

Second Regular Session  
Seventy-first General Assembly  
STATE OF COLORADO

**REREVISED**

This Version Includes All Amendments

*Adopted in the Second House*

LLS NO. 18-0258.02 Brita Darling x2241

**HOUSE BILL 18-1136**

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**HOUSE SPONSORSHIP**

**Pettersen**, Buck, Kennedy, Singer

**SENATE SPONSORSHIP**

**Priola and Jahn**, Aguilar, Lambert, Tate

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**House Committees**

Public Health Care & Human Services  
Appropriations

**Senate Committees**

State, Veterans, & Military Affairs  
Appropriations

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**A BILL FOR AN ACT**

101 **CONCERNING TREATMENT FOR INDIVIDUALS WITH SUBSTANCE USE**  
102 **DISORDERS, AND, IN CONNECTION THEREWITH, ADDING**  
103 **RESIDENTIAL AND INPATIENT TREATMENT TO THE COLORADO**  
104 **MEDICAL ASSISTANCE PROGRAM AND MAKING AN**  
105 **APPROPRIATION.**

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**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/>.)*

**Opioid and Other Substance Use Disorders Interim Study Committee.** The bill adds residential and inpatient substance use disorder

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

SENATE  
3rd Reading Unamended  
May 4, 2018

SENATE  
Amended 2nd Reading  
May 1, 2018

HOUSE  
3rd Reading Unamended  
April 20, 2018

HOUSE  
Amended 2nd Reading  
April 19, 2018

services to the Colorado medical assistance program. The benefit is limited to persons who meet nationally recognized, evidence-based level of care criteria for residential and inpatient substance use disorder treatment. The benefit will not be effective until the department of health care policy and financing seeks and receives any federal authorization necessary to secure federal financial participation in the program.

If an enhanced residential and inpatient substance use disorder treatment benefit becomes available, managed care organizations shall reprioritize the use of money allocated from the marijuana tax cash fund to assist in providing treatment, including residential treatment, to persons who are not otherwise covered by public or private insurance.

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

2 **SECTION 1.** In Colorado Revised Statutes, 25.5-5-202, **add**  
3 (1)(x) as follows:

4 **25.5-5-202. Basic services for the categorically needy - optional**  
5 **services.** (1) Subject to the provisions of subsection (2) of this section,  
6 the following are services for which federal financial participation is  
7 available and that Colorado has selected to provide as optional services  
8 under the medical assistance program:

9 (x) (I) RESIDENTIAL AND INPATIENT SUBSTANCE USE DISORDER  
10 TREATMENT **AND MEDICAL DETOXIFICATION SERVICES** PURSUANT TO  
11 SECTION 25.5-5-324.

12 (II) NOTWITHSTANDING THE PROVISIONS OF SUBSECTION (1)(x)(I)  
13 OF THIS SECTION, RESIDENTIAL AND INPATIENT SUBSTANCE USE DISORDER  
14 TREATMENT SHALL NOT TAKE EFFECT UNLESS ALL NECESSARY APPROVALS  
15 UNDER FEDERAL LAW AND REGULATION HAVE BEEN OBTAINED TO RECEIVE  
16 FEDERAL FINANCIAL PARTICIPATION FOR THE COSTS OF SUCH SERVICES.

17 **SECTION 2.** In Colorado Revised Statutes, **add** 25.5-5-324 as  
18 follows:

19 **25.5-5-324. Residential and inpatient substance use disorder**

1 **treatment - medical detoxification services - federal approval -**  
2 **performance review report.** (1) SUBJECT TO AVAILABLE  
3 APPROPRIATIONS AND TO THE EXTENT PERMITTED UNDER FEDERAL LAW,  
4 THE MEDICAL ASSISTANCE PROGRAM PURSUANT TO THIS ARTICLE 5 AND  
5 ARTICLES 4 AND 6 OF THIS TITLE 25.5 INCLUDES RESIDENTIAL AND  
6 INPATIENT SUBSTANCE USE DISORDER **TREATMENT AND MEDICAL**  
7 **DETOXIFICATION SERVICES.** PARTICIPATION IN THE RESIDENTIAL AND  
8 INPATIENT SUBSTANCE USE DISORDER TREATMENT **AND MEDICAL**  
9 **DETOXIFICATION SERVICES** BENEFIT IS LIMITED TO PERSONS WHO MEET  
10 NATIONALLY RECOGNIZED, EVIDENCE-BASED, LEVEL OF CARE CRITERIA  
11 FOR RESIDENTIAL AND INPATIENT SUBSTANCE USE DISORDER **TREATMENT**  
12 **AND MEDICAL DETOXIFICATION SERVICES.** THE BENEFIT SHALL SERVE  
13 PERSONS WITH SUBSTANCE USE DISORDERS, INCLUDING THOSE WITH  
14 CO-OCCURRING MENTAL HEALTH DISORDERS. ALL LEVELS OF NATIONALLY  
15 RECOGNIZED, EVIDENCE-BASED LEVELS OF CARE FOR RESIDENTIAL AND  
16 INPATIENT SUBSTANCE USE DISORDER TREATMENT AND MEDICAL  
17 DETOXIFICATION SERVICES MUST BE INCLUDED IN THE BENEFIT.

