Second Regular Session Sixty-ninth General Assembly STATE OF COLORADO

ENGROSSED

This Version Includes All Amendments Adopted on Second Reading in the House of Introduction

LLS NO. 14-0632.01 Christy Chase x2008

SENATE BILL 14-187

SENATE SPONSORSHIP

Aguilar and Roberts,

HOUSE SPONSORSHIP

Stephens and Schafer,

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

A BILL FOR AN ACT

101	CONCERNING CREATION OF THE COLORADO COMMISSION ON
102	AFFORDABLE HEALTH CARE TO ANALYZE HEALTH CARE COSTS
103	IN <u>Colorado, and, in connection therewith, making an</u>
104	APPROPRIATION.

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 creates the Colorado commission on affordable health care and tasks the commission with studying and making recommendations

SENATE Amended 2nd Reading April 24, 2014 regarding health care costs, focusing on evidence-based cost controls and access and quality of care. The governor and legislative leadership from both houses and parties are to appoint the 12-member commission, assuring representation from across the state and by individuals with expertise in various subject areas, including health care administration, financing, delivery, and consumption. Additionally, the commissioner of insurance, the executive directors of the departments of public health and environment, human services, and health care policy and financing, and an administrator from the all-payer health claims database serve as ex officio, nonvoting members of the commission.

The commission is to make recommendations regarding legislative and regulatory modifications that could make health care affordable while improving access and quality of health care.

The commission may hire staff to facilitate its work and may request the office of legislative legal services to provide staff to attend commission meetings and provide support for the commission's activities.

The commission is authorized to accept gifts, grants, and donations to fund the commission's duties. Additionally, for the 2014-15 fiscal year, the general assembly is to appropriate \$400,000 to the commission.

The commission is repealed on July 1, 2017.

1	Be it enacted by the General Assembly of the State of Colorado:
2	SECTION 1. In Colorado Revised Statutes, add article 45 to title
3	25 as follows:
4	ARTICLE 45
5	Colorado Commission on Affordable Health Care
6	25-45-101. Legislative declaration. (1) The General Assembly
7	FINDS AND DECLARES THAT:
8	(a) Ensuring access to quality affordable health care is
9	OF PARAMOUNT CONCERN TO THE CITIZENS OF COLORADO;
10	(b) IMPROVING THE AFFORDABILITY OF HEALTH CARE INVOLVES A
11	COMPREHENSIVE EXAMINATION OF AND RECOMMENDATIONS REGARDING
12	THE MAJOR AND FUNDAMENTAL DRIVERS OF HEALTH CARE COSTS;
13	(c) CURRENT COMMITMENTS OF THE DEPARTMENT OF HEALTH
14	CARE POLICY AND FINANCING REQUIRE THE EXPENDITURE OF A

SIGNIFICANT PERCENTAGE OF THE ANNUAL STATE BUDGET ON HEALTH
 CARE;

3 (d) INCREASED COSTS OF HEALTH CARE WILL REQUIRE THAT AN
4 EVEN GREATER PERCENTAGE OF THE STATE BUDGET BE DEDICATED TO
5 HEALTH CARE COSTS, CONSTRAINING THE PRIVATE SECTOR BY
6 RESTRICTING AVAILABLE DOLLARS FOR INFRASTRUCTURE IMPROVEMENT
7 AND EXPANSION AND HAMPERING COLORADO'S ECONOMIC
8 COMPETITIVENESS;

9 (e) FACTORS THAT MAY CONTRIBUTE TO ESCALATING HEALTH 10 CARE COSTS INCLUDE:

11 (I) PAYMENTS THAT REWARD VOLUME OF SERVICES RATHER THAN
12 OUTCOMES;

 13
 (II) REGULATIONS THAT IMPAIR RATHER THAN PROMOTE

 14
 CREATIVE, LOCALLY-DEVELOPED SOLUTIONS TO CONTROLLING HEALTH

15 <u>CARE COSTS;</u>

16 (III) LACK OF TRANSPARENT INFORMATION ABOUT PRICES;

