## First Regular Session Seventy-fifth General Assembly STATE OF COLORADO

### **PREAMENDED**

This Unofficial Version Includes Committee Amendments Not Yet Adopted on Second Reading

LLS NO. 25-0055.01 Alana Rosen x2606

**SENATE BILL 25-150** 

#### SENATE SPONSORSHIP

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#### **HOUSE SPONSORSHIP**

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# Senate Committees Health & Human Services

**House Committees** 

Health & Human Services Appropriations

#### A BILL FOR AN ACT

101 CONCERNING CREATING A PILOT PROGRAM TO ENCOURAGE YOUTH IN
102 FOSTER CARE TO GRADUATE FROM HIGH SCHOOL.

#### **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 <a href="http://leg.colorado.gov">http://leg.colorado.gov</a>.)

The bill creates the fostering success pilot program (pilot program) in the department of human services (department). The pilot program is a 2-part program, which includes:

• The supplemental support for foster students program (supplemental support program), which awards \$2,000 scholarships annually to a foster care provider, kinship

foster care provider, or a non-certified kinship care provider (provider) who cares for a youth in the legal custody of a county department of human or social services until the youth graduates from high school; and

• The milestone incentives program (milestone program), which awards \$1,000 to a youth for successfully graduating from high school.

On or before September 30, 2025, subject to available appropriations, the department shall contract with a third-party administrator (administrator) to develop, implement, and administer the pilot program. The department shall contract with an administrator that is:

- A nonprofit organization;
- Experienced working with students and families; and
- Experienced administering student scholarship and grant programs.

On or before December 31, 2025, subject to available appropriations, the department shall establish a timeline for:

- Announcing the pilot program;
- Accepting applications from youth and their providers; and
- Selecting youth and their providers to participate in the pilot program.

The department shall select youth and provider participants in the order of applications received. A youth and their provider selected to participate in the pilot program must participate in the supplemental support program and the milestone program.

The administrator may contract with one or more private entities to develop and implement a system to establish scholarship accounts that allows payment to qualifying vendors by electronic means from an online portal.

The administrator shall:

- Ensure that the scholarship account is accessible through an online portal for the provider to facilitate payments to a qualifying vendor for the supplemental support program;
- Ensure the transfer of scholarship funds from the online portal directly to a qualifying vendor without direct access to scholarship funds by a provider; and
- Distribute money to each scholarship account.

The administrator shall ensure that a youth has sole access to the milestone program award funds. There are no restrictions on how the youth may use the milestone program award funds.

On or before July 1, 2028, the administrator shall administer a survey to youth and their providers to receive feedback on the pilot program.

On or before October 31, 2028, the administrator shall report to the

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department the following information:

- The number of participants selected for the pilot program;
- The amount of money awarded through the pilot program;
- The survey results from youth and their providers; and
- How the pilot program affected the youth's performance in school.

On or before December 31, 2028, the department shall submit a report summarizing the information collected from the survey to the education committees of the house of representatives and senate, the health and human services committees of the house of representatives and senate, or their successor committees.

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

2 **SECTION 1.** In Colorado Revised Statutes, **add** 19-7-105 as

3 follows:

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19-7-105. Fostering success pilot program - financial support for youth in foster care, kinship foster care, or non-certified kinship care - report - rules - definitions - repeal. (1) AS USED IN THIS SECTION, UNLESS THE CONTEXT OTHERWISE REQUIRES:

- (a) "FOSTERING SUCCESS PILOT PROGRAM" OR "PILOT PROGRAM" MEANS THE FOSTERING SUCCESS PILOT PROGRAM CREATED IN SUBSECTION (2) OF THIS SECTION, WHICH CONSISTS OF TWO PROGRAMS: THE SUPPLEMENTAL SUPPORT FOR FOSTER STUDENTS PROGRAM CREATED IN SUBSECTION (2)(a)(I) OF THIS SECTION AND THE MILESTONE INCENTIVES PROGRAM CREATED IN SUBSECTION (2)(a)(II) OF THIS SECTION.
- (b) "MILESTONE INCENTIVES PROGRAM" MEANS THE MILESTONE INCENTIVES PROGRAM CREATED IN SUBSECTION (2)(a)(II) OF THIS SECTION.
- (c) "PROVIDER" MEANS A FOSTER CARE PARENT OR A RELATIVE OR
  KIN WHO PROVIDES KINSHIP FOSTER CARE AND WHO IS CERTIFIED TO
  OPERATE A KINSHIP FOSTER CARE HOME PURSUANT TO SECTION 26-6-910.

