Second Regular Session Seventy-second General Assembly STATE OF COLORADO

ENGROSSED

This Version Includes All Amendments Adopted on Second Reading in the House of Introduction HOUSE BILL 20-1219

LLS NO. 20-0526.01 Yelana Love x2295

HOUSE SPONSORSHIP

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Danielson,

SENATE SPONSORSHIP

House Committees Health & Insurance Finance Appropriations **Senate Committees**

A BILL FOR AN ACT

101	CONCERNING THE CONTINUATION OF THE LICENSING OF
102	AUDIOLOGISTS, AND, IN CONNECTION THEREWITH,
103	IMPLEMENTING RECOMMENDATIONS CONTAINED IN THE 2019
104	SUNSET REPORT BY THE DEPARTMENT OF REGULATORY
105	AGENCIES.

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/.)

Sunset Process - House Health and Insurance Committee. The bill implements the recommendations of the department of regulatory

HOUSE Amended 2nd Reading June 4, 2020 agencies' sunset review and report on the licensing of audiologists by combining the audiologist practice act with the hearing aid provider practice act and:

- Continuing the licensing of audiologists for 11 years, to 2031 (sections 5 and 6 of the bill);
- ! Requiring licensees and insurance carriers to report any malpractice settlements or judgments to the director of the division of professions and occupations in the department of regulatory agencies within 30 days (section 1);
- ! Requiring final agency actions to be appealed directly to the court of appeals (section 2);
- Amending the language in the grounds for discipline referring to an alcohol or substance use disorder (section 3);
- ! Restoring the deceptive trade practice provisions related to the sale of hearing aids (section 4); and
- ! Making conforming amendments necessary to combine the audiologist practice act with the hearing aid provider practice act and make the additional recommended changes (sections 7 through 35).
- 1 Be it enacted by the General Assembly of the State of Colorado:
- 2 SECTION 1. In Colorado Revised Statutes, amend 12-210-115
- 3 as follows:
- 4 12-210-115. Repeal of article - review of functions. This article 5 210 is repealed, effective September 1, 2020 2031. Before the repeal, the 6 licensing and supervisory functions of the director are scheduled for 7 review in accordance with section 24-34-104. 8 **SECTION 2.** In Colorado Revised Statutes, 24-34-104, repeal 9 (19)(a)(V); and add (32) as follows: 10 24-34-104. General assembly review of regulatory agencies 11 and functions for repeal, continuation, or reestablishment -12 legislative declaration - repeal. (19) (a) The following agencies,
- 13 functions, or both, are scheduled for repeal on September 1, 2020:
- 14 (V) The licensing of audiologists by the division of professions

1	and occupations in accordance with article 210 of title 12;
2	(32) (a) THE FOLLOWING AGENCIES, FUNCTIONS, OR BOTH, ARE
3	SCHEDULED FOR REPEAL ON SEPTEMBER 1, 2031:
4	(I) THE LICENSING OF AUDIOLOGISTS BY THE DIVISION OF
5	PROFESSIONS AND OCCUPATIONS IN ACCORDANCE WITH ARTICLE $\overline{210}$ of
6	TITLE 12.
7	(b) This subsection (32) is repealed, effective September 1,
8	2033.
9	SECTION 3. In Colorado Revised Statutes, 6-1-701, amend
10	(2)(a)(III), (2)(c), and (2)(e)(III)(B) as follows:
11	6-1-701. Dispensing hearing aids - deceptive trade practices
12	- definitions. (2) In addition to any other deceptive trade practices under
13	section 6-1-105, a dispenser engages in a deceptive trade practice when
14	the dispenser:
15	(a) Fails to deliver to each person to whom the dispenser
16	dispenses a hearing aid a receipt that:
17	(III) Bears, in no smaller type than the largest used in the body of
18	the receipt, a provision indicating that dispensers who are licensed
19	certified, or registered by the department of regulatory agencies are
19 20	certified, or registered by the department of regulatory agencies are regulated by the division of professions and occupations in the
20	regulated by the division of professions and occupations in the
20 21	regulated by the division of professions and occupations in the department of regulatory agencies; AND
20 21 22	regulated by the division of professions and occupations in the department of regulatory agencies; AND (c) (I) Fails to receive from a licensed physician, before
20 21 22 23	regulated by the division of professions and occupations in the department of regulatory agencies; AND (c) (I) Fails to receive from a licensed physician, before dispensing, fitting, or selling a hearing aid to any person, a written
20 21 22 23 24	regulated by the division of professions and occupations in the department of regulatory agencies; AND (c) (I) Fails to receive from a licensed physician, before dispensing, fitting, or selling a hearing aid to any person, a written prescription or recommendation, issued within the previous six months,