17 (IV) INSUFFICIENT TYPE AND DISTRIBUTION OF PROVIDERS;

- 18 (V) <u>Type, quality, and distribution of providers;</u>
- 19 (VI) HIGH AND REDUNDANT ADMINISTRATIVE COSTS;
- 20 (VII) POOR QUALITY OF CARE;
- 21 (VIII) INEFFICIENT DELIVERY OF CARE;
- 22 (IX) PATIENT NONCOMPLIANCE;
- 23 (X) LIFESTYLE;
- 24 (XI) POPULATION DEMOGRAPHICS;
- 25 (XII) LACK OF <u>COMPETITION OR SUPPRESSED COMPETITION DUE TO</u>
- 26 <u>GOVERNMENT REGULATIONS;</u>
- 27 (XIII) COST IMPLICATIONS OF ESSENTIAL HEALTH BENEFITS

1	REQUIREMENTS IMPOSED BY FEDERAL LAW AND REGULATIONS;
2	(XIV) FRAUD, WASTE, AND ABUSE; AND
3	(XV) MISSED PREVENTION OPPORTUNITIES;
4	(f) PRIVATE SECTOR INITIATIVES THAT CONTROL HEALTH CARE
5	COSTS AND IMPROVE QUALITY OF CARE SHOULD BE ENCOURAGED AND
6	PROMOTED;
7	(g) PRIVATE SECTOR INITIATIVES ALREADY EXIST TO ANALYZE
8	COSTS AND IMPROVE QUALITY OF HEALTH CARE IN COLORADO, BUT THEY
9	LACK THE VISIBILITY AND EMPHASIS THAT A LEGISLATIVE <u>CHARGE</u> WILL
10	PROVIDE;
11	(\underline{h}) It is in the best interests of the public that the general
12	ASSEMBLY REQUIRE A COMPREHENSIVE, EVIDENCE-BASED ANALYSIS OF
13	THE MAJOR COST DRIVERS IN HEALTH CARE AND THE EFFECTIVENESS OF
14	STRATEGIES FOR CONTROLLING EXPENDITURES, INCLUDING:
15	(I) PREVENTION PROGRAMS;
16	(II) ACCESS TO HEALTH CARE PROVIDERS;
17	(III) NEW APPROACHES TO DELIVERING AND PAYING FOR HEALTH
18	CARE;
19	(IV) THE REDUCTION OF UNNECESSARY OR REDUNDANT
20	REGULATIONS;
21	(V) THE EFFECTIVENESS OF INSURANCE LAWS; AND
22	(VI) OTHER POLICIES AND MARKET INITIATIVES TO MAKE HEALTH
23	CARE MORE AFFORDABLE WHILE IMPROVING PATIENT CARE; AND
24	(i) THEREFORE, THE GENERAL ASSEMBLY IS ENACTING THIS
25	ARTICLE TO FORM A COMMISSION OF EXPERTS IN HEALTH CARE
26	ADMINISTRATION, FINANCING, DELIVERY AND CONSUMPTION, AND OTHER
27	PERTINENT DISCIPLINES TO ENGAGE IN ANALYSIS OF HEALTH CARE COSTS

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IN THIS STATE AND MAKE RECOMMENDATIONS FOR ACTION TO THE
 GOVERNOR, THE SENATE COMMITTEE ON HEALTH AND HUMAN SERVICES
 OR ITS SUCCESSOR COMMITTEE, AND THE HOUSE OF REPRESENTATIVES
 COMMITTEE ON HEALTH, INSURANCE, AND ENVIRONMENT AND PUBLIC
 HEALTH CARE AND HUMAN SERVICES OR THEIR SUCCESSOR COMMITTEES.

6

25-45-102. Definitions. As used in this article:

7 (1) "COMMISSION" MEANS THE COLORADO COMMISSION ON
8 AFFORDABLE HEALTH CARE ESTABLISHED UNDER SECTION 25-45-103.

