# **Second Regular Session** Sixty-seventh General Assembly STATE OF COLORADO

# PREAMENDED

This Unofficial Version Includes Committee Amendments Not Yet Adopted on Second Reading **SENATE BILL 10-153** 

LLS NO. 10-0776.02 Jane Ritter

SENATE SPONSORSHIP

Boyd,

HOUSE SPONSORSHIP

**Senate Committees** Health and Human Services Appropriations

**House Committees** 

### **A BILL FOR AN ACT**

### 101 **CONCERNING BEHAVIORAL HEALTH TRANSFORMATION.**

### **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://www.leg.state.co.us/billsummaries.)

The bill sets forth a legislative declaration concerning the importance of creating a comprehensive approach to behavioral health issues, including mental health and substance use disorders, and establishes the behavioral health transformation council to develop strategies for implementing a systemic transformation of the behavioral health care system. The governor is directed to appoint a behavioral health transformation council whose goal it is to implement a systemic

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

(None),

transformation of the behavioral health system. The bill further establishes the behavioral health screening in the criminal justice system planning group (planning group) to determine a standard set of data elements and outlines the membership and duties of the planning group.

1	Be it enacted by the General Assembly of the State of Colorado:
2	SECTION 1. Title 27, Colorado Revised Statutes, is amended BY
3	THE ADDITION OF A NEW ARTICLE to read:
4	ARTICLE 64
5	<b>Behavioral Health</b>
6	27-64-101. Legislative declaration. (1) THE GENERAL
7	ASSEMBLY HEREBY FINDS, DETERMINES, AND DECLARES THAT:
8	(a) THERE IS AN URGENT NEED TO ADDRESS THE ECONOMIC,
9	SOCIAL, AND PERSONAL COSTS TO THE STATE OF COLORADO AND ITS
10	CITIZENS OF UNTREATED MENTAL HEALTH AND SUBSTANCE USE
11	DISORDERS;
12	(b) BEHAVIORAL HEALTH DISORDERS, INCLUDING MENTAL HEALTH
13	AND SUBSTANCE USE DISORDERS, ARE TREATABLE CONDITIONS NOT
14	UNLIKE OTHER CHRONIC HEALTH ISSUES THAT REQUIRE A COMBINATION
15	OF BEHAVIORAL CHANGE AND MEDICATION OR OTHER TREATMENT. WHEN
16	INDIVIDUALS RECEIVE APPROPRIATE PREVENTION, EARLY INTERVENTION,
17	TREATMENT, AND RECOVERY SERVICES, THEY CAN LIVE FULL, PRODUCTIVE
18	LIVES.
19	(c) UNTREATED BEHAVIORAL HEALTH DISORDERS PLACE
20	INDIVIDUALS AT HIGH RISK FOR POOR HEALTH OUTCOMES AND
21	SIGNIFICANTLY IMPACT VIRTUALLY ALL ASPECTS OF LOCAL AND STATE
22	GOVERNMENT BY REDUCING FAMILY STABILITY, STUDENT ACHIEVEMENT,
23	WORKFORCE PRODUCTIVITY, AND PUBLIC SAFETY;