1 requirement by delivering to the dispenser a written waiver;

2 (II) Dispenses, adjusts, provides training or teaching in regard to, 3 or otherwise services surgically implanted hearing devices unless the 4 dispenser is an audiologist or physician;

5

(e) Fails to provide a minimum thirty-day rescission period with 6 the following terms:

7 (III) (B) The written contract or receipt provided to the buyer 8 must also contain a statement, in print size no smaller than ten-point type, 9 that the sale is void and unenforceable if the hearing aid being purchased 10 is not delivered to the consumer within thirty days after the date the 11 written contract is signed or the receipt is issued, whichever occurs later. 12 The written contract or receipt must also include the dispenser's license 13 certification, or registration number, if the dispenser is required to be 14 licensed certified or registered by the state, and a statement that the 15 dispenser will promptly refund all moneys MONEY paid for the purchase 16 of a hearing aid if it is not delivered to the consumer within the thirty-day 17 period. The buyer cannot waive this requirement, and any attempt to 18 waive it is void.

19 SECTION 4. In Colorado Revised Statutes, 12-210-108, amend 20 (2)(q), (2)(t), and (2)(u); and add (2)(v) as follows:

21 12-210-108. Disciplinary actions - grounds for discipline. 22 (2) The following acts constitute grounds for discipline:

23 (q) Having an alcohol use disorder, as defined in section 24 27-81-102, or a substance use disorder, as defined in section 27-82-102, 25 or Excessively or habitually using or abusing alcohol or habit-forming 26 drugs or habitually using a controlled substance, as defined in section 27 18-18-102 (5), or other drugs or substances having similar effects; except that the director has the discretion not to discipline the licensee if he or
 she THE LICENSEE is participating in good faith in an alcohol or substance
 use disorder treatment program approved by the director;

- 4 (t) Failing to respond in an honest, materially responsive, and
 5 timely manner to a complaint lodged against the licensee; and
- (u) In any court of competent jurisdiction, being convicted of,
 pleading guilty or nolo contendere to, or receiving a deferred sentence for
 a felony or a crime involving fraud, deception, false pretense, theft,
 misrepresentation, false advertising, or dishonest dealing; AND
- 10 (v) FAILING TO NOTIFY THE DIRECTOR, IN WRITING AND WITHIN 11 THIRTY DAYS AFTER A JUDGMENT OR SETTLEMENT IS ENTERED, OF A FINAL 12 JUDGMENT BY A COURT OF COMPETENT JURISDICTION AGAINST THE 13 LICENSEE INVOLVING MALPRACTICE OF AUDIOLOGY OR A SETTLEMENT BY 14 THE LICENSEE IN RESPONSE TO CHARGES OR ALLEGATIONS OF 15 MALPRACTICE OF AUDIOLOGY AND, IN THE CASE OF A JUDGMENT, FAILING 16 TO INCLUDE IN THE NOTICE THE NAME OF THE COURT, THE CASE NUMBER, 17 AND THE NAMES OF ALL PARTIES TO THE ACTION.
- 18 SECTION 5. In Colorado Revised Statutes, add 12-210-107.5
 19 as follows:
- 12-210-107.5. Continuing education. (1) AN AUDIOLOGIST
 LICENSED PURSUANT TO THIS ARTICLE 210 SHALL COMPLETE AT LEAST TEN
 HOURS OF CONTINUING EDUCATION EACH RENEWAL PERIOD.
- (2) APPLICANTS FOR LICENSE RENEWAL, REACTIVATION, OR
 REINSTATEMENT SHALL ATTEST DURING THE APPLICATION PROCESS AS TO
 WHETHER THEY ARE IN COMPLIANCE WITH THIS SECTION.
- 26 (3) THE DIRECTOR MAY AUDIT COMPLIANCE WITH THIS SECTION.
 27 AUDIOLOGISTS SHALL SUBMIT DOCUMENTATION OF THEIR COMPLIANCE

