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

## PREAMENDED

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

LLS NO. 24-0661.01 Shelby Ross x4510

SENATE BILL 24-116

SENATE SPONSORSHIP

Buckner,

Jodeh,

**HOUSE SPONSORSHIP** 

Senate Committees Health & Human Services Appropriations

**House Committees** 

## A BILL FOR AN ACT

101	<b>CONCERNING HEALTH-CARE</b>	BILLING FOR	INDIGENT	PATIENTS
102	<b>RECEIVING SERVICES</b>	NOT REIMBUR	RSED THRO	UGH THE
103	COLORADO INDIGENT C	ARE PROGRAM.		

## **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 <u>http://leg.colorado.gov</u>.)

Current law requires a health-care facility to screen each uninsured patient for eligibility for public health insurance programs, discounted care through the Colorado indigent care program (CICP), and discounted care otherwise not reimbursed through the CICP. A patient qualifies for discounted care if the individual's household income is not more than 250% of the federal poverty level and the individual received a health-care service at a health-care facility (facility). The bill adds the requirement that a patient attest to residing in Colorado.

The licensed health-care professional who provides services to a patient is responsible for billing the patient for those services.

Current law prohibits a health-care facility and licensed health-care professional (professional) from collecting amounts charged that are more than 4% of the patient's monthly household income on a bill from a facility and that are more than 2% of the patient's monthly household income on a bill from each professional. The bill adds the requirement that a facility or professional cannot collect amounts charged that are more than 6% of the patient's household income on a comprehensive bill containing both facility and professional charges.

The bill authorizes a health-care facility to deny discounted care to a patient if, during the initial screening, the patient is determined to be presumptively eligible for medicaid.

The bill excludes primary care provided in a clinic that is located in a designated rural or frontier county and offers a sliding-fee scale from receiving discounted care.

Current law requires each facility to report to the department of health care policy and financing (department) data that the department determines is necessary to evaluate compliance across race, ethnicity, age, and primary-language-spoken patient groups with the screening, discounted care, payment plan, and collections practices. The bill requires professionals, in addition to facilities, to submit the data.

The bill authorizes a licensed or certified hospital to determine presumptive eligibility for medicaid.

1	Be it enacted by the General Assembly of the State of Colorado:
2	SECTION 1. In Colorado Revised Statutes, 25.5-3-501, amend
3	(5); and <b>add</b> (2.5) and (4.5) as follows:
4	25.5-3-501. Definitions. As used in this part 5, unless the context
5	otherwise requires:
6	(2.5) "INPATIENT HOSPITAL SERVICE" HAS THE SAME MEANING AS
7	<u>SET FORTH IN 42 CFR 440.10.</u>
8	(4.5) "OUTPATIENT HOSPITAL SERVICE" HAS THE SAME MEANING
9	<u>AS SET FORTH IN 42 CFR 440.20.</u>
10	(5) "Qualified patient" means an individual WHO ATTESTS TO

RESIDING IN COLORADO whose household income is not more than two
 hundred fifty percent of the federal poverty level and who received <u>a</u>
 <u>health-care AN INPATIENT HOSPITAL SERVICE OR OUTPATIENT HOSPITAL</u>

4 service at a health-care facility.

5 SECTION 2. In Colorado Revised Statutes, 25.5-3-503, amend 6 (1) introductory portion, (1)(b), and (2)(a); and add (3) and (4) as 7 follows:

8 **25.5-3-503.** Health-care discounts on services not eligible for 9 **Colorado indigent care program reimbursement - definition.** 10 (1) Beginning September 1, 2022, if a patient is screened pursuant to 11 section 25.5-3-502 and is determined to be a qualified patient, a 12 health-care facility and a licensed health-care professional shall, for 13 emergency HOSPITAL and other <del>non-CICP</del> health-care services:

14 (b) Collect amounts charged, not including amounts owed by 15 third-party payers, in monthly installments such that the patient is not 16 paying more than four percent of the patient's monthly household income 17 on a bill from a health-care facility, <del>and</del> not paying more than two percent 18 of the patient's monthly household income on a bill from each licensed 19 health-care professional, AND NOT PAYING MORE THAN SIX PERCENT OF 20 THE PATIENT'S HOUSEHOLD INCOME ON A COMPREHENSIVE BILL 21 CONTAINING ALL HEALTH-CARE FACILITY AND LICENSED HEALTH-CARE 22 PROFESSIONAL CHARGES; and

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(2) A health-care facility shall not:

(a) Deny discounted care on the basis that the patient has not
applied for any public benefits program, UNLESS DURING THE INITIAL
SCREENING THE PATIENT IS DETERMINED TO BE PRESUMPTIVELY ELIGIBLE
FOR THE STATE MEDICAL ASSISTANCE PROGRAM; or

-3-

1 (3) THE LICENSED HEALTH-CARE PROFESSIONAL WHO PROVIDES 2 SERVICES TO A PATIENT PURSUANT TO THIS PART 5 IS RESPONSIBLE FOR 3 BILLING THE PATIENT FOR THOSE SERVICES, UNLESS THE SERVICES ARE 4 BILLED ON A COMPREHENSIVE BILL ISSUED BY A HEALTH-CARE FACILITY. 5 (4) FOR THE PURPOSES OF THIS PART 5, "EMERGENCY HOSPITAL 6 AND OTHER HEALTH-CARE SERVICES" DOES NOT INCLUDE PRIMARY CARE 7 PROVIDED IN A CLINIC LOCATED IN A DESIGNATED RURAL OR FRONTIER 8 COUNTY THAT OFFERS A SLIDING-FEE SCALE AS APPROVED BY THE STATE 9 DEPARTMENT.