1	(d) CURRENTLY, THERE IS NO SINGLE BEHAVIORAL HEALTH CARE
2	SYSTEM IN COLORADO. INSTEAD, CONSUMERS OF ALL AGES WITH
3	BEHAVIORAL HEALTH DISORDERS RECEIVE SERVICES FROM A NUMBER OF
4	DIFFERENT SYSTEMS, INCLUDING THE HEALTH CARE, BEHAVIORAL HEALTH
5	CARE, CHILD WELFARE, JUVENILE AND CRIMINAL JUSTICE, EDUCATION, AND
6	HIGHER EDUCATION SYSTEMS.
7	(e) ADULT AND YOUTH CONSUMERS AND THEIR FAMILIES NEED
8	QUALITY BEHAVIORAL HEALTH CARE THAT IS INDIVIDUALIZED AND
9	COORDINATED TO MEET THEIR CHANGING NEEDS THROUGH A
10	COMPREHENSIVE AND INTEGRATED SYSTEM;
11	(f) TIMELY ACCESS THROUGH MULTIPLE POINTS OF ENTRY TO A
12	FULL CONTINUUM OF CULTURALLY RESPONSIVE SERVICES, INCLUDING
13	PREVENTION, EARLY INTERVENTION, CRISIS RESPONSE, TREATMENT, AND
14	RECOVERY, IS NECESSARY FOR AN EFFECTIVE INTEGRATED SYSTEM;
15	(g) EVIDENCE-BASED AND PROMISING PRACTICES RESULT IN
16	FAVORABLE OUTCOMES FOR COLORADO'S ADULT AND YOUTH CONSUMERS.
17	THEIR FAMILIES, AND THE COMMUNITIES IN WHICH THEY LIVE;
18	(h) LACK OF PUBLIC AWARENESS REGARDING BEHAVIORAL HEALTH
19	ISSUES CREATES A NEED FOR PUBLIC EDUCATION THAT EMPHASIZES THE
20	IMPORTANCE OF BEHAVIORAL HEALTH AS PART OF OVERALL HEALTH AND
21	WELLNESS AND CREATES THE DESIRE TO INVEST IN AND SUPPORT AN
22	INTEGRATED BEHAVIORAL HEALTH SYSTEM IN COLORADO;
23	(i) TO REDUCE THE ECONOMIC AND SOCIAL COSTS OF UNTREATED
24	<u>behavioral health disorders, Colorado needs a systemic</u>
25	TRANSFORMATION OF THE BEHAVIORAL HEALTH SYSTEM THROUGH WHICH
26	TRANSFORMATION THE STATE STRIVES TO ACHIEVE CRITICAL GOALS TO
27	ADDRESS MENTAL HEALTH AND SUBSTANCE USE DISORDERS; AND