1 WITH THIS SECTION UPON REQUEST BY THE DIRECTOR.

SECTION 6. In Colorado Revised Statutes, add 10-1-125.7 as
follows:

4 10-1-125.7. Reporting of malpractice claims against 5 audiologists. (1) EACH INSURANCE COMPANY LICENSED TO DO BUSINESS 6 IN THIS STATE AND ENGAGED IN THE WRITING OF MALPRACTICE 7 INSURANCE FOR AUDIOLOGISTS SHALL SEND TO THE DIRECTOR OF THE 8 DIVISION OF PROFESSIONS AND OCCUPATIONS IN THE DEPARTMENT OF 9 REGULATORY AGENCIES, IN THE FORM PRESCRIBED BY THE 10 COMMISSIONER, INFORMATION RELATING TO EACH MALPRACTICE CLAIM 11 AGAINST A LICENSED AUDIOLOGIST THAT IS SETTLED OR IN WHICH 12 JUDGMENT IS RENDERED AGAINST THE INSURED.

13 (2) THE INFORMATION MUST INCLUDE INFORMATION DEEMED
14 NECESSARY BY THE DIRECTOR OF THE DIVISION OF PROFESSIONS AND
15 OCCUPATIONS IN THE DEPARTMENT OF REGULATORY AGENCIES TO
16 CONDUCT A FURTHER INVESTIGATION AND HEARING.

SECTION 7. In Colorado Revised Statutes, 12-20-408, amend
(2)(e); and repeal (2)(f) as follows:

19 12-20-408. Judicial review. (2) A district court of competent
20 jurisdiction has initial jurisdiction to review all final actions and orders
21 of a regulator that are subject to judicial review and shall conduct the
22 judicial review proceedings in accordance with section 24-4-106 (3) for
23 the following:

- 24 (e) Article 200 of this title 12 concerning acupuncturists; AND
- 25 (f) Article 210 of this title 12 concerning audiologists; and
- 26 **SECTION 8.** In Colorado Revised Statutes, **add** part 2 to article
- 27 210 of title 12 as follows:

1	PART 2
2	DECEPTIVE TRADE PRACTICES
3	12-210-201. Definitions. As used in this part 2, unless the
4	CONTEXT OTHERWISE REQUIRES:
5	(1) "DISPENSER" MEANS A PERSON LICENSED IN THE PRACTICE OF
6	AUDIOLOGY PURSUANT TO PART 1 OF THIS ARTICLE 210 who dispenses
7	HEARING AIDS.
8	12-210-202. Dispensing hearing aids - deceptive trade
9	practices. (1) IN ADDITION TO ANY OTHER DECEPTIVE TRADE PRACTICES
10	UNDER SECTION 6-1-105, A DISPENSER ENGAGES IN A DECEPTIVE TRADE
11	PRACTICE WHEN THE DISPENSER:
12	(a) FAILS TO DELIVER TO EACH PERSON TO WHOM THE DISPENSER
13	DISPENSES A HEARING AID A RECEIPT THAT:
14	(I) BEARS THE BUSINESS ADDRESS OF THE DISPENSER, TOGETHER
15	WITH SPECIFICATIONS AS TO THE MAKE AND SERIAL NUMBER OF THE
16	HEARING AID FURNISHED AND THE FULL TERMS OF THE SALE CLEARLY
17	STATED. IF THE DISPENSER DISPENSES A HEARING AID THAT IS NOT NEW,
18	THE DISPENSER SHALL CLEARLY MARK ON THE HEARING AID CONTAINER
19	AND THE RECEIPT THE TERM "USED" OR "RECONDITIONED", WHICHEVER IS
20	APPLICABLE, WITHIN THE TERMS OF THE GUARANTEE, IF ANY.
21	(II) BEARS, IN NO SMALLER TYPE THAN THE LARGEST USED IN THE
22	BODY OF THE RECEIPT, IN SUBSTANCE, A PROVISION THAT THE BUYER HAS
23	BEEN ADVISED AT THE OUTSET OF THE BUYER'S RELATIONSHIP WITH THE
24	DISPENSER THAT ANY EXAMINATION OR REPRESENTATION MADE BY A
25	DISPENSER IN CONNECTION WITH THE PRACTICE OF DISPENSING, FITTING,
26	OR DEALING IN HEARING AIDS IS NOT AN EXAMINATION, DIAGNOSIS, OR
27	PRESCRIPTION BY A PERSON LICENSED TO PRACTICE MEDICINE IN THIS

