



Legislative Council Staff

Nonpartisan Services for Colorado's Legislature

Revised Fiscal Note

(replaces fiscal note dated March 22, 2023)

Drafting Number:	LLS 23-0878	Date:	April 4, 2023
Prime Sponsors:	Sen. Kolker; Gardner Rep. Lukens; Winter T.	Bill Status:	House Public & Behavioral Health
		Fiscal Analyst:	Kristine McLaughlin 303-866-4776 kristine.mclaughlin@coleg.gov

Bill Topic: ACCESS TO CERTAIN BEHAVIORAL HEALTH SERVICES

Summary of Fiscal Impact:

<input type="checkbox"/> State Revenue	<input type="checkbox"/> TABOR Refund
<input checked="" type="checkbox"/> State Expenditure	<input checked="" type="checkbox"/> School Districts
<input type="checkbox"/> State Transfer	<input type="checkbox"/> Statutory Public Entity

The bill requires select mental health services to be covered for Medicaid members under 21. The Department of Health Care Policy and Financing must engage stakeholders and notify impacted entities. The bill minimally increases state workload on a term-limited basis and may increase school district costs.

Appropriation Summary: No appropriation is required.

Fiscal Note Status: The revised fiscal note reflects the reengrossed bill.

Summary of Legislation

The bill requires select mental health services to be covered for Medicaid members under 21 through the managed care system and the School Health Services Program. The Department of Health Care Policy and Financing (HCPF) must engage stakeholders and notify impacted entities. Each November 1 from 2025 through 2030, HCPF must report to the General Assembly on service utilization.

Background

Every Medicaid member, excluding those partially covered by Medicare, is assigned to a regional organization responsible for providing or arranging medically necessary behavioral health services including the services required under the bill. HCPF pays each regional organization a preset monthly capitation payment for each eligible Medicaid member.

Through the School Health Services Program, Colorado school districts can claim for Medicaid covered services that are provided in schools.

State Expenditures

In FY 2023-24 only, HCPF will hold at least one stakeholder meeting regarding mental health services to be covered under the bill and post a bulletin for impacted entities, which can be accomplished within existing resources. Workload will increase in HCPF to produce the service utilization report.

Because the bill will not increase eligibility nor expand available services, as discussed in the Background section, no service cost increase is anticipated. HCPF provides this level of mental health services to its membership under the behavioral health capitation program.

School Districts

Through the School Health Services Program, Colorado school districts already provide the services listed in the bill. If HCPF uses its authority to expand the list of services and claims increase, school districts will have additional costs. Claims submitted by school districts to HCPF will be eligible to receive federal funding for a portion of the costs.

Effective Date

The bill takes effect 90 days following adjournment of the General Assembly sine die, assuming no referendum petition is filed.

State and Local Government Contacts

Behavioral Health Administration
Human Services

Health Care Policy and Financing
Information Technology