

Second Regular Session
Seventy-fifth General Assembly
STATE OF COLORADO

REENGROSSED

*This Version Includes All Amendments
Adopted in the House of Introduction*

LLS NO. 26-0927.01 Chelsea Princell x4335

HOUSE BILL 26-1366

HOUSE SPONSORSHIP

Brown and Sirota, Taggart, Lindsay

SENATE SPONSORSHIP

Amabile and Kirkmeyer, Bridges

House Committees
Appropriations

Senate Committees

A BILL FOR AN ACT

101 **CONCERNING ENHANCING STATE-DIRECTED PAYMENTS FOR PHYSICIAN**
102 **SERVICES RENDERED BY MEDICAL PROFESSIONALS AT DENVER**
103 **HEALTH AND HOSPITAL AUTHORITY, AND, IN CONNECTION**
104 **THEREWITH, MAKING AN APPROPRIATION.**

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/>.)

Joint Budget Committee. The bill allows money collected from the hospital provider fee to be used to maximize reimbursement through state-directed payments for physician services at Denver health and

Shading denotes HOUSE amendment. Double underlining denotes SENATE amendment.
Capital letters or bold & italic numbers indicate new material to be added to existing law.
Dashes through the words or numbers indicate deletions from existing law.

HOUSE
3rd Reading Unamended
April 11, 2026

HOUSE
2nd Reading Unamended
April 9, 2026

hospital authority.

The bill makes a cash fund appropriation to the department of health care policy and financing.

1 *Be it enacted by the General Assembly of the State of Colorado:*

2 **SECTION 1.** In Colorado Revised Statutes, 25.5-4-402.4, **add**
3 (5)(b)(I.7) and (9)(1.5) as follows:

4 **25.5-4-402.4. Hospitals - healthcare affordability and**
5 **sustainability hospital provider fee - healthcare affordability and**
6 **sustainability nursing facility provider fee - healthcare affordability**
7 **and sustainability intermediate care facility fee - receipt of public**
8 **funds - Colorado healthcare affordability and sustainability**
9 **enterprise - federal waiver - funds created - reports - rules -**
10 **legislative declaration - definitions - repeal.**

11 (5) **Healthcare affordability and sustainability hospital**
12 **provider fee cash fund.**

13 (b) All money in the hospital provider fee cash fund is subject to
14 federal matching as authorized under federal law and, subject to annual
15 appropriation by the general assembly, shall be expended by the
16 enterprise for the following purposes:

17 (I.7) TO MAXIMIZE REIMBURSEMENT FOR PHYSICIAN SERVICES AT
18 DENVER HEALTH AND HOSPITAL AUTHORITY THROUGH A STATE-DIRECTED
19 PAYMENT PROGRAM, AS PERMITTED IN 42 CFR 438.6(c).

20 (9) **Definitions.** As used in this section, unless the context
21 otherwise requires:

22 (1.5) "PHYSICIAN SERVICES" MEANS MEDICALLY NECESSARY
23 SERVICES THAT ARE RENDERED BY A LICENSED PHYSICIAN OR QUALIFIED
24 MEDICAL PROFESSIONAL AND ARE BILLED SEPARATELY FROM HOSPITAL

1 FACILITY FEES.

2 **SECTION 2. Appropriation.** (1) For the 2026-27 state fiscal
3 year, \$3,527,482 is appropriated to the department of health care policy
4 and financing. This appropriation is from the healthcare affordability and
5 sustainability hospital provider fee cash fund created in section
6 25.5-4-402.4 (5)(a)(I). To implement this act, the department may use this
7 appropriation for medical and long-term care services for
8 Medicaid-eligible individuals.

9 (2) For the 2026-27 state fiscal year, the general assembly
10 anticipates that the department of health care policy and financing will
11 receive \$7,803,973 in federal funds for medical and long-term care
12 services for Medicaid-eligible individuals to implement this act. The
13 appropriation in subsection (1) of this section is based on the assumption
14 that the department will receive this amount of federal funds.

15 **SECTION 3. Safety clause.** The general assembly finds,
16 determines, and declares that this act is necessary for the immediate
17 preservation of the public peace, health, or safety or for appropriations for
18 the support and maintenance of the departments of the state and state
19 institutions.