1 STATE AND, THEREFORE, MUST NOT BE REGARDED AS MEDICAL OPINION OR 2 ADVICE: 3 (III) BEARS, IN NO SMALLER TYPE THAN THE LARGEST USED IN THE 4 BODY OF THE RECEIPT, A PROVISION INDICATING THAT DISPENSERS WHO 5 ARE LICENSED BY THE DEPARTMENT ARE REGULATED BY THE DIVISION; 6 AND (IV) BEARS A PROVISION LABELED "WARRANTY" IN WHICH THE 7 8 EXACT WARRANTY TERMS AND PERIODS AVAILABLE FROM THE 9 MANUFACTURER ARE DOCUMENTED, OR INCLUDES AN ORIGINAL OR 10 PHOTOCOPY OF THE ORIGINAL MANUFACTURER'S WARRANTY WITH THE

11 RECEIPT;

(b) DISPENSES A HEARING AID TO A CHILD UNDER EIGHTEEN YEARS
OF AGE WITHOUT RECEIVING DOCUMENTATION THAT THE CHILD HAS BEEN
EXAMINED BY A LICENSED PHYSICIAN AND AN AUDIOLOGIST WITHIN SIX
MONTHS PRIOR TO THE FITTING;

16 (c) DISPENSES, ADJUSTS, PROVIDES TRAINING OR TEACHING IN
17 REGARD TO, OR OTHERWISE SERVICES SURGICALLY IMPLANTED HEARING
18 DEVICES UNLESS THE DISPENSER IS AN AUDIOLOGIST OR PHYSICIAN;

(d) FAILS TO RECOMMEND IN WRITING, PRIOR TO FITTING OR
DISPENSING A HEARING AID, THAT THE BEST INTERESTS OF THE
PROSPECTIVE USER WOULD BE SERVED BY CONSULTING A LICENSED
PHYSICIAN SPECIALIZING IN DISEASES OF THE EAR, OR ANY LICENSED
PHYSICIAN, IF ANY OF THE FOLLOWING CONDITIONS EXIST:

24 (I) VISIBLE CONGENITAL OR TRAUMATIC DEFORMITY OF THE EAR;
25 (II) ACTIVE DRAINAGE OF THE EAR, OR A HISTORY OF DRAINAGE
26 OF THE EAR WITHIN THE PREVIOUS NINETY DAYS;

