Second Regular Session Seventy-fourth General Assembly STATE OF COLORADO

INTRODUCED

LLS NO. 24-0528.02 Anna Petrini x5497

HOUSE BILL 24-1322

HOUSE SPONSORSHIP

Brown and Bird,

SENATE SPONSORSHIP

Kirkmeyer and Rodriguez,

House Committees Health & Human Services

Senate Committees

| | A BILL FOR AN ACT |
|-----|---|
| 101 | CONCERNING THE DEPARTMENT OF HEALTH CARE POLICY AND |
| 102 | FINANCING CONDUCTING A FEASIBILITY STUDY TO DETERMINE |
| 103 | WHETHER TO SEEK FEDERAL AUTHORIZATION TO PROVIDE |
| 104 | SERVICES THAT ADDRESS MEDICAID MEMBERS' |
| 105 | HEALTH-RELATED SOCIAL NEEDS. |

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.)

The bill directs the department of health care policy and financing (state department) to conduct a feasibility study (study) to explore the

feasibility of seeking federal authorization to provide nutrition and housing services that address medicaid members' health-related social needs (HRSN). The state department shall report the study's findings to the joint budget committee on or before November 10, 2024. The study and report must address integrating HRSN services with existing housing-related and nutrition-related services.

The bill requires the state department to seek federal authorization to provide HRSN services no later than July 1, 2025, if seeking federal authorization would be budget neutral.

1 Be it enacted by the General Assembly of the State of Colorado: 2 **SECTION 1.** In Colorado Revised Statutes, add 25.5-5-337 as 3 follows: 4 25.5-5-337. Coverage for services addressing health-related 5 social needs feasibility study - federal authorization - report - rules. 6 (1) (a) THE STATE DEPARTMENT SHALL STUDY THE FEASIBILITY OF 7 PROVIDING NUTRITION AND HOUSING SERVICES THAT ADDRESS MEMBERS' 8 HEALTH-RELATED SOCIAL NEEDS IN ORDER TO DETERMINE WHETHER TO 9 SEEK A FEDERAL AUTHORIZATION TO PROVIDE THE SERVICES. 10 (b) THE FEASIBILITY STUDY MUST ADDRESS THE COSTS, 11 IMPLEMENTATION FACTORS, AFFECTED POPULATIONS, FEDERAL AND STATE 12 FUNDING MECHANISMS, AND TIMELINE FOR THE STATE DEPARTMENT TO 13 SEEK A FEDERAL AUTHORIZATION THAT, AT A MINIMUM, PROVIDES: 14 (I) HOUSING-RELATED SERVICES, INCLUDING UP TO SIX MONTHS OF 15 RENTAL ASSISTANCE OR TEMPORARY HOUSING AND UTILITY ASSISTANCE, 16 WHERE APPLICABLE, FOR: 17 (A) INDIVIDUALS TRANSITIONING OUT OF INSTITUTIONAL CARE OR 18 A CONGREGATE CARE SETTING; 19 (B) INDIVIDUALS WHO ARE EXPERIENCING HOMELESSNESS, AT RISK 20 OF HOMELESSNESS, OR TRANSITIONING OUT OF AN EMERGENCY SHELTER,