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1	"PROVIDER" ALSO INCLUDES A RELATIVE OR KIN WHO PROVIDES
2	NON-CERTIFIED KINSHIP CARE, AS DEFINED IN <u>SECTION 26-6-903.</u>
3	(d) "QUALIFYING VENDOR" MEANS AN ELIGIBLE SERVICE VENDOR
4	THAT THE THIRD-PARTY ADMINISTRATOR APPROVES TO PARTICIPATE AND
5	PROVIDE SERVICES TO YOUTH AND PROVIDERS PARTICIPATING IN THE
6	SUPPLEMENTAL SUPPORT FOR FOSTER STUDENTS PROGRAM.
7	(e) "SUPPLEMENTAL SUPPORT FOR FOSTER STUDENTS PROGRAM"
8	MEANS THE SUPPLEMENTAL SUPPORT FOR FOSTER STUDENTS PROGRAM
9	CREATED IN SUBSECTION $(2)(a)(I)$ OF THIS SECTION.
10	(2) (a) The fostering success pilot program is created in
11	THE DEPARTMENT. THE PILOT PROGRAM IS A TWO-PART PILOT PROGRAM
12	THAT INCLUDES:
13	$(I)\ The supplemental support for foster students program,\\$
14	WHICH AWARDS TWO-THOUSAND-DOLLAR SCHOLARSHIP PAYMENTS
15	ANNUALLY TO A SCHOLARSHIP ACCOUNT ESTABLISHED IN SUBSECTION
16	(3)(a) OF THIS SECTION FOR A FOSTER CARE PROVIDER, KINSHIP FOSTER
17	CARE PROVIDER, OR A NON-CERTIFIED KINSHIP CARE PROVIDER WHO CARES
18	FOR A YOUTHUNTIL THE YOUTH GRADUATES FROM HIGH SCHOOL TO BE
19	USED FOR EDUCATION-RELATED EXPENSES FOR THE YOUTH; AND
20	(II) THE MILESTONE INCENTIVES PROGRAM, WHICH AWARDS A
21	YOUTH WHO IS IN THE LEGAL CUSTODY OF A COUNTY DEPARTMENT AND
22	LIVING IN A FOSTER CARE HOME, KINSHIP FOSTER CARE HOME, OR
23	NON-CERTIFIED KINSHIP CARE HOME ONE THOUSAND DOLLARS FOR
24	SUCCESSFULLY GRADUATING FROM HIGH SCHOOL.
25	(b) On or before September 30, 2025, subject to available
26	APPROPRIATIONS, THE DEPARTMENT SHALL CONTRACT WITH A
27	THIRD-PARTY ADMINISTRATOR TO DEVELOP, IMPLEMENT, AND ADMINISTER