27 (III) HISTORY OF SUDDEN OR RAPIDLY PROGRESSIVE HEARING

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1	LOSS;
2	(IV) ACUTE OR CHRONIC DIZZINESS;
3	(V) UNILATERAL HEARING LOSS OF SUDDEN ONSET WITHIN THE
4	PREVIOUS NINETY DAYS;
5	(VI) AUDIOMETRIC AIR-BONE GAP EQUAL TO OR GREATER THAN
6	FIFTEEN DECIBELS AT 500 HERTZ (HZ), 1,000 HZ, AND 2,000 HZ;
7	(VII) VISIBLE EVIDENCE OF SIGNIFICANT CERUMEN
8	ACCUMULATION ON, OR A FOREIGN BODY IN, THE EAR CANAL; OR
9	(VIII) PAIN OR DISCOMFORT IN THE EAR;
10	(e) FAILS TO PROVIDE A MINIMUM THIRTY-DAY RESCISSION PERIOD
11	WITH THE FOLLOWING TERMS:
12	(I) The buyer has the right to cancel the purchase for any
13	REASON BEFORE THE EXPIRATION OF THE RESCISSION PERIOD BY GIVING
14	OR MAILING WRITTEN NOTICE OF CANCELLATION TO THE DISPENSER AND
15	PRESENTING THE HEARING AID TO THE DISPENSER, UNLESS THE HEARING
16	AID HAS BEEN LOST OR SIGNIFICANTLY DAMAGED BEYOND REPAIR WHILE
17	IN THE BUYER'S POSSESSION AND CONTROL. THE RESCISSION PERIOD IS
18	TOLLED FOR ANY PERIOD DURING WHICH A DISPENSER TAKES POSSESSION
19	OR CONTROL OF A HEARING AID AFTER ITS ORIGINAL DELIVERY.
20	(II) THE BUYER, UPON CANCELLATION, IS ENTITLED TO RECEIVE A
21	FULL REFUND OF ANY PAYMENT MADE FOR THE HEARING AID WITHIN
22	THIRTY DAYS AFTER RETURNING THE HEARING AID TO THE DISPENSER,
23	UNLESS THE HEARING AID WAS SIGNIFICANTLY DAMAGED BEYOND REPAIR
24	WHILE IN THE BUYER'S POSSESSION AND CONTROL.
25	(III) (A) THE DISPENSER SHALL PROVIDE A WRITTEN RECEIPT OR
26	CONTRACT TO THE BUYER THAT INCLUDES, IN IMMEDIATE PROXIMITY TO
27	THE SPACE RESERVED FOR THE SIGNATURE OF THE BUYER, THE FOLLOWING

SPECIFIC STATEMENT IN ALL CAPITAL LETTERS OF NO LESS THAN
 TEN-POINT, BOLD-FACED TYPE:

3	THE BUYER HAS THE RIGHT TO CANCEL THIS
4	PURCHASE FOR ANY REASON AT ANY TIME
5	PRIOR TO 12 MIDNIGHT ON THE [INSERT
6	APPLICABLE RESCISSION PERIOD, WHICH MUST BE NO
7	SHORTER THAN THIRTY DAYS AFTER RECEIPT OF THE
8	HEARING AID] CALENDAR DAY AFTER RECEIPT OF
9	THE HEARING AID BY GIVING OR MAILING THE
10	DISPENSER WRITTEN NOTICE OF
11	CANCELLATION AND BY RETURNING THE
12	HEARING AID, UNLESS THE HEARING AID HAS
13	BEEN SIGNIFICANTLY DAMAGED BEYOND
14	REPAIR WHILE THE HEARING AID WAS IN THE
15	BUYER'S CONTROL.

16 (B) THE WRITTEN CONTRACT OR RECEIPT PROVIDED TO THE BUYER 17 MUST ALSO CONTAIN A STATEMENT, IN PRINT SIZE NO SMALLER THAN 18 TEN-POINT TYPE, THAT THE SALE IS VOID AND UNENFORCEABLE IF THE 19 HEARING AID BEING PURCHASED IS NOT DELIVERED TO THE CONSUMER 20 WITHIN THIRTY DAYS AFTER THE DATE THE WRITTEN CONTRACT IS SIGNED 21 OR THE RECEIPT IS ISSUED, WHICHEVER OCCURS LATER. THE WRITTEN 22 CONTRACT OR RECEIPT MUST ALSO INCLUDE THE DISPENSER'S LICENSE 23 NUMBER, IF THE DISPENSER IS REQUIRED TO BE LICENSED BY THE STATE, 24 AND A STATEMENT THAT THE DISPENSER WILL PROMPTLY REFUND ALL 25 MONEY PAID FOR THE PURCHASE OF THE HEARING AID IF IT IS NOT 26 DELIVERED TO THE CONSUMER WITHIN THE THIRTY-DAY PERIOD. THE 27 BUYER CANNOT WAIVE THIS REQUIREMENT, AND ANY ATTEMPT TO WAIVE

