

HOUSE COMMITTEE OF REFERENCE REPORT

	February 19, 2013
Chairman of Committee	Date

Committee on Public Health Care & Human Services.

After consideration on the merits, the Committee recommends the following:

HB13-1196 be amended as follows, and as so amended, be referred to the Committee on Appropriations with favorable recommendation:

1 Amend printed bill, strike everything below the enacting clause and
2 substitute:

3 "SECTION 1. In Colorado Revised Statutes, **add** 25.5-5-417 as
4 follows:

5 **25.5-5-417. Reducing unnecessary duplicative services in the**
6 **accountable care collaborative program - repeal.** (1)(a) THE GENERAL
7 ASSEMBLY FINDS AND DECLARES THAT:

8 (I) THE STATE DEPARTMENT HAS CREATED A MEDICAID
9 COORDINATED CARE SYSTEM KNOWN AND REFERRED TO IN THIS SECTION
10 AS THE "ACCOUNTABLE CARE COLLABORATIVE" TO IMPROVE CLIENT
11 HEALTH AND REDUCE COSTS IN THE MEDICAID PROGRAM;

12 (II) ONE OF THE PRIMARY GOALS OF THE ACCOUNTABLE CARE
13 COLLABORATIVE IS TO REDUCE COSTS TO THE MEDICAID PROGRAM
14 THROUGH COORDINATION BETWEEN THE PRIMARY CARE MEDICAL
15 PROVIDERS, THE REGIONAL CARE COLLABORATIVE ORGANIZATIONS, AND
16 THE STATEWIDE DATA AND ANALYTICS CONTRACTOR;

17 (III) ADDITIONALLY, THE ACCOUNTABLE CARE COLLABORATIVE IS
18 ALSO EVALUATING THE PAYMENT SYSTEM USED FOR THE MEDICAID
19 PROGRAM TO IMPROVE CLIENT HEALTH OUTCOMES THROUGH MORE
20 EFFECTIVE PAYMENT SYSTEMS;

21 (IV) THE STATE DEPARTMENT HAS ENTERED INTO CONTRACTS
22 WITH REGIONAL ORGANIZATIONS FOR THE ACCOUNTABLE CARE
23 COLLABORATIVE;

1 (V) THESE REGIONAL CARE COLLABORATIVE ORGANIZATIONS,
2 REFERRED TO IN THIS SECTION AS "RCCOs", RECEIVE A PER-MEMBER,
3 PER-MONTH PAYMENT TO PERFORM A NUMBER OF FUNCTIONS THAT
4 INCLUDE BUT ARE NOT LIMITED TO SUPPORTING COMMUNITY-BASED CARE
5 COORDINATION, BEING ACCOUNTABLE FOR HEALTH AND COST OUTCOMES,
6 AND ENSURING CARE COORDINATION FOR ALL CLIENTS; AND

7 (VI) DESPITE CARE COORDINATION AND ACCOUNTABILITY
8 EFFORTS, THERE REMAINS WITHIN THE MEDICAID SYSTEM WASTE AND
9 DUPLICATION OF SERVICES THAT ARE INCREASING STATE MEDICAID COSTS
10 AND PREVENTING MAXIMUM EFFICIENCY IN THE MEDICAID SYSTEM.

11 (b) THEREFORE, THE GENERAL ASSEMBLY DECLARES THAT, IN AN
12 EFFORT TO BRING GREATER TRANSPARENCY TO COST-CONTAINMENT
13 EFFORTS BY THE ACCOUNTABLE CARE COLLABORATIVE, THE STATE
14 DEPARTMENT SHALL REPORT ANNUALLY TO THE GENERAL ASSEMBLY
15 CONCERNING EFFORTS TO REDUCE WASTE AND DUPLICATION WITHIN THE
16 ACCOUNTABLE CARE COLLABORATIVE.

17 (2) AS PART OF THE ANNUAL REPORT REQUIRED PURSUANT TO
18 PART 2 OF ARTICLE 7 OF TITLE 2, C.R.S., THE STATE DEPARTMENT SHALL
19 PROVIDE INFORMATION CONCERNING THE FOLLOWING:

20 (a) THE SPECIFIC EFFORTS WITHIN THE ACCOUNTABLE CARE
21 COLLABORATIVE, INCLUDING A SUMMARY OF TECHNOLOGY-BASED
22 EFFORTS, TO IDENTIFY AND IMPLEMENT BEST PRACTICES RELATING TO
23 COST CONTAINMENT, AND REDUCING AVOIDABLE, DUPLICATIVE,
24 VARIABLE, AND INAPPROPRIATE USE OF HEALTH CARE RESOURCES, AND
25 THE OUTCOME OF THOSE EFFORTS, INCLUDING COST SAVINGS IF KNOWN;

26 (b) ANY STATUTES OR POLICIES OR PROCEDURES THAT PREVENT
27 THE RCCOs FROM REALIZING EFFICIENCIES AND REDUCING WASTE WITHIN
28 THE MEDICAID SYSTEM; AND

29 (c) ANY OTHER EFFORTS BY THE RCCOs OR THE STATE
30 DEPARTMENT TO ENSURE THAT THOSE WHO PROVIDE CARE FOR MEDICAID
31 CLIENTS ARE AWARE OF AND ACTIVELY PARTICIPATE IN REDUCING WASTE
32 WITHIN THE MEDICAID SYSTEM.

33 (3) THE STATE DEPARTMENT SHALL INDICATE ON ITS REPORT THE
34 COUNTIES BEING SERVED BY EACH RCCO.

35 (4) THIS SECTION IS REPEALED, EFFECTIVE JULY 15, 2018.

36 **SECTION 2. Act subject to petition - effective date.** This act
37 takes effect at 12:01 a.m. on the day following the expiration of the
38 ninety-day period after final adjournment of the general assembly (August
39 7, 2013, if adjournment sine die is on May 8, 2013); except that, if a
40 referendum petition is filed pursuant to section 1 (3) of article V of the
41 state constitution against this act or an item, section, or part of this act

1 within such period, then the act, item, section, or part will not take effect
2 unless approved by the people at the general election to be held in
3 November 2014 and, in such case, will take effect on the date of the
4 official declaration of the vote thereon by the governor."

** *** ** *** **