-3-

1	(j) The overarching goal of this behavioral health
2	SYSTEM TRANSFORMATION SHALL BE TO MAKE THE BEHAVIORAL HEALTH
3	SYSTEM'S ADMINISTRATIVE PROCESSES, SERVICE DELIVERY, AND FUNDING
4	MORE EFFECTIVE AND EFFICIENT TO IMPROVE OUTCOMES FOR COLORADO
5	<u>CITIZENS.</u>
6	(2) THE GENERAL ASSEMBLY FURTHER FINDS AND DECLARES THAT,
7	TO IMPROVE THE QUALITY OF LIFE FOR THE CITIZENS OF COLORADO,
8	STRENGTHEN THE ECONOMY, AND CONTINUE THE RESPONSIBLE
9	MANAGEMENT OF THE STATE'S RESOURCES, THE LEADERSHIP OF THE THREE
10	BRANCHES OF COLORADO'S STATE GOVERNMENT AND THE STAKEHOLDERS
11	MOST AFFECTED BY MENTAL HEALTH AND SUBSTANCE USE DISORDERS
12	MUST COLLABORATE TO BUILD ON THE PROGRESS OF PAST EFFORTS AND TO
13	SUSTAIN A FOCUS ON THE IMPROVEMENT OF BEHAVIORAL HEALTH
14	SERVICES.
	<u>SERVICES.</u>
15	<u>27-64-102. Behavioral health transformation council - creation</u>
15 16	
	27-64-102. Behavioral health transformation council - creation
16	<u>27-64-102. Behavioral health transformation council - creation</u> - duties - sunset review - repeal. (1) The GOVERNOR SHALL DESIGNATE
16 17	<u>27-64-102. Behavioral health transformation council - creation</u> <u>- duties - sunset review - repeal. (1) The Governor Shall designate</u> <u>A GROUP OF HIS OR HER CABINET MEMBERS INCLUDING, BUT NOT LIMITED</u>
16 17 18	27-64-102. Behavioral health transformation council - creation - duties - sunset review - repeal. (1) The GOVERNOR SHALL DESIGNATE A GROUP OF HIS OR HER CABINET MEMBERS INCLUDING, BUT NOT LIMITED TO, THE COMMISSIONER OF EDUCATION AND THE EXECUTIVE DIRECTORS OF
16 17 18 19	27-64-102. Behavioral health transformation council - creation - duties - sunset review - repeal. (1) The GOVERNOR SHALL DESIGNATE A GROUP OF HIS OR HER CABINET MEMBERS INCLUDING, BUT NOT LIMITED TO, THE COMMISSIONER OF EDUCATION AND THE EXECUTIVE DIRECTORS OF THE DEPARTMENTS OF CORRECTIONS, HEALTH CARE POLICY AND
16 17 18 19 20	27-64-102. Behavioral health transformation council - creation - duties - sunset review - repeal. (1) The GOVERNOR SHALL DESIGNATE A GROUP OF HIS OR HER CABINET MEMBERS INCLUDING, BUT NOT LIMITED TO, THE COMMISSIONER OF EDUCATION AND THE EXECUTIVE DIRECTORS OF THE DEPARTMENTS OF CORRECTIONS, HEALTH CARE POLICY AND FINANCING, HUMAN SERVICES, LABOR AND EMPLOYMENT, LOCAL AFFAIRS,
16 17 18 19 20 21	27-64-102. Behavioral health transformation council - creation - duties - sunset review - repeal. (1) The GOVERNOR SHALL DESIGNATE A GROUP OF HIS OR HER CABINET MEMBERS INCLUDING, BUT NOT LIMITED TO, THE COMMISSIONER OF EDUCATION AND THE EXECUTIVE DIRECTORS OF THE DEPARTMENTS OF CORRECTIONS, HEALTH CARE POLICY AND FINANCING, HUMAN SERVICES, LABOR AND EMPLOYMENT, LOCAL AFFAIRS, PUBLIC HEALTH AND ENVIRONMENT, AND PUBLIC SAFETY TO OVERSEE THE
16 17 18 19 20 21 22	27-64-102. Behavioral health transformation council - creation - duties - sunset review - repeal. (1) The GOVERNOR SHALL DESIGNATE A GROUP OF HIS OR HER CABINET MEMBERS INCLUDING, BUT NOT LIMITED TO, THE COMMISSIONER OF EDUCATION AND THE EXECUTIVE DIRECTORS OF THE DEPARTMENTS OF CORRECTIONS, HEALTH CARE POLICY AND FINANCING, HUMAN SERVICES, LABOR AND EMPLOYMENT, LOCAL AFFAIRS, PUBLIC HEALTH AND ENVIRONMENT, AND PUBLIC SAFETY TO OVERSEE THE SYSTEMIC TRANSFORMATION OF THE BEHAVIORAL HEALTH SYSTEM.
16 17 18 19 20 21 22 23	27-64-102. Behavioral health transformation council - creation - duties - sunset review - repeal. (1) The GOVERNOR SHALL DESIGNATE A GROUP OF HIS OR HER CABINET MEMBERS INCLUDING, BUT NOT LIMITED TO, THE COMMISSIONER OF EDUCATION AND THE EXECUTIVE DIRECTORS OF THE DEPARTMENTS OF CORRECTIONS, HEALTH CARE POLICY AND FINANCING, HUMAN SERVICES, LABOR AND EMPLOYMENT, LOCAL AFFAIRS, PUBLIC HEALTH AND ENVIRONMENT, AND PUBLIC SAFETY TO OVERSEE THE SYSTEMIC TRANSFORMATION OF THE BEHAVIORAL HEALTH SYSTEM. (2) (a) ON OR BEFORE AUGUST 1, 2010, THE GOVERNOR SHALL
16 17 18 19 20 21 22 23 24	27-64-102. Behavioral health transformation council - creation - duties - sunset review - repeal. (1) The GOVERNOR SHALL DESIGNATE A GROUP OF HIS OR HER CABINET MEMBERS INCLUDING, BUT NOT LIMITED TO, THE COMMISSIONER OF EDUCATION AND THE EXECUTIVE DIRECTORS OF THE DEPARTMENTS OF CORRECTIONS, HEALTH CARE POLICY AND FINANCING, HUMAN SERVICES, LABOR AND EMPLOYMENT, LOCAL AFFAIRS, PUBLIC HEALTH AND ENVIRONMENT, AND PUBLIC SAFETY TO OVERSEE THE SYSTEMIC TRANSFORMATION OF THE BEHAVIORAL HEALTH SYSTEM. (2) (a) ON OR BEFORE AUGUST 1, 2010, THE GOVERNOR SHALL CREATE A BEHAVIORAL HEALTH TRANSFORMATION COUNCIL, REFERRED TO