SECTION 3. In Colorado Revised Statutes, 25.5-3-505, amend
(1) as follows:

12 25.5-3-505. Health-care facility reporting requirements -13 agency enforcement - report - rules. (1) Beginning September 1, 2023, 14 and each September 1 thereafter, each health-care facility AND LICENSED 15 HEALTH-CARE PROFESSIONAL shall report to the state department data that 16 the state department determines is necessary to evaluate compliance 17 across race, ethnicity, age, and primary-language-spoken patient groups 18 with the screening, discounted care, payment plan, and collections 19 practices required pursuant to this part 5. If a health-care facility OR 20 LICENSED HEALTH-CARE PROFESSIONAL is not capable of disaggregating 21 the data required pursuant to this subsection (1) by race, ethnicity, age, 22 and primary language spoken, the health-care facility OR LICENSED 23 HEALTH-CARE PROFESSIONAL shall report to the state department the steps 24 the facility OR LICENSED HEALTH-CARE PROFESSIONAL is taking to 25 improve race, ethnicity, age, and primary-language-spoken data collection 26 and the date by which the facility OR LICENSED HEALTH-CARE 27 PROFESSIONAL will be able to disaggregate the reported data.

-4-

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**SECTION 4.** In Colorado Revised Statutes, 25.5-4-205, **amend** (1)(a) as follows:

3 25.5-4-205. Application - verification of eligibility -4 demonstration project - rules - repeal. (1) (a) Determination of 5 eligibility for medical benefits shall be made by the county department in 6 which the applicant resides, except as otherwise specified in this section. 7 Local social security offices also determine eligibility for medicaid 8 benefits at the same time they determine THE LOCAL SOCIAL SECURITY 9 OFFICE DETERMINES eligibility for supplemental security income. The 10 state department may accept medical assistance applications and 11 determine medical assistance eligibility and may designate the private 12 service contractor that administers the children's basic health plan, Denver 13 health and hospitals HOSPITAL AUTHORITY, CREATED IN SECTION 14 25-29-103, a hospital that is designated as a regional pediatric trauma 15 center, as defined in section 25-3.5-703 (4)(f), <del>C.R.S.,</del> and other medical 16 assistance sites determined necessary by the state department to accept 17 medical assistance applications, to determine medical assistance 18 eligibility, and to determine presumptive eligibility. A HOSPITALLICENSED 19 PURSUANT TO PART 1 OF ARTICLE 3 OF TITLE 25 OR CERTIFIED PURSUANT 20 TO SECTION 25-1.5-103 (1)(a)(II) IS AUTHORIZED TO DETERMINE 21 PRESUMPTIVE ELIGIBILITY FOR MEDICAL ASSISTANCE PURSUANT TO 42 22 U.S.C. SEC. 1396a (a)(47)(B). When the state department determines that 23 it is necessary to designate an additional medical assistance site, the state 24 department shall notify the county in which the medical assistance site is 25 located that an additional medical assistance site has been designated. 26 Any A person who is determined to be eligible pursuant to the 27 requirements of this article ARTICLE 4 and articles 5 and 6 of this title

1 shall be TITLE 25.5 IS eligible for benefits until such THE person is 2 determined to be ineligible. Upon determination that any A person is 3 ineligible for medical benefits, the county department, the state 4 department, or other entity designated by the state department shall notify 5 the applicant in writing of its decision and the reason. therefor. When an 6 applicant is found ineligible for medical assistance eligibility programs, 7 the applicant's application data and verifications shall MUST be 8 automatically shared with the state insurance marketplace through a 9 system interface. Separate determination of eligibility and formal 10 application for benefits under PURSUANT TO this article ARTICLE 4 and 11 articles 5 and 6 of this title TITLE 25.5 for persons eligible as provided in 12 PURSUANT TO sections 25.5-5-101 and 25.5-5-201 shall MUST be made in 13 accordance with the rules of the state department.

14 **SECTION 5.** Act subject to petition - effective date. This act 15 takes effect at 12:01 a.m. on the day following the expiration of the 16 ninety-day period after final adjournment of the general assembly; except 17 that, if a referendum petition is filed pursuant to section 1 (3) of article V 18 of the state constitution against this act or an item, section, or part of this 19 act within such period, then the act, item, section, or part will not take 20 effect unless approved by the people at the general election to be held in 21 November 2024 and, in such case, will take effect on the date of the 22 official declaration of the vote thereon by the governor.