HOUSE COMMITTEE OF REFERENCE REPORT

Chair of Committee February 26, 2025 Date
Committee on <u>Health & Human Services</u> .
After consideration on the merits, the Committee recommends the following:
HB25-1174 be amended as follows, and as so amended, be referred to the Committee on <u>Appropriations</u> with favorable recommendation:
Amend printed bill, page 5, strike lines 1 through 12.
Reletter succeeding paragraphs accordingly.
Page 5, strike line 21 and substitute: "(I) FOR INPATIENT AND OUTPATIENT SERVICES, EXCLUDING PROFESSIONAL SERVICES, RECEIVED AT".
Page 6, line 2, after "SERVICES;" add "AND".
Page 6, strike line 3 and substitute: "(II) FOR INPATIENT AND OUTPATIENT SERVICES, EXCLUDING PROFESSIONAL SERVICES, RECEIVED AT AN".
Page 6, line 9, strike "SERVICES;" and substitute "SERVICES.".
Page 6, strike lines 10 through 17.
Page 7, line 2, strike "(2)(a)(I)" and substitute "(2)(a)".
Page 12, strike lines 17 through 27.
Page 13, strike line 1.
Page 13, strike line 8 and substitute:

"(I) FOR INPATIENT AND OUTPATIENT SERVICES, EXCLUDING

PROFESSIONAL SERVICES, RECEIVED AT".

- 1 Page 13, strike line 18 and substitute:
- 2 "(II) FOR INPATIENT AND OUTPATIENT SERVICES, EXCLUDING
- 3 PROFESSIONAL SERVICES, RECEIVED AT AN".
- 4 Page 13, strike lines 25 through 27.
- 5 Page 14, strike lines 1 through 5.
- 6 Page 14, line 16, strike "(3)(a)(I)" and substitute "(3)(a)".
- 7 Page 15, strike lines 14 through 27.
- 8 Strike page 16.

- 9 Page 17, strike lines 1 through 15 and substitute:
 - "(b) BY SEPTEMBER 15, 2027, OF THE CALCULATED GENERAL FUND EXPENDITURE SAVINGS IDENTIFIED IN THE REPORT REQUIRED BY SUBSECTION (7)(a) OF THIS SECTION, THE STATE TREASURER SHALL TRANSFER FROM THE GENERAL FUND:
 - (I) FIVE HUNDRED THOUSAND DOLLARS TO THE HEALTH CARE REIMBURSEMENT FEASIBILITY STUDY CASH FUND, CREATED IN SECTION 25.5-1-135 (5), TO BE USED BY THE DEPARTMENT OF HEALTH CARE POLICY AND FINANCING FOR THE FEASIBILITY STUDY REQUIRED IN SECTION 25.5-1-135;
 - (II) FIVE HUNDRED THOUSAND NINE HUNDRED FIFTEEN DOLLARS TO THE SUPPLIER DATABASE CASH FUND CREATED IN SECTION 24-102-202.5 (2)(a), TO REIMBURSE THE DEPARTMENT FOR PAYING THE ACTUAL EXPENSES INCURRED BY THE DIVISION OF INSURANCE TO IMPLEMENT THE REQUIREMENTS OF SECTION 10-16-711 PURSUANT TO SECTION 24-102-202.5 (2)(c); AND
 - (III) THE AMOUNT SPECIFIED IN THE REPORT SUBMITTED FOR THE 2026-27 STATE FISCAL YEAR PURSUANT TO SUBSECTION (7)(a) OF THIS SECTION THAT IS REMAINING AFTER THE STATE TREASURER TRANSFERS THE AMOUNTS REQUIRED BY SUBSECTIONS (7)(b)(I) AND (7)(b)(II) OF THIS SECTION TO THE GROUP BENEFIT PLANS EXPENDITURE SAVINGS CASH FUND CREATED IN SUBSECTION (8) OF THIS SECTION TO BE USED AS SPECIFIED IN SUBSECTION (8)(c) OF THIS SECTION.
 - (c) By September 15, 2028, and by September 15 each year thereafter, the state treasurer shall transfer from the general fund to the group benefit plans expenditure savings cash fund created in subsection (8) of this section an amount equal to the calculated general fund expenditure savings identified in the report required by subsection (7)(a) of this

- 1 SECTION, TO BE USED AS SPECIFIED IN SUBSECTION (8)(c) OF THIS
- 2 SECTION.".