-2- HB24-1322

| 1 | NONCONGREGATE SHELTER, OR MICRO-COMMUNITY; AND |
|----|--|
| 2 | (C) YOUTH TRANSITIONING OUT OF THE CHILD WELFARE SYSTEM |
| 3 | OR OTHER OUT-OF-HOME PLACEMENTS; AND |
| 4 | (II) NUTRITION-RELATED SERVICES, INCLUDING UP TO THREE |
| 5 | MEDICALLY TAILORED MEALS PER DAY, INITIALLY FOR UP TO SIX MONTHS |
| 6 | WITH THE POSSIBILITY OF CONTINUING THE MEALS FOR AN ADDITIONAL |
| 7 | TWO TO SIX MONTHS UPON A STATE DEPARTMENT DETERMINATION TO |
| 8 | CONTINUE THE MEALS, DELIVERED TO A MEMBER'S HOME OR OTHER |
| 9 | PRIVATE RESIDENCE IF THE MEMBER HAS A SEVERE ILLNESS OR MULTIPLE |
| 10 | CHRONIC CONDITIONS. |
| 11 | (c) The feasibility study must also address the costs, |
| 12 | IMPLEMENTATION FACTORS, TIMELINE, PROVIDER TYPES, SETTINGS, AND |
| 13 | FULL RANGE OF SERVICES TO BE COVERED FOR THE STATE DEPARTMENT TO |
| 14 | SEEK A FEDERAL AUTHORIZATION THAT PROVIDES: |
| 15 | (I) PRE-TENANCY AND TENANCY-SUSTAINING SERVICES, |
| 16 | INCLUDING, BUT NOT LIMITED TO, TENANT RIGHTS EDUCATION AND |
| 17 | EVICTION PREVENTION; |
| 18 | (II) HOUSING TRANSITION NAVIGATION SERVICES, INCLUDING, BUT |
| 19 | NOT LIMITED TO, INDIVIDUALIZED CASE MANAGEMENT, SKILLS BUILDING, |
| 20 | AND PEER SUPPORT SERVICES; |
| 21 | (III) ONE-TIME HOUSING TRANSITION AND MOVING COSTS, |
| 22 | INCLUDING, BUT NOT LIMITED TO, SECURITY DEPOSITS; FIRST MONTH'S |
| 23 | RENT; MOVERS; RELOCATION EXPENSES; AND COSTS ASSOCIATED WITH |
| 24 | UTILITY ACTIVATION, IDENTIFICATION REQUIREMENTS, AND HOUSING |
| 25 | APPLICATIONS AND INSPECTIONS; |
| 26 | (IV) PANTRY STOCKING OR UP TO THREE MEALS PER DAY, |
| 27 | DELIVERED TO THE MEMBER'S HOME OR OTHER PRIVATE RESIDENCE FOR A |

-3- HB24-1322

| 1 | CHILD OR YOUTH UNDER TWENTY-ONE YEARS OF AGE OR A PREGNANT |
|----|---|
| 2 | PERSON FOR UP TO SIX MONTHS; AND |
| 3 | (V) NUTRITION PRESCRIPTIONS THAT ARE TARGETED TO |
| 4 | MEDICALLY VULNERABLE POPULATIONS, AS DETERMINED BY THE STATE |
| 5 | DEPARTMENT, AND TAILORED TO THE MEMBER'S HEALTH AND SOCIAL RISK, |
| 6 | NUTRITION-SENSITIVE HEALTH CONDITIONS, OR HAVE A DEMONSTRATED |
| 7 | OUTCOME IMPROVEMENT, INCLUDING FRUIT AND VEGETABLE |
| 8 | PRESCRIPTIONS AND PROTEIN BOXES FOR UP TO SIX MONTHS. |
| 9 | (2) IN ADDITION TO THE STUDY TOPICS DETAILED IN SUBSECTION |
| 10 | (1) OF THIS SECTION, THE FEASIBILITY STUDY MUST ADDRESS HOW TO |
| 11 | BEST: |
| 12 | (a) Ensure the housing-related services described in |
| 13 | SUBSECTION (1) OF THIS SECTION SUPPLEMENT AND INTEGRATE WITH |
| 14 | OTHER EXISTING HOUSING-RELATED SERVICES; |
| 15 | (b) COORDINATE ELIGIBILITY AND PRIORITY DETERMINATIONS FOR |
| 16 | THE HOUSING-RELATED SERVICES DESCRIBED IN SUBSECTION (1) OF THIS |
| 17 | SECTION WITH EXISTING PROCESSES, INCLUDING WAIT LISTS AND |
| 18 | COORDINATED ENTRY SYSTEMS; |
| 19 | (c) Align temporary housing assistance described in |
| 20 | SUBSECTION (1)(b)(I) OF THIS SECTION WITH EXISTING LONG-TERM RENTAL |
| 21 | ASSISTANCE PROGRAM REQUIREMENTS AND PROCESSES; |
| 22 | (d) Ensure the nutrition-related services described in |
| 23 | SUBSECTION (1) OF THIS SECTION SUPPLEMENT RATHER THAN SUPPLANT |
| 24 | EXISTING FEDERAL, STATE, AND LOCAL NUTRITION-RELATED SERVICES; |
| 25 | (e) COORDINATE WITH STATE AGENCIES AND COUNTY |
| 26 | DEPARTMENTS TO CONNECT MEMBERS EXPERIENCING FOOD INSECURITY TO |
| 27 | OTHER STATE AND FEDERAL NUTRITION PROGRAMS, INCLUDING THE |

