its plans and progress in
implementing the coverage expansion created pursuant to this subsection
(6).
(II) Beginning January 1, 2026, and continuing every January
thereafter, the state department, in its presentation to the joint budget
committee of the general assembly and in its presentation to the health
and human services committee of the senate and the health and insurance
committee of the house of representatives, or any successor committees,
at the hearing held pursuant to section 2-7-203 (2)(a) of the "State
Measurement for Accountable, Responsive, and Transparent (SMART)
Government Act", shall report on the cost savings and health
improvements associated with the coverage expansion created pursuant
to this subsection (6).
SECTION 10. In Colorado Revised Statutes, 25.5-5-204, amend
(2)(a) and (2.5) as follows:
25.5-5-204. Presumptive eligibility - pregnant person -
children - long-term care - state plan. (2) (a) A pregnant person is
presumptively eligible for the medical assistance program and shall
receive services specified by federal law only if the person declares all
pertinent information relating to the criteria of income, assets, and only
if necessary to administer reimbursement for services, status.

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(2.5) A child less than WHO IS UNDER nineteen years of age is presumptively eligible for the medical assistance program and shall receive services specified by federal law only if a parent or legal guardian of the child declares all pertinent information relating to the criteria of income, assets, and only if necessary to administer reimbursement for services, status of the child's family. SECTION 11. In Colorado Revised Statutes, 25.5-5-335, amend

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(2)(a), (2)(b), and (7)(b) as follows:

25.5-5-335. Continuous medical coverage for children and adults feasibility study - federal authorization - rules - report **definition.** (2) At a minimum, the feasibility study must consider the costs; implementation factors, including county workload, training, and administrative burdens on the counties, information technology systems, upgrades, and associated costs; potential health benefits for individuals and communities, including disadvantaged and marginalized groups; impacts of increased use of preventive and high-value health services; administrative savings, including, but not limited to, reducing or eliminating eligibility processing for populations during the continuous eligibility period; reductions in administrative turnover and coverage loss; and, to the extent practicable, social and economic impacts with respect to the following:

- (a) Allowing an eligible child, as defined in this article 5 and articles 2, 3, 6, and 8 of this title 25.5, including children eligible under sections 25.5-2-104 and 25.5-2-105, to remain continuously eligible for medical assistance and the children's basic health plan for twenty-four months after the last day of the month in which the child was enrolled;
 - (b) Allowing an eligible child, as defined in this article 5 and

-8-SB25B-007 articles 2, 3, 6, and 8 of this title 25.5, including children eligible under sections 25.5-2-104 and 25.5-2-105 who are less than WHO IS UNDER six years of age, to remain continuously eligible for medical assistance or the children's basic health plan without regard to a change in household income until the child reaches six years of age;

(7) (b) For purposes of seeking federal authorization pursuant to subsection (7)(a) of this section, an eligible child is as defined in this article 5 and articles 2, 3, 6, and 8 of this title 25.5 including a child eligible pursuant to sections 25.5-2-104 and 25.5-2-105, and must be under three years of age. An eligible child shall remain continuously eligible without regard to household income until the eligible child reaches three years of age; except that a child is no longer eligible and must be disenrolled from a medical assistance program if the state department becomes aware that the child has moved out of the state, the state department or county possesses facts indicating that the family has requested the child's voluntary disenrollment, the state department determines eligibility was erroneously granted, or the child is deceased.

SECTION 12. In Colorado Revised Statutes, 25.5-8-103, **amend** (4)(a)(I) and (4)(b)(I) as follows:

- **25.5-8-103. Definitions rules.** As used in this article 8, unless the context otherwise requires:
 - (4) "Eligible person" means:
- (a) (I) A person who is less than UNDER nineteen years of age, who is a citizen or meets the immigration status requirements set forth in section 25.5-8-109 (6) or 25.5-8-109 (7), whose family income does not exceed two hundred sixty percent of the federal poverty line, adjusted for family size, and who is not eligible for medical assistance pursuant to