- 3 Page 17, line 18, strike "(7)(b)(I),".
- 4 Page 17, strike line 19 and substitute "(7)(b)(III) AND (7)(c) OF THIS
- 5 SECTION AND ANY".
- 6 Page 17, strike lines 25 through 27.
- 7 Page 18, strike lines 1 through 19 and substitute:
 - "(c) SUBJECT TO ANNUAL APPROPRIATION BY THE GENERAL ASSEMBLY, THE MONEY IN THE FUND SHALL BE USED AS FOLLOWS:
 - (I) For the 2027-28 state fiscal year and each state fiscal year thereafter, the department shall expend money from the fund to reimburse the department for its costs in determining the calculated savings, if any, in general fund expenditures that result from reduced provider reimbursements under group benefit plans in the immediately preceding state fiscal year pursuant to this section. After money in the fund is used for the purpose specified in this subsection (8)(c)(I), the general assembly shall appropriate the money remaining in the fund as specified in subsection (8)(c)(II) of this section.
 - (II) FOR THE 2027-28 STATE FISCAL YEAR AND EACH STATE FISCAL YEAR THEREAFTER, OF THE AMOUNT REMAINING AFTER THE REQUIREMENT OF SUBSECTION (8)(c)(I) OF THIS SECTION HAS BEEN SATISFIED, THE GENERAL ASSEMBLY SHALL APPROPRIATE, BASED ON THE ESTIMATES PREPARED PURSUANT TO SUBSECTION (8)(d) OF THIS SECTION, THE FOLLOWING:
 - (A) An amount equal to twenty percent of the remaining amount to the group benefit plans reserve fund created in section 24-50-613 to be used by the department to reduce group benefit plan premium costs for state employees for the remainder of the applicable state fiscal year;
 - (B) AN AMOUNT EQUAL TO SIXTY PERCENT OF THE REMAINING AMOUNT TO THE PRIMARY CARE FUND CREATED IN SECTION 24-22-117 (2)(b) TO BE USED BY THE DEPARTMENT OF HEALTH CARE POLICY AND FINANCING FOR THE PURPOSES SPECIFIED IN THAT SECTION; AND
 - (C) AN AMOUNT EQUAL TO TWENTY PERCENT OF THE REMAINING AMOUNT TO THE BEHAVIORAL HEALTH SAFETY NET CASH FUND CREATED IN SECTION 27-50-306 TO BE USED BY THE DEPARTMENT OF HUMAN SERVICES FOR THE PURPOSES SPECIFIED IN THAT SECTION.
 - (d) By January 15, 2026, and by January 15 each year

THEREAFTER, THE OFFICE OF STATE PLANNING AND BUDGETING SHALL SUBMIT TO THE JOINT BUDGET COMMITTEE AN ESTIMATE OF THE AMOUNT THAT WILL REMAIN IN THE FUND AFTER THE REQUIREMENT OF SUBSECTION (8)(c)(I) OF THIS SECTION HAS BEEN SATISFIED.

- (9) (a) EACH CARRIER THAT PROVIDES OR ADMINISTERS A GROUP BENEFIT PLAN PURSUANT TO THIS PART 6 SHALL ENSURE THAT ALL SAVINGS THAT THE CARRIER REALIZES AS A RESULT OF THIS SECTION ARE PASSED ON TO THE STATE. UPON REQUEST OF THE DIRECTOR, A CARRIER SHALL PROVIDE ALL DOCUMENTATION THAT DEMONSTRATES THAT THE SAVINGS WERE PASSED ON TO THE STATE.
- 11 (b) If there is an overage where a carrier retains any 12 Portion of the savings specified in subsection (9)(a) of this 13 Section, the carrier is required to transfer an amount equal to 14 The overage to the state.".
- 15 Renumber succeeding subsection accordingly.
- Page 20, line 4, strike "(7)(b)(II)" and substitute "(7)(b)(I)".
- 17 Page 20, line 16, strike "2027," and substitute "2028,".
- 18 Page 20, line 17, strike "2027." and substitute "2028.".
- 19 Page 21, line 7, strike "(6)(b)(I) AND (6)(c)." and substitute 20 "(8)(c)(II)(B)."
- 21 Page 21, after line 16 insert:

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- "SECTION 8. In Colorado Revised Statutes, 24-102-202.5, add (2)(c) as follows:
- 24 24-102-202.5. Supplier database fees cash fund program account. (2) (c) (I) Notwithstanding the provisions of subsection (2)(a) of this section, for the 2025-26 and 2026-27 state fiscal years, money in the supplier database cash fund may be used to reimburse the actual expenses incurred by the division of insurance created in section 10-1-103 to implement section 10-16-711.
 - (II) (A) ON OR BEFORE JULY 1, 2025, THE STATE TREASURER SHALL TRANSFER TWO HUNDRED FORTY THOUSAND SEVEN HUNDRED THIRTY-TWO DOLLARS FROM THE SUPPLIER DATABASE CASH FUND TO THE DIVISION OF INSURANCE CASH FUND CREATED IN SECTION 10-1-103 (3).
- 35 (B) ON OR BEFORE JULY 1, 2026, THE STATE TREASURER SHALL TRANSFER TWO HUNDRED SIXTY THOUSAND ONE HUNDRED EIGHTY-THREE DOLLARS FROM THE SUPPLIER DATABASE CASH FUND TO THE DIVISION OF

INSURANCE CASH FUND CREATED IN SECTION 10-1-103 (3).

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SECTION 9. In Colorado Revised Statutes, **add** 27-50-306 as follows:

- 27-50-306. Behavioral health safety net cash fund. (1) The behavioral health safety net cash fund is created in the state treasury. The fund consists of money appropriated to the fund pursuant to section 25-50-621 (8)(c)(II)(C) and any other money that the general assembly may appropriate or transfer to the fund.
- (2) THE STATE TREASURER SHALL CREDIT ALL INTEREST AND INCOME DERIVED FROM THE DEPOSIT AND INVESTMENT OF MONEY IN THE BEHAVIORAL HEALTH SAFETY NET CASH FUND TO THE FUND.
- 13 (3) SUBJECT TO ANNUAL APPROPRIATION BY THE GENERAL
 14 ASSEMBLY, THE DEPARTMENT MAY EXPEND MONEY FROM THE FUND TO
 15 SUPPORT THE CAPACITY OF COMPREHENSIVE COMMUNITY BEHAVIORAL
 16 HEALTH PROVIDERS TO DELIVER BEHAVIORAL HEALTH SAFETY NET
 17 SERVICES, AS SPECIFIED IN SECTION 27-50-301, TO PRIORITY
 18 POPULATIONS.".
- 19 Renumber succeeding section accordingly.

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