9 (2) "FUND" MEANS THE COLORADO COMMISSION ON AFFORDABLE
10 HEALTH CARE CASH FUND CREATED IN SECTION 25-45-105.

11 (3) "HIPAA" MEANS THE FEDERAL "HEALTH INSURANCE
12 PORTABILITY AND ACCOUNTABILITY ACT OF 1996", PUB. L. 104-191, AS
13 AMENDED.

14 (4) "HIPAA COVERED ENTITY" MEANS AN ENTITY DEFINED AS A
15 "COVERED ENTITY" UNDER HIPAA.

16 (5) "HITECH ACT" MEANS THE FEDERAL "HEALTH INFORMATION
17 TECHNOLOGY FOR ECONOMIC AND CLINICAL HEALTH ACT", PUB. L.
18 111-5, AS AMENDED.

19 (6) "MEDICAID PROGRAM" MEANS THE PROGRAM ESTABLISHED
20 UNDER THE "COLORADO MEDICAL ASSISTANCE ACT", ARTICLE 4 TO 6 OF
21 TITLE 25.5, C.R.S.

22 25-45-103. Colorado commission on affordable health care 23 creation - membership - operation. (1) THERE IS HEREBY CREATED THE
 24 COLORADO COMMISSION ON AFFORDABLE HEALTH CARE, WHICH HAS THE
 25 POWERS AND DUTIES SPECIFIED IN THIS ARTICLE.

26 (2) (a) THE COMMISSION CONSISTS OF:

27 (I) TWELVE VOTING MEMBERS AS FOLLOWS:

(A) ONE PERSON REPRESENTING HOSPITALS, RECOMMENDED BY A
 STATEWIDE ASSOCIATION OF HOSPITALS;

3 (B) Two health care providers who are not employed by
4 A HOSPITAL, ONLY ONE OF WHOM IS A PHYSICIAN. THE PHYSICIAN MUST BE
5 RECOMMENDED BY A STATEWIDE SOCIETY OR ASSOCIATION WHOSE
6 MEMBERSHIP INCLUDES AT LEAST ONE-THIRD OF THE DOCTORS OF
7 MEDICINE OR OSTEOPATHY LICENSED IN THE STATE.

8 (C) TWO REPRESENTATIVES FROM ORGANIZATIONS REPRESENTING
9 CONSUMERS, AT LEAST ONE OF WHOM UNDERSTANDS CONSUMERS WITH
10 CHRONIC MEDICAL CONDITIONS;

(D) ONE INDIVIDUAL REPRESENTING SMALL COLORADO
BUSINESSES AND ONE INDIVIDUAL REPRESENTING SELF-INSURED LARGE
COLORADO BUSINESSES, NEITHER OF WHOM IS OR REPRESENTS A <u>CARRIER</u>,
HEALTH CARE PROVIDER, OR HEALTH CARE <u>FACILITY AND ONE OF WHOM</u>
<u>HAS DEMONSTRATED SUCCESS INNOVATING MARKET-ORIENTED SOLUTIONS</u>
<u>TO CONTROL HEALTH CARE COSTS AND IMPROVE QUALITY OF CARE</u>;
(E) ONE HEALTH CARE ECONOMIST;

(E) ONE HEALTH CARE ECONOMIST,

18 (F) ONE REPRESENTATIVE OF CARRIERS OFFERING HEALTH PLANS
19 IN THIS STATE;

20 (G) ONE REPRESENTATIVE OF LICENSED HEALTH INSURANCE 21 PRODUCERS;

22 (H) ONE PERSON WITH EXPERTISE IN HEALTH CARE PAYMENT AND
 23 DELIVERY; AND

(I) ONE PERSON WITH EXPERTISE IN PUBLIC HEALTH AND THE
PROVISION OF HEALTH CARE TO POPULATIONS WITH LOW INCOMES AND
SIGNIFICANT HEALTH CARE NEEDS; AND