1	EXECUTIVE BRANCH DEPARTMENT TO SERVE AS THE LEAD DEPARTMENT TO
2	FACILITATE THE COUNCIL'S WORK. IN CONSULTATION WITH THE
3	GOVERNOR, THE LEAD AGENCY SHALL DETERMINE THE APPROPRIATE
4	MEMBERSHIP, TENURE, AND OPERATING PROTOCOLS OF THE COUNCIL.
5	(b) The council membership shall include staff from
6	EXECUTIVE BRANCH AGENCIES THAT FUND OR SERVE CLIENTS WHO USE
7	THE BEHAVIORAL HEALTH SYSTEM INCLUDING, BUT NOT LIMITED TO, THE
8	DEPARTMENTS OF CORRECTIONS, EDUCATION, HEALTH CARE POLICY AND
9	FINANCING, HUMAN SERVICES, LABOR AND EMPLOYMENT, LOCAL AFFAIRS,
10	PUBLIC HEALTH AND ENVIRONMENT, AND PUBLIC SAFETY; AT LEAST TWO
11	REPRESENTATIVES FROM THE JUDICIAL BRANCH; A MEMBER FROM THE
12	MENTAL HEALTH PLANNING AND ADVISORY COMMITTEE IN THE
13	DEPARTMENT OF HUMAN SERVICES; AND AT LEAST FOUR CONSUMERS AND
14	OTHER STAKEHOLDERS IN THE BEHAVIORAL HEALTH SYSTEM.
15	Stakeholders may include, but need not be limited to,
16	CONSUMERS, PERSONS IN RECOVERY, FAMILY MEMBERS, ADVOCACY
17	GROUPS, AND BEHAVIORAL HEALTH SERVICE PROVIDERS FROM THE PUBLIC
18	AND PRIVATE SECTORS.
19	(c) On or before January 30, 2011, and on or before
20	January 30 each year thereafter, the lead agency shall brief
21	THE HEALTH AND HUMAN SERVICES COMMITTEES OF THE HOUSE OF
22	REPRESENTATIVES AND THE SENATE, OR ANY SUCCESSOR COMMITTEES, ON
23	THE ACTIVITIES AND PROGRESS OF THE COUNCIL TOWARD ACHIEVING THE
24	GOALS OF A TRANSFORMATION OF COLORADO'S BEHAVIORAL HEALTH
25	<u>SYSTEM.</u>
26	(3) The council shall have the following duties and
27	FUNCTIONS:

-5-

1	(a) TO DEVELOP A STRATEGIC PRIORITIZATION, PLANNING, AND
2	IMPLEMENTATION PROCESS TO ADVISE THE GOVERNOR'S CABINET ON
3	transforming Colorado's behavioral health system. The
4	COUNCIL SHALL WORK TOWARD THE FOLLOWING GOALS ASSOCIATED WITH
5	A COMPREHENSIVE, EFFICIENT, EFFECTIVE, AND INTEGRATED BEHAVIORAL
6	HEALTH SYSTEM:
7	(I) DEVELOPING SHARED OUTCOMES ACROSS KEY SYSTEMS TO
8	ENABLE JOINT ACCOUNTABILITY AND TO IMPROVE SERVICES;
9	(II) ALIGNING SERVICE AREAS ACROSS SYSTEMS TO PROMOTE
10	EQUITABLE AND TIMELY ACCESS TO A FULL CONTINUUM OF SERVICES
11	THROUGHOUT COLORADO, TO THE EXTENT FEASIBLE;
12	(III) ESTABLISHING JOINT MONITORING ACROSS SYSTEMS TO
13	ENSURE ACCOUNTABILITY FOR COMMON OUTCOMES AND TO REDUCE THE
14	ADMINISTRATIVE BURDEN ASSOCIATED WITH SERVICE PROVISION;
15	(IV) CREATING INTEGRATED BEHAVIORAL HEALTH POLICIES AND
16	RULES TO ALIGN WITH INTEGRATED SERVICE DELIVERY;
17	(V) FINANCING REFORM TO MAXIMIZE AND EFFICIENTLY UTILIZE
18	<u>FUNDS;</u>
19	(VI) UTILIZING ELECTRONIC HEALTH RECORDS OR OTHER
20	TECHNOLOGY, SHARED SCREENING TOOLS, ASSESSMENTS, AND
21	EVALUATIONS IN COMPLIANCE WITH FEDERAL AND STATE
22	CONFIDENTIALITY AND PRIVACY LAWS;
23	(VII) ADOPTING CONSISTENT CROSS-SYSTEM STANDARDS FOR
24	CULTURAL CONGRUENCE AND FOR YOUTH, ADULT, AND FAMILY
25	INVOLVEMENT;
26	(VIII) PROMOTING AND UTILIZING EVIDENCE-BASED AND
27	PROMISING PRACTICES TO THE EXTENT POSSIBLE; AND