1 IT IS VOID.

2 (IV) A REFUND REQUEST FORM MUST BE ATTACHED TO EACH 3 RECEIPT AND MUST CONTAIN THE INFORMATION IN SUBSECTION (1)(a)(I)4 OF THIS SECTION AND THE STATEMENT, IN ALL CAPITAL LETTERS OF NO 5 LESS THAN TEN-POINT, BOLD-FACED TYPE: 6 **REFUND REQUEST - THIS FORM MUST BE** 7 **POSTMARKED BY** [DATE TO BE FILLED IN]. 8 NO REFUND WILL BE GIVEN UNTIL THE 9 HEARING AID OR HEARING AIDS ARE **RETURNED TO THE DISPENSER.** 10 11 A SPACE FOR THE BUYER'S ADDRESS, TELEPHONE NUMBER, AND 12 SIGNATURE MUST BE PROVIDED. THE BUYER IS REQUIRED ONLY TO SIGN, 13 LIST THE BUYER'S CURRENT ADDRESS AND TELEPHONE NUMBER, AND MAIL 14 THE REFUND REQUEST FORM TO THE DISPENSER. IF THE HEARING AID IS 15 SOLD IN THE BUYER'S HOME, THE BUYER MAY REQUIRE THE DISPENSER TO 16 ARRANGE THE RETURN OF THE HEARING AID. 17 (f) REPRESENTS THAT THE SERVICE OR ADVICE OF A PERSON 18 LICENSED TO PRACTICE MEDICINE WILL BE USED OR MADE AVAILABLE IN 19 THE SELECTION, FITTING, ADJUSTMENT, MAINTENANCE, OR REPAIR OF HEARING AIDS WHEN THAT IS NOT TRUE OR USING THE TERMS "DOCTOR", 20 21 "CLINIC", "STATE-LICENSED CLINIC", "STATE-REGISTERED", "STATE-CERTIFIED", OR "STATE-APPROVED", OR ANY OTHER TERM, 22 23 ABBREVIATION, OR SYMBOL WHEN IT WOULD: 24 (I) FALSELY GIVE THE IMPRESSION THAT SERVICE IS BEING 25 PROVIDED BY PERSONS TRAINED IN MEDICINE OR THAT THE DISPENSER'S 26 SERVICE HAS BEEN RECOMMENDED BY THE STATE WHEN THAT IS NOT THE 27 CASE; OR

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1 (II) BE FALSE OR MISLEADING;

2 (g) DIRECTLY OR INDIRECTLY:

3 (I) GIVES OR OFFERS TO GIVE, OR PERMITS OR CAUSES TO BE 4 GIVEN, MONEY OR ANYTHING OF VALUE TO ANY PERSON WHO ADVISES 5 ANOTHER IN A PROFESSIONAL CAPACITY AS AN INDUCEMENT TO 6 INFLUENCE THE PERSON OR HAVE THE PERSON INFLUENCE OTHERS TO 7 PURCHASE OR CONTRACT TO PURCHASE PRODUCTS SOLD OR OFFERED FOR 8 SALE BY THE DISPENSER; EXCEPT THAT A DISPENSER DOES NOT VIOLATE 9 THIS SUBSECTION (1)(g)(I) IF THE DISPENSER PAYS AN INDEPENDENT 10 ADVERTISING OR MARKETING AGENT COMPENSATION FOR ADVERTISING OR 11 MARKETING SERVICES THE AGENT RENDERED ON THE DISPENSER'S BEHALF, 12 INCLUDING COMPENSATION THAT IS PAID FOR THE RESULTS OR 13 PERFORMANCE OF THE SERVICES ON A PER-PATIENT BASIS; OR

(II) INFLUENCES OR ATTEMPTS TO INFLUENCE ANY PERSON TO
 REFRAIN FROM DEALING IN THE PRODUCTS OF COMPETITORS;

16 (h) DISPENSES A HEARING AID TO A PERSON WHO HAS NOT BEEN
17 GIVEN TESTS UTILIZING APPROPRIATE ESTABLISHED PROCEDURES AND
18 INSTRUMENTATION IN THE FITTING OF HEARING AIDS, EXCEPT WHEN
19 SELLING A REPLACEMENT HEARING AID WITHIN ONE YEAR AFTER THE DATE
20 OF THE ORIGINAL PURCHASE;