18 (2) (a) NO LATER THAN OCTOBER 1, 2018, THE STATE  
19 DEPARTMENT SHALL SEEK FEDERAL AUTHORIZATION TO PROVIDE  
20 RESIDENTIAL AND INPATIENT SUBSTANCE USE DISORDER TREATMENT AND  
21 **MEDICAL DETOXIFICATION SERVICES** WITH FULL FEDERAL FINANCIAL  
22 PARTICIPATION. RESIDENTIAL AND INPATIENT SUBSTANCE USE DISORDER  
23 TREATMENT AND MEDICAL DETOXIFICATION SERVICES SHALL NOT TAKE  
24 EFFECT UNTIL FEDERAL APPROVAL HAS BEEN OBTAINED.

25 (b) **PRIOR TO SEEKING FEDERAL APPROVAL PURSUANT TO**  
26 **SUBSECTION (2)(a) OF THIS SECTION,** THE STATE DEPARTMENT SHALL SEEK  
27 **INPUT FROM RELEVANT STAKEHOLDERS, INCLUDING EXISTING PROVIDERS**

1 OF SUBSTANCE USE DISORDER TREATMENT AND MEDICAL DETOXIFICATION  
2 SERVICES AND MANAGED SERVICE ORGANIZATIONS. THE STATE  
3 DEPARTMENT SHALL SEEK INPUT AND INVOLVE STAKEHOLDERS IN  
4 DECISIONS REGARDING:

5 (I) THE COORDINATION OF BENEFITS WITH MANAGED SERVICE  
6 ORGANIZATIONS AND THE OFFICE OF BEHAVIORAL HEALTH IN THE  
7 DEPARTMENT OF HUMAN SERVICES;

8 (II) THE MOST APPROPRIATE ENTITY FOR ADMINISTRATION OF THE  
9 BENEFIT;

10 (III) THE PROVISION OF WRAPAROUND SERVICES NEEDED DURING  
11 TREATMENT AND THE PROVISION OF REQUIRED SERVICES FOLLOWING  
12 TREATMENT THAT MAY NOT BE COVERED THROUGH THE MEDICAL  
13 ASSISTANCE PROGRAM;

14 (IV) THE AUTHORIZATION PROCESS FOR APPROVAL OF SERVICES;  
15 AND

16 (V) THE DEVELOPMENT OF A REIMBURSEMENT RATE  
17 METHODOLOGY TO ENSURE SUSTAINABILITY THAT CONSIDERS A  
18 PROVIDER'S COST OF PROVIDING CARE INCLUDING LOWER-VOLUME  
19 PROVIDERS IN RURAL AREAS.

20 (3) (a) NO LATER THAN JANUARY 15, 2022, THE STATE  
21 DEPARTMENT SHALL PREPARE AND SUBMIT A PERFORMANCE REVIEW  
22 REPORT TO THE JOINT BUDGET COMMITTEE AND TO THE JOINT HEALTH AND  
23 HUMAN SERVICES COMMITTEE, OR ANY SUCCESSOR COMMITTEES,  
24 CONCERNING THE RESIDENTIAL AND INPATIENT SUBSTANCE USE DISORDER  
25 TREATMENT PURSUANT TO THIS SECTION, INCLUDING, AT A MINIMUM:

26 (I) THE NUMBER OF PERSONS WHO RECEIVED SERVICES PURSUANT  
27 TO THIS SECTION AND THE SERVICE PROVIDED;

- 1 (II) THE LENGTH OF TIME THAT SERVICES WERE PROVIDED;  
2 (III) THE LOCATION WHERE SERVICES WERE PROVIDED;  
3 (IV) THE EFFECTIVENESS OF THE SERVICES PROVIDED, INCLUDING  
4 THE RATE OF RELAPSE TO SUBSTANCE USE DISORDER FOLLOWING  
5 TREATMENT; AND  
6 (V) ANY OTHER INFORMATION AS DETERMINED BY THE STATE  
7 DEPARTMENT THAT IS RELEVANT TO THE BENEFIT.