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2	THIRD-PARTY ADMINISTRATOR THAT IS:
3	(I) A NONPROFIT ORGANIZATION, AS DEFINED IN SECTION
4	26.5-5-303;
5	(II) EXPERIENCED WORKING WITH STUDENTS AND FAMILIES; AND
6	(III) EXPERIENCED ADMINISTERING STUDENT SCHOLARSHIP AND
7	GRANT PROGRAMS.
8	(c) (I) The department shall examine urban, rural, and
9	SUBURBAN AREAS WITH HIGH RATES OF YOUTH IN FOSTER CARE TO
10	IDENTIFY THE REGIONS TO IMPLEMENT THE PILOT PROGRAM.
11	(II) THE THIRD-PARTY ADMINISTRATOR SHALL IMPLEMENT THE
12	PILOT PROGRAM IN THE REGIONS THAT THE DEPARTMENT IDENTIFIES
13	PURSUANT TO SUBSECTION $(2)(c)(I)$ OF THIS SECTION.
14	(d) On or before December 31, 2025, subject to available
15	APPROPRIATIONS, THE DEPARTMENT SHALL ESTABLISH A TIMELINE FOR:
16	(I) ANNOUNCING THE PILOT PROGRAM;
17	(II) ACCEPTING APPLICATIONS FROM YOUTH AND THEIR
18	PROVIDERS; AND
19	(III) SELECTING YOUTH AND THEIR PROVIDERS TO PARTICIPATE IN
20	THE PILOT PROGRAM.
21	(e) The department shall select <u>no more than two</u>
22	HUNDRED FIFTY YOUTH AND PROVIDER PARTICIPANTS IN THE ORDER OF
23	APPLICATIONS RECEIVED. A YOUTH AND THEIR PROVIDER SELECTED TO
24	PARTICIPATE IN THE PILOT PROGRAM MUST PARTICIPATE IN THE
25	SUPPLEMENTAL SUPPORT FOR FOSTER STUDENTS PROGRAM AND THE
26	MILESTONE INCENTIVES PROGRAM.
27	(f) As part of the application process, a youth and their

THE PILOT PROGRAM. THE DEPARTMENT SHALL CONTRACT WITH A

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1	PROVIDER MUST AGREE THAT THE YOUTH'S ACADEMIC PERFORMANCE MAY
2	BE SHARED BY THE YOUTH'S EDUCATION PROVIDER, AS DEFINED IN
3	SECTION 22-32-138 (1), WITH THE DEPARTMENT OF EDUCATION AS
4	DESCRIBED IN SECTION 22-32-138 (9.5)(b).
5	(3) (a) The third-party administrator shall establish a
6	SCHOLARSHIP ACCOUNT ON BEHALF OF A YOUTH. THE THIRD-PARTY
7	ADMINISTRATOR MAY CONTRACT WITH ONE OR MORE PRIVATE ENTITIES TO
8	DEVELOP AND IMPLEMENT A COMMERCIALLY VIABLE, COST-EFFECTIVE,
9	AND PROVIDER-FRIENDLY SYSTEM TO:
10	(I) ESTABLISH SCHOLARSHIP ACCOUNTS; AND
11	$(II)\ Maximize\ payment\ flexibility\ by\ allowing\ for\ payment$
12	OF SERVICES TO QUALIFYING VENDORS BY TRANSFERRING SCHOLARSHIP
13	FUNDS BY ELECTRONIC OR ONLINE MEANS FROM AN ONLINE PORTAL.
14	(b) THE THIRD-PARTY ADMINISTRATOR SHALL:
15	(I) Ensure that the scholarship account is accessible
16	THROUGH AN ONLINE PORTAL FOR THE PROVIDER TO FACILITATE
17	PAYMENTS TO A QUALIFYING VENDOR WHO PROVIDES SERVICES TO YOUTH
18	AND THEIR PROVIDERS PARTICIPATING IN THE SUPPLEMENTAL SUPPORT FOR
19	FOSTER STUDENTS PROGRAM;
20	(II) Ensure the direct transfer of scholarship funds from
21	THE ONLINE PORTAL TO A QUALIFYING VENDOR TO PAY FOR EXPENSES;
22	(III) ENSURE YOUTH AND THEIR PROVIDERS CANNOT WITHDRAW
23	OR HAVE DIRECT ACCESS TO THE SCHOLARSHIP FUNDS; AND
24	(IV) DISTRIBUTE MONEY TO EACH SCHOLARSHIP ACCOUNT.
25	(c) Starting in the 2026-27 fiscal year, the department
26	SHALL DISTRIBUTE TWO THOUSAND DOLLARS TO YOUTH AND PROVIDERS
27	FOR THE SUPPLEMENTAL SUPPORT FOR FOSTER STUDENTS PROGRAM. THE