27 (II) FIVE NONVOTING, EX OFFICIO MEMBERS AS FOLLOWS:

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1 (A) THE COMMISSIONER OF INSURANCE;

2 (B) THE EXECUTIVE DIRECTORS OF THE DEPARTMENTS OF PUBLIC
3 HEALTH AND ENVIRONMENT, HUMAN SERVICES, AND HEALTH CARE POLICY
4 AND FINANCING OR THEIR DESIGNEES; AND

5 (C) A REPRESENTATIVE OF THE ALL-PAYER HEALTH CLAIMS
6 DATABASE ESTABLISHED UNDER SECTION 25.5-1-204, C.R.S.

7 (b) THE GOVERNOR SHALL APPOINT FOUR OF THE VOTING MEMBERS 8 DESCRIBED IN SUBPARAGRAPH (I) OF PARAGRAPH (a) OF THIS SUBSECTION 9 (2) TO THE COMMISSION. THE PRESIDENT AND MINORITY LEADER OF THE 10 SENATE AND THE SPEAKER AND MINORITY LEADER OF THE HOUSE OF 11 REPRESENTATIVES EACH SHALL APPOINT TWO OF THE VOTING MEMBERS 12 DESCRIBED IN SUBPARAGRAPH (I) OF PARAGRAPH (a) OF THIS SUBSECTION 13 (2) TO THE COMMISSION, NONE OF WHOM MAY BE CURRENT MEMBERS OF 14 THE GENERAL ASSEMBLY. THE GOVERNOR SHALL COORDINATE 15 APPOINTMENTS WITH THE PRESIDENT, SPEAKER, AND MINORITY LEADERS 16 TO ENSURE:

- 17 (I) <u>REPRESENTATION</u> AS SPECIFIED IN SUBPARAGRAPH (I) OF
 18 PARAGRAPH (a) OF THIS SUBSECTION (2);
- 19
 (II) AT LEAST ONE APPOINTMENT FROM A RURAL REGION OF THE

 20
 STATE; AND

21 (III) <u>REPRESENTATION</u> FROM AT LEAST THREE DIFFERENT
22 CONGRESSIONAL DISTRICTS IN THE STATE. NOT MORE THAN SIX OF THE
23 TWELVE VOTING MEMBERS MAY BE FROM THE SAME POLITICAL <u>PARTY</u>.
24 <u>AND THE APPOINTING AUTHORITIES SHALL ENSURE THAT THE STATE'S TWO</u>
25 <u>MAJOR POLITICAL PARTIES HAVE AN EQUAL NUMBER OF MEMBERS ON THE</u>
26 <u>COMMISSION.</u>

27 (c) The appointing authorities shall name the initial

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MEMBERS TO THE COMMISSION BY JULY 7, 2014. MEMBERS OF THE
 COMMISSION MAY BE REMOVED BY THEIR RESPECTIVE APPOINTING
 AUTHORITIES FOR CAUSE. IF A VACANCY OCCURS ON THE COMMISSION, THE
 APPOINTING AUTHORITY FOR THE MEMBER WHOSE POSITION IS VACATED
 SHALL APPOINT A MEMBER TO FILL THE VACANT POSITION.

6 (d) THE COMMISSION SHALL SELECT A CHAIR AND VICE-CHAIR OF
7 THE COMMISSION FROM ITS MEMBERSHIP.

8 (3) MEMBERS OF THE COMMISSION SERVE WITHOUT 9 COMPENSATION BUT MAY BE REIMBURSED FOR THEIR ACTUAL AND 10 NECESSARY TRAVEL EXPENSES INCURRED IN THE PERFORMANCE OF THEIR 11 OFFICIAL DUTIES.

12 (4) THE COMMISSION MAY ESTABLISH BYLAWS AS APPROPRIATE13 FOR ITS EFFECTIVE OPERATION.

14 (5) THE CHAIR OF THE COMMISSION SHALL ESTABLISH A SCHEDULE
15 FOR COMMISSION MEETINGS. THE COMMISSION SHALL MEET AT LEAST
16 ONCE A MONTH ON AVERAGE.