1	(IX) CREATING WORKFORCE-DEVELOPMENT STRATEGIES
2	REQUIRED FOR AN INTEGRATED BEHAVIORAL HEALTH SYSTEM;
3	(b) TO MAKE RECOMMENDATIONS TO THE CABINET THAT
4	ENCOURAGE AND PROMOTE COLLABORATION, PARTNERSHIPS, AND
5	INNOVATION ACROSS GOVERNMENTAL AGENCIES AND OTHER AGENCIES IN
6	THE BUDGETING, PLANNING, ADMINISTRATION, AND PROVISION OF
7	BEHAVIORAL HEALTH SERVICES ASSOCIATED WITH THE GOALS ABOVE; AND
8	(c) TO COORDINATE AND CONSOLIDATE THE COUNCIL'S EFFORTS
9	WITH THE EFFORTS OF OTHER GROUPS THAT ARE WORKING ON BEHAVIORAL
10	HEALTH ISSUES TO INCREASE THE EFFECTIVENESS AND EFFICIENCY OF
11	THESE EFFORTS.
12	(4) This section is repealed, effective July 1, 2020. Prior to
13	SUCH REPEAL, THE COMMISSION SHALL BE REVIEWED AS PROVIDED FOR IN
14	<u>SECTION 2-3-1203, C.R.S.</u>
15	SECTION 2. 2-3-1203 (3), Colorado Revised Statutes, is
16	amended BY THE ADDITION OF A NEW PARAGRAPH to read:
17	<b><u>2-3-1203.</u></b> Sunset review of advisory committees. (3) The
18	following dates are the dates for which the statutory authorization for the
19	designated advisory committees is scheduled for repeal:
20	<u>(gg) July 1, 2020:</u>
21	(I) THE BEHAVIORAL HEALTH TRANSFORMATION COUNCIL,
22	CREATED IN SECTION 27-64-102, C.R.S.
23	SECTION 3. 25.5-5-411, Colorado Revised Statutes, is amended
24	to read:
25	25.5-5-411. Medicaid community mental health services -
26	legislative declaration - administration - rules. (1) THE GENERAL
27	ASSEMBLY HEREBY FINDS, DETERMINES, AND DECLARES THAT:

1	(a) There is an urgent need to address the economic,
2	SOCIAL, AND PERSONAL COSTS TO THE STATE OF COLORADO AND ITS
3	CITIZENS OF UNTREATED MENTAL HEALTH AND SUBSTANCE USE
4	DISORDERS;
5	(b) BEHAVIORAL HEALTH DISORDERS, INCLUDING MENTAL HEALTH
6	AND SUBSTANCE USE DISORDERS, ARE TREATABLE CONDITIONS NOT
7	UNLIKE OTHER CHRONIC HEALTH ISSUES THAT REQUIRE A COMBINATION
8	OF BEHAVIORAL CHANGE AND MEDICATION OR OTHER TREATMENT. WHEN
9	INDIVIDUALS RECEIVE APPROPRIATE PREVENTION, EARLY INTERVENTION,
10	TREATMENT, AND RECOVERY SERVICES, THEY CAN LIVE FULL, PRODUCTIVE
11	LIVES.
12	(c) UNTREATED BEHAVIORAL HEALTH DISORDERS PLACE
13	INDIVIDUALS AT HIGH RISK FOR POOR HEALTH OUTCOMES AND
14	SIGNIFICANTLY AFFECT VIRTUALLY ALL ASPECTS OF LOCAL AND STATE
15	GOVERNMENT BY REDUCING FAMILY STABILITY, STUDENT ACHIEVEMENT,
16	WORKFORCE PRODUCTIVITY, AND PUBLIC SAFETY;
17	(d) CURRENTLY, THERE IS NO SINGLE BEHAVIORAL HEALTH CARE
18	SYSTEM IN COLORADO. INSTEAD, CONSUMERS OF ALL AGES WITH
19	BEHAVIORAL HEALTH DISORDERS RECEIVE SERVICES FROM A NUMBER OF
20	DIFFERENT SYSTEMS, INCLUDING THE HEALTH CARE, BEHAVIORAL HEALTH
21	CARE, CHILD WELFARE, JUVENILE AND CRIMINAL JUSTICE, EDUCATION, AND
22	HIGHER EDUCATION SYSTEMS.
23	(e) ADULT AND YOUTH CONSUMERS AND THEIR FAMILIES NEED
24	QUALITY BEHAVIORAL HEALTH CARE THAT IS INDIVIDUALIZED AND
25	COORDINATED TO MEET THEIR CHANGING NEEDS THROUGH A
26	COMPREHENSIVE AND INTEGRATED SYSTEM;
27	(f) TIMELY ACCESS THROUGH MULTIPLE POINTS OF ENTRY TO A