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1	articles 4, 5, and 6 of this title 25.5.
2	(b) (I) A pregnant person who is a citizen or meets the
3	immigration status requirements set forth in section 25.5-8-109 (6) or
4	25.5-8-109 (7), whose family income does not exceed two hundred sixty
5	percent of the federal poverty line, adjusted for family size, and who is
6	not eligible for medical assistance pursuant to articles 4, 5, and 6 of this
7	title 25.5.
8	SECTION 13. In Colorado Revised Statutes, 25.5-8-107, repeal
9	(1)(i) as follows:
10	25.5-8-107. Duties of the department - schedule of services -
11	premiums - copayments - subsidies - purchase of childhood
12	immunizations. (1) In addition to any other duties pursuant to this article
13	8, the department has the following duties:
14	(i) (I) The department shall develop and implement an outreach
15	strategy for Coloradans who become eligible for health coverage pursuant
16	to section 25.5-2-104, 25.5-2-105, 25.5-5-201 (6), or 25.5-8-109 (7). The
17	state department shall work with stakeholders to develop an outreach
18	strategy that includes:
19	(A) Funding for community-based organizations to partner with
20	the department on outreach;
21	(B) A method for providing information related to eligibility and
22	enrollment that can be provided to nonprofit partners, school districts, and
23	charter schools for outreach purposes; and
24	(C) At a minimum, providing information related to eligibility and
25	coverage in English, Spanish, and in each language spoken by at least
26	two-and-one-half percent of the population of any county who speak
27	English less than very well, as defined by the United States bureau of the

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1	census American community survey, and who speak the minority
2	language at home;
3	(II) Approximately twelve and twenty-four months after
4	implementation of the strategy required pursuant to subsection (1)(i)(I) of
5	this section, the department shall convene stakeholders, including directly
6	impacted individuals, service providers, and advocacy organizations that
7	are diverse with regard to race, ethnicity, immigration status, sexual
8	orientation, and gender identity and who are affected by higher rates of
9	health disparities and inequities. The department shall report on the
10	outreach and enrollment strategy outcomes, including enrollment of
11	eligible persons into these programs compared to those persons who are
12	eligible for coverage, but not enrolled.
13	SECTION 14. In Colorado Revised Statutes, 25.5-8-109, repeal
1 /	(7) as follows:
14	(1) as follows.
15	25.5-8-109. Eligibility - children - pregnant women - rules.
15	25.5-8-109. Eligibility - children - pregnant women - rules.
15 16	25.5-8-109. Eligibility - children - pregnant women - rules. (7) (a) Beginning no later than January 1, 2025, notwithstanding any
15 16 17	25.5-8-109. Eligibility - children - pregnant women - rules. (7) (a) Beginning no later than January 1, 2025, notwithstanding any other provision of law, the department shall provide benefits pursuant to
15 16 17 18	25.5-8-109. Eligibility - children - pregnant women - rules. (7) (a) Beginning no later than January 1, 2025, notwithstanding any other provision of law, the department shall provide benefits pursuant to this article 8 to a pregnant person who is not a citizen and is not eligible
15 16 17 18 19	25.5-8-109. Eligibility - children - pregnant women - rules. (7) (a) Beginning no later than January 1, 2025, notwithstanding any other provision of law, the department shall provide benefits pursuant to this article 8 to a pregnant person who is not a citizen and is not eligible pursuant to subsection (6) of this section, so long as the pregnant person
15 16 17 18 19 20	25.5-8-109. Eligibility - children - pregnant women - rules. (7) (a) Beginning no later than January 1, 2025, notwithstanding any other provision of law, the department shall provide benefits pursuant to this article 8 to a pregnant person who is not a citizen and is not eligible pursuant to subsection (6) of this section, so long as the pregnant person meets the eligibility criteria other than those related to citizenship or
15 16 17 18 19 20 21	25.5-8-109. Eligibility - children - pregnant women - rules. (7) (a) Beginning no later than January 1, 2025, notwithstanding any other provision of law, the department shall provide benefits pursuant to this article 8 to a pregnant person who is not a citizen and is not eligible pursuant to subsection (6) of this section, so long as the pregnant person meets the eligibility criteria other than those related to citizenship or immigration status. Eligibility pursuant to this section extends
15 16 17 18 19 20 21 22	25.5-8-109. Eligibility - children - pregnant women - rules. (7) (a) Beginning no later than January 1, 2025, notwithstanding any other provision of law, the department shall provide benefits pursuant to this article 8 to a pregnant person who is not a citizen and is not eligible pursuant to subsection (6) of this section, so long as the pregnant person meets the eligibility criteria other than those related to citizenship or immigration status. Eligibility pursuant to this section extends continuously through the twelve-month postpartum period, so long as
15 16 17 18 19 20 21 22 23	25.5-8-109. Eligibility - children - pregnant women - rules. (7) (a) Beginning no later than January 1, 2025, notwithstanding any other provision of law, the department shall provide benefits pursuant to this article 8 to a pregnant person who is not a citizen and is not eligible pursuant to subsection (6) of this section, so long as the pregnant person meets the eligibility criteria other than those related to citizenship or immigration status. Eligibility pursuant to this section extends continuously through the twelve-month postpartum period, so long as eligibility remains in effect pursuant to subsection (5.5)(a) of this section.
15 16 17 18 19 20 21 22 23 24	25.5-8-109. Eligibility - children - pregnant women - rules. (7) (a) Beginning no later than January 1, 2025, notwithstanding any other provision of law, the department shall provide benefits pursuant to this article 8 to a pregnant person who is not a citizen and is not eligible pursuant to subsection (6) of this section, so long as the pregnant person meets the eligibility criteria other than those related to citizenship or immigration status. Eligibility pursuant to this section extends continuously through the twelve-month postpartum period, so long as eligibility remains in effect pursuant to subsection (5.5)(a) of this section. (b) The department shall seek any necessary federal approvals to