8 (b) AFTER CONSIDERING THE STATE DEPARTMENT'S PERFORMANCE  
9 REVIEW REPORT, THE GENERAL ASSEMBLY MAY ENACT LEGISLATION  
10 MODIFYING OR REPEALING THE BENEFIT.

11 **SECTION 3.** In Colorado Revised Statutes, 27-80-107.5, **amend**  
12 (4)(c) as follows:

13 **27-80-107.5. Increasing access to effective substance use**  
14 **disorder services act - managed service organizations - substance use**  
15 **disorder services - assessment - community action plan - allocations**  
16 **- reporting requirements - evaluation.** (4) (c) It is the intent of the  
17 general assembly that each designated managed service organization use  
18 money allocated to it from the marijuana tax cash fund to cover  
19 expenditures for substance use disorder services that are not otherwise  
20 covered by public or private insurance. Except as provided in ~~paragraph~~  
21 ~~(a) of this subsection~~ (4) SUBSECTION (4)(a) OF THIS SECTION, each  
22 managed service organization may use its allocation from the marijuana  
23 tax cash fund to implement its community action plan and increase access  
24 to substance use disorder services for populations in need of such services  
25 that are within its geographic region. IF AN ENHANCED RESIDENTIAL AND  
26 INPATIENT SUBSTANCE USE DISORDER TREATMENT AND MEDICAL  
27 DETOXIFICATION SERVICES BENEFIT BECOMES AVAILABLE UNDER THE

1 COLORADO MEDICAL ASSISTANCE PROGRAM, MANAGED SERVICE  
2 ORGANIZATIONS SHALL DETERMINE TO WHAT EXTENT MONEY ALLOCATED  
3 FROM THE MARIJUANA TAX CASH FUND MAY BE USED TO ASSIST IN  
4 PROVIDING SUBSTANCE USE DISORDER TREATMENT, INCLUDING  
5 RESIDENTIAL AND INPATIENT SUBSTANCE USE DISORDER TREATMENT AND  
6 MEDICAL DETOXIFICATION SERVICES, IF THOSE SERVICES ARE NOT  
7 OTHERWISE COVERED BY PUBLIC OR PRIVATE INSURANCE.

8 **SECTION 4. Appropriation.** (1) For the 2018-19 state fiscal  
9 year, \$236,827 is appropriated to the department of health care policy and  
10 financing for use by the executive director's office. Of this appropriation,  
11 \$155,193 is from the general fund and \$81,634 is from the healthcare  
12 affordability and sustainability fee cash fund created in section  
13 25.5-4-402.4 (5)(a), C.R.S. To implement this act, the office may use this  
14 appropriation as follows:

15 (a) \$51,375, which consists of \$33,666 from the general fund and  
16 \$17,709 from the healthcare affordability and sustainability fee cash fund,  
17 for personal services, which amount is based on an assumption that the  
18 office will require an additional 1.5 FTE;

19 (b) \$72,952, which consists of \$47,806 from the general fund and  
20 \$25,146 from the healthcare affordability and sustainability fee cash fund,  
21 for operating expenses; and

22 (c) \$112,500, which consists of \$73,721 from the general fund and  
23 \$38,779 from the healthcare affordability and sustainability fee cash fund,  
24 for general professional services and special projects.

25 (2) For the 2018-19 state fiscal year, the general assembly  
26 anticipates that the department of health care policy and financing will  
27 receive \$236,828 in federal funds to implement this act, which amount is

1 included for informational purposes only. The appropriation in subsection  
2 (1) of this section is based on the assumption that the department will  
3 receive this amount of federal funds to be used by the executive director's  
4 office as follows:

- 5 (a) \$51,375 for personal services;
- 6 (b) \$72,953 for operating expenses; and
- 7 (c) \$112,500 for general professional services and special  
8 projects.

9 **SECTION 5. Safety clause.** The general assembly hereby finds,  
10 determines, and declares that this act is necessary for the immediate  
11 preservation of the public peace, health, and safety.