1	FULL CONTINUUM OF CULTURALLY RESPONSIVE SERVICES, INCLUDING
2	PREVENTION, EARLY INTERVENTION, CRISIS RESPONSE, TREATMENT, AND
3	RECOVERY, IS NECESSARY FOR AN EFFECTIVE INTEGRATED SYSTEM;
4	(g) EVIDENCE-BASED AND PROMISING PRACTICES RESULT IN
5	FAVORABLE OUTCOMES FOR COLORADO'S ADULT AND YOUTH CONSUMERS.
6	THEIR FAMILIES, AND THE COMMUNITIES IN WHICH THEY LIVE;
7	(h) Lack of public awareness regarding behavioral health
8	ISSUES CREATES A NEED FOR PUBLIC EDUCATION THAT EMPHASIZES THE
9	IMPORTANCE OF BEHAVIORAL HEALTH AS PART OF OVERALL HEALTH AND
10	WELLNESS AND CREATES THE DESIRE TO INVEST IN AND SUPPORT AN
11	INTEGRATED BEHAVIORAL HEALTH SYSTEM IN COLORADO;
12	(i) TO REDUCE THE ECONOMIC AND SOCIAL COSTS OF UNTREATED
13	<u>behavioral health disorders, Colorado needs a systemic</u>
14	TRANSFORMATION OF THE BEHAVIORAL HEALTH SYSTEM THROUGH WHICH
15	TRANSFORMATION THE STATE STRIVES TO ACHIEVE CRITICAL GOALS TO
16	ADDRESS MENTAL HEALTH AND SUBSTANCE USE DISORDERS; AND
17	(j) The overarching goal of this behavioral health
18	SYSTEM TRANSFORMATION SHALL BE TO MAKE THE BEHAVIORAL HEALTH
19	SYSTEM'S ADMINISTRATIVE PROCESSES, SERVICE DELIVERY, AND FUNDING
20	MORE EFFECTIVE AND EFFICIENT TO IMPROVE OUTCOMES FOR COLORADO
21	<u>CITIZENS.</u>
22	(2) THE GENERAL ASSEMBLY FURTHER FINDS AND DECLARES THAT,
23	TO IMPROVE THE QUALITY OF LIFE FOR THE CITIZENS OF COLORADO,
24	STRENGTHEN THE ECONOMY, AND CONTINUE THE RESPONSIBLE
25	MANAGEMENT OF THE STATE'S RESOURCES, THE LEADERSHIP OF THE THREE
26	BRANCHES OF COLORADO'S STATE GOVERNMENT AND THE STAKEHOLDERS
27	MOST AFFECTED BY MENTAL HEALTH AND SUBSTANCE USE DISORDERS

1	MUST COLLABORATE TO BUILD ON THE PROGRESS OF PAST EFFORTS AND TO
2	SUSTAIN A FOCUS ON THE IMPROVEMENT OF BEHAVIORAL HEALTH
3	<u>SERVICES.</u>

4 (1) (3) Except as provided for in subsection (3) SUBSECTION (6) 5 of this section, the state department shall administer all medicaid 6 community mental health services for medical assistance recipients 7 including but not limited to the prepaid capitated single entry point 8 system for mental health services, the fee-for-service mental health 9 services, and alternatives to institutionalization. The administration of 10 medicaid community mental health services shall include but shall not be 11 limited to program approval, program monitoring, and data collection. 12 (1.5) (a) (4) (a) The requirements of section 25.5-5-408 shall not 13 apply to the capitated rate calculation process for medicaid community 14 mental health services; except that each medicaid community mental

15 <u>health services MCO shall be subject to the requirements of section</u>
16 25.5-5-404 (1) (k) and (1) (l).