-4- HB24-1322

| 1 | FEDERAL SPECIAL SUPPLEMENTAL FOOD PROGRAM FOR WOMEN, INFANTS, |
|----|--|
| 2 | AND CHILDREN, 42 U.S.C. SEC. 1786, AS AMENDED; THE SUPPLEMENTAL |
| 3 | NUTRITION ASSISTANCE PROGRAM, ESTABLISHED IN PART 3 OF ARTICLE 2 |
| 4 | OF TITLE 26; AND TEMPORARY ASSISTANCE FOR NEEDY FAMILIES, AS |
| 5 | DEFINED IN SECTION 26-2-703; |
| 6 | (f) COORDINATE WITH OTHER STATE AND LOCAL HOUSING |
| 7 | AUTHORITIES TO ASSIST MEMBERS IN OBTAINING OTHER EXISTING |
| 8 | HOUSING-RELATED SERVICES; |
| 9 | (g) Ensure that all health-related social needs services |
| 10 | PROVIDED PURSUANT TO SUBSECTION (1) OF THIS SECTION ARE: |
| 11 | (I) MEDICALLY APPROPRIATE, AS DETERMINED BY STATE-DEFINED |
| 12 | CLINICAL AND SOCIAL RISK CRITERIA; |
| 13 | (II) TARGETED TO MEMBERS WITH A NEED FOR THE SERVICES THAT |
| 14 | IS DOCUMENTED IN THE MEMBER'S CARE PLAN OR MEDICAL RECORD; AND |
| 15 | (III) OPTIONAL FOR MEMBERS, WHO MAY OPT OUT AT ANY TIME; |
| 16 | (h) PREVENT ENROLLMENT IN THE STATE MEDICAL ASSISTANCE |
| 17 | PROGRAM OR ANY OTHER PROGRAM ADMINISTERED BY THE STATE |
| 18 | DEPARTMENT FROM BEING CONDITIONED ON A MEMBER'S RECEIPT OF |
| 19 | HEALTH-RELATED SOCIAL NEEDS SERVICES; AND |
| 20 | (i) Utilize managed care entities, as defined in section |
| 21 | 25.5-5-403, TO COORDINATE SERVICES THAT ADDRESS THE |
| 22 | HEALTH-RELATED SOCIAL NEEDS OF MEMBERS DESCRIBED IN SUBSECTION |
| 23 | (1) OF THIS SECTION. |
| 24 | (3) (a) In conducting the feasibility study pursuant to this |
| 25 | SECTION, THE STATE DEPARTMENT SHALL DETERMINE: |
| 26 | (I) What provider types may be reimbursed for |
| 27 | HOUSING-RELATED SERVICES, WHICH MUST NOT BE LIMITED TO CLINICAL |

-5- HB24-1322

| 1 | PROVIDERS; |
|----|---|
| 2 | (II) THE TYPES OF HOUSING-RELATED SERVICES, INCLUDING |
| 3 | SUPPORTIVE OR WRAPAROUND SERVICES, THAT ARE REQUIRED TO KEEP |
| 4 | PEOPLE STABLY HOUSED AND THAT ARE AVAILABLE FOR REIMBURSEMENT, |
| 5 | INCLUDING, BUT NOT LIMITED TO, CASE MANAGEMENT, ON-SITE PHYSICAL |
| 6 | AND BEHAVIORAL HEALTH CARE, PEER SUPPORT SERVICES, SKILL-BUILDING |
| 7 | SERVICES, AND NAVIGATION SERVICES; AND |
| 8 | (III) THE HOUSING SETTINGS IN WHICH HOUSING-RELATED |
| 9 | SERVICES MAY BE PROVIDED, INCLUDING, BUT NOT LIMITED TO, |
| 10 | TRADITIONAL CONGREGATE SHELTERS, NONCONGREGATE SHELTERS, AND |
| 11 | MICRO-COMMUNITIES, WHERE PEOPLE ARE TRANSITIONALLY HOUSED. |
| 12 | (b) IN DETERMINING THE REIMBURSEMENT METHODOLOGY FOR |
| 13 | HOUSING-RELATED SERVICES PURSUANT TO SUBSECTION (3)(a) OF THIS |
| 14 | SECTION, THE STATE DEPARTMENT SHALL CONSIDER A PER MEMBER PER |
| 15 | MONTH LUMP SUM PAYMENT COMBINED WITH HOUSING VOUCHERS AND |
| 16 | OTHER AVAILABLE SUBSIDIES RATHER THAN A DIRECT REIMBURSEMENT |
| 17 | MODEL. |
| 18 | (c) IN CONDUCTING THE FEASIBILITY STUDY PURSUANT TO THIS |
| 19 | SECTION, THE STATE DEPARTMENT SHALL CONSIDER HOW BEST TO |
| 20 | LEVERAGE AVAILABLE STATE-DESIGNATED HEALTH PROGRAM FUNDING. |
| 21 | (4) IN CONDUCTING THE FEASIBILITY STUDY PURSUANT TO THIS |
| 22 | SECTION, THE STATE DEPARTMENT SHALL TAKE INTO CONSIDERATION |
| 23 | EXAMPLES OF FEDERAL AUTHORIZATIONS GRANTED TO OTHER STATES IN |
| 24 | ORDER TO STREAMLINE THE DEVELOPMENT OF A POTENTIAL FEDERAL |
| 25 | AUTHORIZATION FOR HEALTH-RELATED SOCIAL NEEDS IN COLORADO AND |
| 26 | INCREASE THE LIKELIHOOD OF ITS APPROVAL. |
| 27 | (5) IF, IN CONDUCTING THE FEASIBILITY STUDY PURSUANT TO THIS |

