

FINAL FISCAL NOTE

Nonpartisan Services for Colorado's Legislature

Drafting Number: LLS 19-0613 Date: August 1, 2019 Bill Status: Signed into Law Rep. Kennedy; Lontine **Prime Sponsors:**

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HOSPITAL COMMUNITY BENEFIT ACCOUNTABILITY **Bill Topic:**

□ TABOR Refund Summary of □ State Revenue State Expenditure (minimal) □ Local Government **Fiscal Impact:** □ State Transfer □ Statutory Public Entity

> This bill requires nonprofit hospitals to address and report on their community benefit activities. Beginning in FY 2019-20, the bill increases state workload on an ongoing

basis.

Appropriation Summary:

No appropriation is required.

Fiscal Note Status:

The fiscal note reflects the enacted bill.

Summary of Legislation

This bill requires certain hospitals to perform a community health needs assessment and create a community benefit implementation plan. Qualifying hospitals are required to submit community benefit activities reports to the Department of Health Care Policy and Financing (HCPF) each year. HCPF is required to establish a reporting process through rulemaking and post reports online.

Qualifying hospitals are required to convene a public meeting to seek feedback regarding the hospital's community benefit activities during the previous year and the hospital's community benefit implementation plan for the following year. The bill outlines the entities and state agencies that hospitals are required to invite to the public meeting as well as advertising requirements. Hospitals may convene joint public meetings with one or more hospitals that share some or all of the hospital's community.

State Expenditures

Beginning in FY 2019-20, the bill will increase workload for HCPF and will minimally increase workload for departments that participate in community benefit meetings.

Department of Health Care Policy and Financing. HCPF will perform the rulemaking required under the bill as part of its regular rulemaking process. While the bill requires HCPF to develop and provide a website where each reporting hospital will submit reports; it is assumed that HCPF will accept and post reporting through its existing website and that no analysis of reports is required by HCPF. As a result, no change in appropriations is required.

Other state agencies. State agencies that may have increased workloads to participate in community meetings include HCPF, the Department of Public Health and Environment, the Department of Human Services, the Colorado Commission on Higher Education, and the Office of Saving People Money on Health Care in the Lieutenant Governor's Office.

Effective Date

The bill was signed into law by the Governor on May 16, 2019, and takes effect August 2, 2019, assuming no referendum petition is filed.

State and Local Government Contacts

Governor Health Care Policy and Financing Higher Education

Human Services Public Health and Environment