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1	PROVIDERS MAY USE THE SCHOLARSHIP FUNDS ON EDUCATION-RELATED
2	SERVICES FOR YOUTH THAT ARE PROVIDED BY A QUALIFIED VENDOR THAT
3	INCLUDE, BUT ARE NOT LIMITED TO:
4	(I) AFTER-SCHOOL TUTORING SERVICES;
5	(II) COMPUTERS OR TECHNOLOGICAL DEVICES INTENDED FOR A
6	YOUTH'S EDUCATIONAL NEEDS;
7	(III) TRANSPORTATION FEES;
8	(IV) EXPENSES OR FEES RELATED TO EXTRACURRICULAR
9	ACTIVITIES, FIELD TRIPS, OR OTHER EDUCATIONAL EXPERIENCES; AND
10	(V) PERSONAL GROWTH EXPERIENCES, WHICH MAY INCLUDE
11	PARTICIPATING IN SPORTS AND OUTDOOR NATURE EXPERIENCES.
12	(d) The provider may not use the scholarship funds on
13	TUITION AND FEES FOR PRIVATE SCHOOL.
14	(e) SCHOLARSHIP FUNDS MUST BE SPENT WITHIN NINE MONTHS
15	AFTER THE THIRD-PARTY ADMINISTRATOR DISTRIBUTES THE SCHOLARSHIP
16	FUNDS IN THE YOUTH'S SCHOLARSHIP ACCOUNT. AT THE END OF THE NINE
17	MONTHS, UNSPENT SCHOLARSHIP FUNDS ARE REVERTED BACK TO THE
18	DEPARTMENT.
19	(f) Decisions about the youth's services must be made in
20	CONSULTATION WITH THE YOUTH AND IN CONSIDERATION OF THE YOUTH'S
21	INDIVIDUALIZED NEEDS.
22	(4) (a) Upon a youth's graduation, the third-party
23	ADMINISTRATOR SHALL DISTRIBUTE THE AWARD FUNDS DESCRIBED IN
24	Subsection (2)(a)(II) of this section into the youth's $\underline{\text{personal}}$
25	ACCOUNT.
26	(b) THE THIRD-PARTY ADMINISTRATOR SHALL ENSURE THAT A
27	YOUTH HAS SOLE ACCESS TO THE MILESTONE INCENTIVES PROGRAM

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USE THE MILESTONE INCENTIVES PROGRAM AWARD FUNDS.
(5) On or before July 1, 2028, the third-party
ADMINISTRATOR SHALL ADMINISTER A SURVEY TO YOUTH AND PROVIDERS
TO RECEIVE THE FOLLOWING INFORMATION:
(a) FEEDBACK FROM PROVIDERS REGARDING THEIR EXPERIENCE
PARTICIPATING IN THE PILOT PROGRAM;
(b) FEEDBACK FROM YOUTH REGARDING THEIR EXPERIENCE
PARTICIPATING IN THE PILOT PROGRAM; AND
(c) How youth who received award funds through the
MILESTONE INCENTIVES PROGRAM USED THE AWARD FUNDS.
(6) (a) On or before October 31, 2028, the third-party
ADMINISTRATOR SHALL PROVIDE THE DEPARTMENT WITH THE FOLLOWING
INFORMATION:
(I) THE NUMBER OF APPLICANTS SELECTED FOR THE PILOT
PROGRAM;
(II) THE AMOUNT OF MONEY AWARDED THROUGH THE PILOT
PROGRAM;
(III) THE RESULTS OF THE SURVEY CONDUCTED PURSUANT TO
SUBSECTION (5) OF THIS SECTION; AND
(IV) HOW THE PILOT PROGRAM AFFECTED THE YOUTH'S
PERFORMANCE IN SCHOOL, INCLUDING, AT A MINIMUM:
(A) THE GRADUATION AND COMPLETION RATES OF YOUTH
PARTICIPATING IN THE PILOT PROGRAM; AND
(B) THE AGGREGATED ACADEMIC PERFORMANCE OF YOUTH
PARTICIPATING IN THE PILOT PROGRAM.
(b) On or before September 1, 2028, the department of