17 (6) MEMBERS OF THE COMMISSION, STAFF, AND CONSULTANTS ARE
18 NOT LIABLE FOR AN ACT OR OMISSION IN THEIR OFFICIAL CAPACITY
19 PERFORMED IN GOOD FAITH IN ACCORDANCE WITH THIS ARTICLE.

20 (7) (a) THE COMMISSION IS EXEMPT FROM THE "PROCUREMENT
21 CODE", ARTICLES 101 TO 112 OF TITLE 24, C.R.S.

(b) (I) EXCEPT AS PROVIDED IN SUBPARAGRAPH (II) OF THIS
PARAGRAPH (b), THE COMMISSION IS SUBJECT TO THE OPEN MEETINGS
LAW, PART 4 OF ARTICLE 6 OF TITLE 24, C.R.S., AND THE "COLORADO
OPEN RECORDS ACT", PART 2 OF ARTICLE 72 OF TITLE 24, C.R.S.

26 (II) MEMBERS OF THE COMMISSION MAY CONVENE IN GROUPS OF
27 NO MORE THAN FIVE MEMBERS FOR THE FOLLOWING PURPOSES WITHOUT

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1 COMPLYING WITH THE OPEN MEETINGS LAW AS LONG AS NO FORMAL

2 ACTION IS TAKEN AT THE MEETING:

3

(A) TO GATHER AND UNDERSTAND DATA; OR

4 (B) TO ORGANIZE AND PLAN FOR THE BUSINESS OF THE 5 COMMISSION.

6 **25-45-104. Duties of commission - mission - staffing - report.** 7 (1) THE MISSION OF THE COMMISSION IS TO ENSURE THAT COLORADANS 8 HAVE ACCESS TO AFFORDABLE HEALTH CARE IN COLORADO. THE 9 COMMISSION SHALL FOCUS ITS RECOMMENDATIONS ON EVIDENCE-BASED 10 COST CONTROL, ACCESS, AND QUALITY IMPROVEMENT INITIATIVES AND 11 THE COST-EFFECTIVE EXPENDITURE OF LIMITED STATE MONEYS TO 12 IMPROVE THE HEALTH OF THE STATE'S POPULATION.

(2) THE COMMISSION HAS THE FOLLOWING POWERS AND DUTIES:
(a) TO IDENTIFY, EXAMINE, AND REPORT ON THE PRINCIPAL
HEALTH CARE COST DRIVERS FOR COLORADO BUSINESSES AND THEIR
EMPLOYEES, INDIVIDUALS WHO PURCHASE THEIR OWN HEALTH
INSURANCE, COLORADO'S MEDICAID PROGRAM, AND THE UNINSURED
BASED ON DATA-DRIVEN, EVIDENCE-BASED ANALYSES;

(b) TO CONDUCT EMPIRICAL ANALYSIS OF AND COLLECT DATA ON
EVIDENCE-BASED INITIATIVES DESIGNED TO REDUCE HEALTH CARE COSTS
WHILE MAINTAINING OR IMPROVING ACCESS TO AND QUALITY OF CARE;

(c) TO ANALYZE THE IMPACT OF INCREASED AVAILABILITY OF
INFORMATION ON HEALTH CARE PRICING, COST, AND QUALITY ON
PROVIDER, PAYER, PURCHASER, AND CONSUMER BEHAVIOR;

25 (d) TO REVIEW, ANALYZE, AND SEEK PUBLIC INPUT ON STATE
 26 <u>REGULATIONS IMPACTING DELIVERY AND PAYMENT SYSTEM INNOVATIONS;</u>
 27 (e) TO ANALYZE THE IMPACT THAT OUT-OF-POCKET COSTS AND

HIGH DEDUCTIBLE HEALTH PLANS HAVE ON PATIENT SPENDING,
 UNCOMPENSATED CARE, OUTCOMES, AND ACCESS TO CARE;