17 (b) The state department shall establish cost-effective, capitated 18 rates for community mental health services in a manner that includes cost 19 containment mechanisms. These cost containment mechanisms may 20 include, but are not limited to, restricting average per member per month 21 utilization growth, restricting unit cost growth, limiting allowable 22 administrative cost, establishing minimum medical loss ratios, or 23 establishing other cost containment mechanisms that the state department 24 determines appropriate.

25 (c) Effective June 1, 2010, the state department shall make a
 26 capitation payment to a medicaid community mental health services MCO
 27 for each medical assistance recipient no sooner than the first day of the

1	month following the month the recipient is enrolled with that MCO.
2	$\frac{(2)}{(5)}$ The state department is authorized to seek federal approval
3	for any necessary changes to the state's waiver that authorizes the
4	statewide system of community mental health care to reflect the
5	provisions of this section. The state department is authorized to limit a
6	recipient's freedom of choice with respect to a provider of mental health
7	services and to restrict reimbursements for mental health services to
8	designated and contracted agencies in such waiver.
9	(3) (6) The administration of the mental health institutes shall
10	remain the responsibility of the department of human services.
11	(4) (7) On and after April 6, 2004, all positions of employment in
12	the department of human services concerning the powers, duties, and
13	functions of administering all medicaid community mental health services
14	for medical assistance recipients transferred to the state department
15	pursuant to this section and determined to be necessary to carry out the
16	purposes of this section by the executive director of the state department
17	shall be transferred to the state department and shall become employment
18	positions therein.
19	(5) (8) On and after April 6, 2004, all items of property, real and
20	personal, including office furniture and fixtures, computers and software,
21	books, documents, and records of the department of human services
22	pertaining to the duties and functions of administering all medicaid
23	community mental health services for medical assistance recipients are
24	transferred to the state department and shall become the property thereof.
25	(6) (9) On and after April 6, 2004, for state fiscal year 2003-04,
26	the state department may bill the department of human services
27	medicaid-funded programs division appropriation within the state

1 department's appropriation for the provision of medicaid community

2 <u>mental health services as authorized in this section.</u>

3 (7) (10) On or before July 1, 2004, the state department and the 4 department of human services shall jointly produce a document to assist 5 mental health consumers and advocates and providers that participate in 6 Colorado's publicly funded mental health system to understand the 7 respective roles of each department in the provision of mental health 8 services and each department's ability to provide high quality and 9 accessible mental health services. The state department and the 10 department of human services shall make the document available to the 11 public and shall send at least one copy to each community mental health 12 center, statewide mental health advocacy organization, and mental health 13 assessment and services agency. The information contained in the 14 document shall be made available on each department's internet web site. 15 The state department and the department of human services are 16 encouraged to consult with representatives of mental health consumer and 17 provider organizations in the development of the document to ensure that 18 it benefits consumers seeking mental health services and consumers who 19 need to express concerns or complaints regarding the quality, availability, 20 or accessibility of mental health services. 21 (8) (11) When the state auditor conducts an audit of the statewide 22 mental health system, the state auditor shall evaluate the coordination of 23 services between the state department and the department of human 24 services and the impact of the administration of the mental health system 25 on the quality of care within the statewide mental health system. 26 (9) (12) The state board shall adopt any rules necessary for the

27 implementation of this section. In adopting rules concerning medicaid

- 1 <u>community mental health services, the state board shall consider the</u>
- 2 <u>effect the rules may have on the statewide mental health system.</u>
- 3 **SECTION 4. Safety clause.** The general assembly hereby finds,
- 4 determines, and declares that this act is necessary for the immediate
- 5 preservation of the public peace, health, and safety.

-13-