AWARD FUNDS. THERE ARE NO RESTRICTIONS ON HOW THE YOUTH MAY

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1	EDUCATION SHALL PROVIDE THE DEPARTMENT THE INFORMATION
2	REGARDING THE EFFECTS OF THE PILOT PROGRAM ON YOUTH IN SCHOOL AS
3	DESCRIBED IN SUBSECTION (6)(a)(IV) OF THIS SECTION.
4	(c) On or before December 31, 2028, the department shall
5	SUBMIT A REPORT SUMMARIZING THE INFORMATION DESCRIBED IN
6	SUBSECTION (6)(a) OF THIS SECTION TO THE EDUCATION COMMITTEES OF
7	THE HOUSE OF REPRESENTATIVES AND SENATE, THE HEALTH AND HUMAN
8	SERVICES COMMITTEES OF THE HOUSE OF REPRESENTATIVES AND SENATE,
9	OR THEIR SUCCESSOR COMMITTEES.
10	(7) THE DEPARTMENT MAY ADOPT RULES FOR THE PURPOSES OF
11	THIS SECTION.
12	(8) THE DEPARTMENT MAY SEEK, ACCEPT, AND EXPEND GIFTS,
13	GRANTS, OR DONATIONS FROM PRIVATE OR PUBLIC SOURCES FOR THE
14	PURPOSES OF THIS SECTION.
15	(9) This section is repealed, effective September 1, 2031.
16	BEFORE THE REPEAL, THIS SECTION IS SCHEDULED FOR REVIEW PURSUANT
17	TO SECTION 24-34-104.
18	SECTION 2. In Colorado Revised Statutes, 22-32-138, add (9.5)
19	as follows:
20	22-32-138. Out-of-home placement students - school stability,
21	transfer, and enrollment procedures - absences - exemptions -
22	provision of academic supports - report - definitions. (9.5) (a) ON OR
23	BEFORE JULY 1, 2028, AN EDUCATION PROVIDER WITH STUDENTS
24	PARTICIPATING IN THE FOSTERING SUCCESS PILOT PROGRAM CREATED IN
25	SECTION 19-7-105 (2) SHALL REPORT TO THE DEPARTMENT OF EDUCATION,
26	AT A MINIMUM, THE FOLLOWING:
27	(I) THE GRADUATION AND COMPLETION RATES OF STUDENTS

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1	PARTICIPATING IN THE FOSTERING SUCCESS PILOT PROGRAM; AND
2	(II) THE AGGREGATED ACADEMIC PERFORMANCE OF STUDENTS
3	PARTICIPATING IN THE FOSTERING SUCCESS PILOT PROGRAM.
4	(b) On or before September 1, 2028, the department of
5	EDUCATION SHALL REPORT TO THE DEPARTMENT OF HUMAN SERVICES THE
6	Information described in subsection $(9.5)(a)$ of this section for
7	PURPOSES OF SECTION 19-7-105 (6)(b).
8	SECTION 3. In Colorado Revised Statutes, 24-34-104, add
9	(32)(a)(XVI) as follows:
10	24-34-104. General assembly review of regulatory agencies
11	and functions for repeal, continuation, or reestablishment - legislative
12	<b>declaration - repeal.</b> (32) (a) The following agencies, functions, or both,
13	are scheduled for repeal on September 1, 2031:
14	(XVI) THE FOSTERING SUCCESS PILOT PROGRAM CREATED IN
15	SECTION 19-7-105.
16	SECTION 4. Act subject to petition - effective date. This act
17	takes effect at 12:01 a.m. on the day following the expiration of the
18	ninety-day period after final adjournment of the general assembly; except
19	that, if a referendum petition is filed pursuant to section 1 (3) of article V
20	of the state constitution against this act or an item, section, or part of this
21	act within such period, then the act, item, section, or part will not take
22	effect unless approved by the people at the general election to be held in
23	November 2026 and, in such case, will take effect on the date of the
24	official declaration of the vote thereon by the governor.

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