3 (<u>f</u>) TO EXAMINE ACCESS TO CARE AND ITS IMPACT ON HEALTH
4 CARE COSTS, INCLUDING THE ADEQUACY, COMPOSITION, AND
5 DISTRIBUTION OF COLORADO'S HEALTH CARE WORKFORCE;

6 TO REVIEW REPORTS AND STUDIES FOR POTENTIAL (g) 7 IMPLEMENTATION, INCLUDING REPORTS, STUDIES, WORK, AND RESOURCES 8 COMPILED BY COLORADO ORGANIZATIONS, OUT-OF-STATE 9 ORGANIZATIONS, THE FORMER BLUE RIBBON COMMISSION FOR HEALTH 10 CARE REFORM ESTABLISHED PURSUANT TO SENATE BILL 06-208, ENACTED 11 IN 2006, THE ACCOUNTABLE CARE COLLABORATIVE PROGRAM IN THE 12 DEPARTMENT OF HEALTH CARE POLICY AND FINANCING, THE COLORADO 13 FOUNDATION FOR MEDICAL CARE OR ITS SUCCESSOR ENTITY, AND 14 COLORADO'S STATE HEALTH INNOVATION PLAN DEVELOPED THROUGH THE 15 STATE INNOVATION MODEL PROJECT;

16 (h) TO REPORT ON THE OUTCOMES OF THE IMPLEMENTATION OF
17 RECOMMENDATIONS OF THE FORMER BLUE RIBBON COMMISSION FOR
18 HEALTH CARE REFORM ESTABLISHED PURSUANT TO SENATE BILL 06-208,
19 ENACTED IN 2006, AND THE IMPACT OF IMPLEMENTATION OF THE
20 RECOMMENDATIONS ON HEALTH CARE COSTS, ACCESS TO CARE, AND
21 QUALITY OF CARE;

(i) TO COLLECT DATA, INCLUDING RATE REVIEW PROCESS DATA,
 FROM THE DIVISION OF INSURANCE AND PAYMENT INFORMATION FROM THE
 DEPARTMENT OF HEALTH CARE POLICY AND FINANCING, FOR WHICH THE
 COMMISSION SHALL PAY THE DIVISION'S AND DEPARTMENT'S DATA
 GATHERING COSTS IF THE DATA ARE NOT ALREADY AVAILABLE IN AN
 ACCESSIBLE FORMAT;

1	(j) TO REVIEW THE IMPACT OF MEDICAID EXPANSION ON HEALTH
2	CARE COSTS, ACCESS TO CARE, AND COMMERCIAL INSURANCE;
3	(k) TO EVALUATE THE IMPACT OF A GLOBAL MEDICAID WAIVER ON
4	HEALTH CARE COSTS, ACCESS TO CARE, AND QUALITY OF CARE;
5	$(\underline{1})$ To review the following, as publicly available and
6	SUBJECT TO PAYMENT OF COSTS FOR GATHERING INFORMATION AS
7	NECESSARY:
8	(I) PRICING TRANSPARENCY;
9	(II) ADEQUACY, COMPOSITION, AND DISTRIBUTION OF PHYSICIAN
10	AND HEALTH CARE NETWORKS;
11	(III) DRUG FORMULARIES;
12	(IV) COINSURANCE, COPAYMENTS, AND DEDUCTIBLES; AND
13	(V) HEALTH PLAN AVAILABILITY;
14	(\underline{m}) To work with other Colorado boards, task forces,
15	COMMISSIONS, OR OTHER ENTITIES OR ORGANIZATIONS THAT STUDY OR
16	ADDRESS HEALTH CARE COSTS, ACCESS, AND QUALITY TO ENSURE THAT
17	THE COMMISSION'S EFFORTS ARE FULLY INTEGRATED AND COORDINATED
18	WITH ONGOING COST CONTAINMENT AND PAYMENT REFORM EFFORTS;
19	(\underline{n}) To enter into business associate agreements with
20	HIPAA COVERED ENTITIES;
21	(0) TO MAKE RECOMMENDATIONS ABOUT OTHER PUBLIC OR
22	PRIVATE ENTITIES THAT SHOULD CONTINUE TO STUDY HEALTH CARE COST
23	<u>DRIVERS IN COLORADO;</u>
24	(p) TO MAKE RECOMMENDATIONS TO THE COLORADO
25	CONGRESSIONAL DELEGATION ABOUT CHANGES IN FEDERAL LAW THAT
26	MAY BE NEEDED TO MAKE HEALTH CARE AFFORDABLE IN COLORADO; AND
27	(q) ANY OTHER POWERS OR DUTIES NECESSARY TO FULFILL ITS