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of the general assembly and in its presentation to the health and human services committee of the senate and the health and insurance committee of the house of representatives, or any successor committees, at the hearing held pursuant to section 2-7-203 (2)(a) of the "State Measurement for Accountable, Responsive, and Transparent (SMART) Government Act", the state department shall report on its plans and progress in implementing the coverage expansion created pursuant to this subsection (7). (II) Beginning January 1, 2026, and continuing every January thereafter, the state department, in its presentation to the joint budget committee of the general assembly and in its presentation to the health and human services committee of the senate and the health and insurance committee of the house of representatives, or any successor committees, at the hearing held pursuant to section 2-7-203 (2)(a) of the "State Measurement for Accountable, Responsive, and Transparent (SMART) Government Act", shall report on the cost savings and health improvements associated with the coverage expansion created pursuant to this subsection (7). (d) This subsection (7) constitutes state authority within the meaning of 8 U.S.C. sec. 1621 (d), as that law existed on January 1, 2022. **SECTION 15.** In Colorado Revised Statutes, 25.5-8-109.3, **repeal** (1) and (3)(a) as follows: 25.5-8-109.3. Health services initiatives. (1) To the extent federal financial participation is available, the department shall design and implement health service initiatives pursuant to section 2105(a)(1)(D)(ii) of the federal "Social Security Act", as amended, to provide funding for continuous enrollment for the twelve-month

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1	postpartum period for a person who is enrolled in health-care coverage
2	pursuant to section 25.5-5-201 (6) or 25.5-8-109 (7).
3	(3) (a) The department shall seek any necessary federal approvals
4	to obtain federal financial participation in implementing subsection (1) of
5	this section.
6	SECTION 16. 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; except
9	that, if a referendum petition is filed pursuant to section 1 (3) of article V
10	of the state constitution against this act or an item, section, or part of this
11	act within such period, then the act, item, section, or part will not take
12	effect unless approved by the people at the general election to be held in
13	November 2026 and, in such case, will take effect on the date of the
14	official declaration of the vote thereon by the governor.

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