(i) MAKES A FALSE OR MISLEADING STATEMENT OF FACT
concerning goods or services or the buyer's right to cancel with
THE INTENTION OR EFFECT OF DETERRING OR PREVENTING THE BUYER
FROM EXERCISING THE BUYER'S RIGHT TO CANCEL, OR REFUSES TO HONOR
A BUYER'S REQUEST TO CANCEL A CONTRACT FOR THE PURCHASE OF A
HEARING AID, IF THE REQUEST WAS MADE DURING THE RESCISSION PERIOD
SET FORTH IN SUBSECTION (1)(e) OF THIS SECTION;

1	(j) Employs a device, a scheme, or an artifice with the
2	INTENT TO DEFRAUD A BUYER OF A HEARING AID;
3	(k) INTENTIONALLY DISPOSES OF, CONCEALS, DIVERTS, CONVERTS,
4	OR OTHERWISE FAILS TO ACCOUNT FOR ANY FUNDS OR ASSETS OF A BUYER
5	OF A HEARING AID THAT IS UNDER THE DISPENSER'S CONTROL; OR
6	(1) CHARGES, COLLECTS, OR RECOVERS ANY COST OR FEE FOR ANY
7	GOOD OR SERVICE THAT HAS BEEN REPRESENTED BY THE DISPENSER AS
8	FREE.
9	(2) (a) This section applies to a dispenser who dispenses
10	HEARING AIDS IN THIS STATE.
11	(b) This section does not apply to the dispensing of
12	HEARING AIDS OUTSIDE OF THIS STATE SO LONG AS THE TRANSACTION
13	EITHER CONFORMS TO THIS SECTION OR TO THE APPLICABLE LAWS AND
14	RULES OF THE JURISDICTION IN WHICH THE TRANSACTION TAKES PLACE.
15	SECTION 9. In Colorado Revised Statutes, amend 13-64-303
16	as follows:
17	13-64-303. Judgments and settlements - reported. Any final
18	judgment, settlement, or arbitration award against any health care
19	professional or health care institution for medical malpractice shall be
20	reported within fourteen days by such THE professional's or institution's
21	medical malpractice insurance carrier in accordance with section
22	10-1-120, 10-1-121, 10-1-124, or 10-1-125, C.R.S. OR 10-1-125.7, or by
23	such THE professional or institution if there is no commercial medical
24	malpractice insurance coverage, to the licensing agency of the health care
25	professional or health care institution for review, investigation, and,
26	where appropriate, disciplinary or other action. Any health care
27	professional, health care institution, or insurance carrier that knowingly

fails to report as required by this section shall be subject to a civil penalty
of not more than two thousand five hundred dollars. Such penalty shall
be determined and collected by the district court in the city and county of
Denver. All penalties collected pursuant to this section shall be
transmitted to the state treasurer, who shall credit the same to the general
fund.

7 SECTION 10. In Colorado Revised Statutes, 25-51-104, amend
8 (1)(c) as follows:

9 25-51-104. Payment and financial resolution. (1) If a patient
10 accepts an offer of compensation made pursuant to section 25-51-103 (5)
11 and receives the compensation, the payment of compensation to the
12 patient is not a payment resulting from:

(c) A malpractice claim settled or in which judgment is rendered
against a professional for purposes of reporting by malpractice insurance
companies under section 10-1-120, 10-1-121, 10-1-124, 10-1-125, or
10-1-125.5, OR 10-1-125.7;

17 SECTION 11. Act subject to petition - effective date. This act 18 takes effect at 12:01 a.m. on the day following the expiration of the 19 ninety-day period after final adjournment of the general assembly 20 (August 5, 2020, if adjournment sine die is on May 6, 2020); except that, 21 if a referendum petition is filed pursuant to section 1 (3) of article V of 22 the state constitution against this act or an item, section, or part of this act 23 within such period, then the act, item, section, or part will not take effect 24 unless approved by the people at the general election to be held in November 2020 and, in such case, will take effect on the date of the 25 26 official declaration of the vote thereon by the governor.