First Regular Session Seventy-fifth General Assembly STATE OF COLORADO

INTRODUCED

LLS NO. 25-0498.01 Jacob Baus x2173

SENATE BILL 25-066

SENATE SPONSORSHIP

Lundeen and Mullica,

HOUSE SPONSORSHIP

(None),

Senate Committees Health & Human Services **House Committees**

A BILL FOR AN ACT

101 CONCERNING APPROPRIATE STATE CONTRACTING WITH OPIOID

102 ANTAGONIST BUSINESSES.

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 <u>http://leg.colorado.gov</u>.)

Under current law, the opioid antagonist bulk purchase fund (fund) allows the department of public health and environment (department) to bulk purchase opioid antagonists and distribute them to eligible entities.

In contracting for the bulk purchasing and distribution of opioid antagonists, the bill requires the department to contract with an opioid antagonist medication distributor. However, the bill prohibits the department from contracting with an opioid antagonist medication distributor if the distributor:

- Was found liable for the manufacture or distribution of an opioid that resulted in an opioid-related overdose;
- Is or was a liable party to a settlement agreement for the manufacture or distribution of an opioid that resulted in an opioid-related overdose; or
- Is or was liable for a fine or penalty levied by a governmental entity for the manufacture or distribution of an opioid that resulted in an opioid-related overdose.

The bill requires the department to implement a competitive selection process for the bulk purchase of opioid antagonists.

The bill declares any contract or agreement that does not comply with the contracting requirements of the bill is void and unenforceable.

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

2

SECTION 1. In Colorado Revised Statutes, 25-1.5-115, amend

3 (2) as follows:

4

25-1.5-115. Opioid antagonist bulk purchase fund - creation 5 - report - rules - appropriation - definitions. (2) (a) Money in the fund 6 is continuously appropriated to the department for bulk purchasing of 7 opioid antagonists. Eligible entities may purchase opioid antagonists from 8 the department. The department may contract with a prescription drug 9 outlet, as defined in section 12-280-103 (43), SHALL CONTRACT WITH AN 10 OPIOID ANTAGONIST MEDICATION DISTRIBUTOR for the bulk purchasing 11 and distribution of opioid antagonists THAT ARE APPROVED BY THE 12 FEDERAL FOOD AND DRUG ADMINISTRATION. The department may 13 prioritize the purchase of opioid antagonists by eligible entities based on 14 the need of the entity and the availability of the opioid antagonists as 15 determined by the department. The department shall provide technical 16 assistance to participating eligible entities to ensure that eligible entities 17 complete all training and registration requirements.

(b) (I) NOTWITHSTANDING SUBSECTION (2)(a) OF THIS SECTION,
 THE DEPARTMENT SHALL NOT ENTER INTO A CONTRACT FOR THE BULK
 PURCHASING AND DISTRIBUTION OF OPIOID ANTAGONISTS FROM AN OPIOID
 ANTAGONIST MEDICATION DISTRIBUTOR THAT:

5 (A) WAS FOUND LIABLE FOR THE MANUFACTURE OR DISTRIBUTION
6 OF AN OPIOID THAT RESULTED IN AN OPIOID-RELATED DRUG OVERDOSE
7 EVENT;

8 (B) IS OR WAS A LIABLE PARTY TO A SETTLEMENT AGREEMENT FOR
9 THE MANUFACTURE OR DISTRIBUTION OF AN OPIOID THAT RESULTED IN AN
10 OPIOID-RELATED DRUG OVERDOSE EVENT; OR

11 (C) IS OR WAS LIABLE FOR A FINE OR PENALTY LEVIED BY THE
12 FEDERAL GOVERNMENT OR A STATE OR LOCAL GOVERNMENT FOR THE
13 MANUFACTURE OR DISTRIBUTION OF AN OPIOID THAT RESULTED IN AN
14 OPIOID-RELATED DRUG OVERDOSE EVENT.

(II) THE DEPARTMENT SHALL NOT ENTER INTO A CONTRACT FOR
THE BULK PURCHASING AND DISTRIBUTION OF OPIOID ANTAGONISTS WITH
AN OPIOID ANTAGONIST MEDICATION DISTRIBUTOR THAT IS A DIVISION,
SUBSIDIARY, PARENT, AFFILIATE, OR RELATED ENTITY UNDER COMMON
OWNERSHIP, CONTROL, OR INFLUENCE OF AN ENTITY DESCRIBED PURSUANT
TO SUBSECTION (2)(b)(I) OF THIS SECTION.

(c) (I) THE DEPARTMENT SHALL IMPLEMENT A COMPETITIVE
selection process subject to the "Procurement Code", articles
101 to 112 of title 24, to select an opioid antagonist medication
distributor or distributors for the bulk purchasing and
distribution of opioid antagonists pursuant to this section. In
the competitive selection process, the department shall state
the prohibitions described pursuant to subsection (2)(b) of this

-3-

SECTION. TO BE ELIGIBLE FOR A CONTRACT TO SELL AND DISTRIBUTE
 OPIOID ANTAGONISTS, THE OPIOID ANTAGONIST MEDICATION DISTRIBUTOR
 SHALL DEMONSTRATE, AND THE DEPARTMENT SHALL VERIFY, THAT THE
 DISTRIBUTOR IS NOT PROHIBITED PURSUANT TO SUBSECTION (2)(b) OF THIS
 SECTION.

6 (II) AFTER THE CONTRACT DESCRIBED PURSUANT TO THIS
7 SUBSECTION (2) IS AWARDED, ALL SELECTION PROCESS RECORDS ARE OPEN
8 TO PUBLIC INSPECTION IN ACCORDANCE WITH THE PROVISIONS OF
9 SECTIONS 24-72-203 AND 24-72-204.

(d) A CONTRACT OR AGREEMENT THAT VIOLATES THIS SUBSECTION
 (2) IS VOID AND UNENFORCEABLE AS CONTRARY TO THE PUBLIC POLICY OF
 THE STATE.

13 **SECTION 2.** Act subject to petition - effective date. This act 14 takes effect at 12:01 a.m. on the day following the expiration of the 15 ninety-day period after final adjournment of the general assembly; except 16 that, if a referendum petition is filed pursuant to section 1 (3) of article V 17 of the state constitution against this act or an item, section, or part of this 18 act within such period, then the act, item, section, or part will not take 19 effect unless approved by the people at the general election to be held in 20 November 2026 and, in such case, will take effect on the date of the 21 official declaration of the vote thereon by the governor.

-4-