-6-HB24-1322

| 1 | SECTION, THE STATE DEPARTMENT DETERMINES THAT PROVIDING |
|---|---|
| 2 | NUTRITION AND HOUSING SERVICES THAT ADDRESS MEMBERS |
| 3 | HEALTH-RELATED SOCIAL NEEDS THROUGH FEDERAL AUTHORIZATION |
| 4 | WOULD BE BUDGET NEUTRAL TO THE GENERAL FUND DUE TO OFFSETTING |
| 5 | REDUCTIONS IN MEDICAL SERVICES EXPENDITURES AND OTHER STATE |
| 6 | EXPENDITURES, THEN THE STATE DEPARTMENT SHALL SEEK FEDERAL |
| 7 | authorization no later than July 1, 2025, to provide any of the |
| | |

NUTRITION AND HOUSING SERVICES DESCRIBED IN THIS SECTION.

- (6) ON OR BEFORE NOVEMBER 10, 2024, THE STATE DEPARTMENT SHALL SUBMIT A REPORT DETAILING THE FINDINGS AND RECOMMENDATIONS FROM THE FEASIBILITY STUDY TO THE JOINT BUDGET COMMITTEE. IF THE DETERMINATION TO SEEK FEDERAL AUTHORIZATION IS MADE PURSUANT TO SUBSECTION (5) OF THIS SECTION, THE STATE DEPARTMENT SHALL NOTIFY THE JOINT BUDGET COMMITTEE IN THE STATE DEPARTMENT'S REPORT OF THE STATE DEPARTMENT'S INTENT TO SEEK FEDERAL AUTHORIZATION PURSUANT TO SUBSECTION (5) OF THIS SECTION. THE STATE DEPARTMENT SHALL ALSO NOTIFY THE JOINT BUDGET COMMITTEE OF THE COST OF NUTRITION AND HOUSING SERVICES THAT ADDRESS MEMBERS' HEALTH-RELATED SOCIAL NEEDS THROUGH FEDERAL AUTHORIZATION IF THE STATE DEPARTMENT DETERMINES THAT NUTRITION AND HOUSING SERVICES THAT ADDRESS MEMBERS' HEALTH-RELATED SOCIAL NEEDS WOULD NOT BE BUDGET NEUTRAL.
- (7) THE STATE DEPARTMENT MAY HIRE A CONSULTANT TO ASSIST WITH DEVELOPING THE FEASIBILITY STUDY AND RELATED REPORT, THE PROCESS OF SEEKING FEDERAL AUTHORIZATION, AND ANY RESULTING MONITORING, RENEWAL, OR AMENDMENT PROCESSES.
- 27 (8) THE STATE DEPARTMENT MAY SEEK, ACCEPT, AND EXPEND

-7- HB24-1322

| 1 | GIFTS, GRANTS, OR DONATIONS FROM PRIVATE OR PUBLIC SOURCES FOR |
|----|---|
| 2 | THE PURPOSES OF CONDUCTING THE FEASIBILITY STUDY PURSUANT TO THIS |
| 3 | SECTION. |
| 4 | (9) THE STATE BOARD SHALL PROMULGATE ANY RULES NECESSARY |
| 5 | TO IMPLEMENT AND ADMINISTER THIS SECTION. |
| 6 | (10) The state department shall continue to cover the |
| 7 | COSTS OF CURRENT HOUSING-RELATED SUPPORTIVE SERVICES THROUGH |
| 8 | THE STATEWIDE SUPPORTIVE SERVICES EXPANSION PILOT PROGRAM UNTIL |
| 9 | FEDERAL AUTHORIZATION IS GRANTED. |
| 10 | SECTION 2. Safety clause. The general assembly finds, |
| 11 | determines, and declares that this act is necessary for the immediate |
| 12 | preservation of the public peace, health, or safety or for appropriations for |
| 13 | the support and maintenance of the departments of the state and state |
| 14 | institutions. |

-8- HB24-1322