1 MISSION.

2 (3) RECOMMENDATIONS OF THE COMMISSION FOR PRIVATE SECTOR 3 ACTIONS, MARKET-BASED INITIATIVES, AND POLICY INTERVENTIONS THAT 4 CAN CONTROL COSTS WHILE MAINTAINING ACCESS TO AND QUALITY OF 5 HEALTH CARE MUST BE CENTERED ON EVIDENCE-BASED ANALYSIS AND 6 DATA. THE COMMISSION SHALL PRIORITIZE AREAS FOR ACTION BASED ON 7 THE POTENTIAL IMPACT ON HEALTH CARE COSTS, ACCESS, AND QUALITY. 8 (4) (a) THE COMMISSION SHALL CREATE ADVISORY COMMITTEES 9 THAT FOCUS ON SPECIFIC SUBJECT MATTERS AND MAKE 10 RECOMMENDATIONS TO THE FULL COMMISSION. THE CHAIR OF THE 11 COMMISSION SHALL APPOINT MEMBERS OF THE COMMISSION TO SERVE ON 12 ADVISORY COMMITTEES AND SHALL APPOINT A COMMISSION MEMBER AS 13 CHAIR OF EACH ADVISORY COMMITTEE FORMED PURSUANT TO THIS 14 SUBSECTION (4).

15 (b) THE CHAIR OF AN ADVISORY COMMITTEE SHALL SELECT 16 INTERESTED MEMBERS OF THE COMMUNITY WHO ARE NOT MEMBERS OF 17 THE COMMISSION TO SERVE ON THE ADVISORY COMMITTEE HE OR SHE 18 CHAIRS. WHEN APPOINTING NONCOMMISSION MEMBERS TO AN ADVISORY 19 COMMITTEE, THE CHAIR OF THE ADVISORY COMMITTEE SHALL ENSURE 20 REPRESENTATION FROM BROAD AND DIVERSE INTERESTS. NONCOMMISSION 21 MEMBERS OF AN ADVISORY COMMITTEE SERVE WITHOUT COMPENSATION 22 OR REIMBURSEMENT OF EXPENSES.

(5) THE COMMISSION MAY RESPOND TO INQUIRIES REFERRED BY
MEMBERS OF THE GENERAL ASSEMBLY, THE GOVERNOR, BUSINESSES, OR
CONSUMERS, AS RESOURCES ALLOW.

26

27 (6) (a) THE COMMISSION MAY HIRE STAFF TO FACILITATE ITS

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WORK, INCLUDING AN ADMINISTRATOR AND OTHER STAFF AS NECESSARY
 TO COLLECT EVIDENCE-BASED RESEARCH, ANALYSIS, AND MODELING TO
 INFORM THE COMMISSION ABOUT COST DRIVERS AND COST CONTAINMENT
 APPROACHES.

5 (b) As funds allow, the commission may also contract 6 with:

7 (I) NONPARTISAN, INDEPENDENT CONTRACTORS TO PROVIDE
8 RESOURCES FOR DATA COLLECTION, RESEARCH, ANALYSIS, AND
9 PUBLICATION OF THE COMMISSION'S FINDINGS AND REPORTS; AND

(II) HEALTH CARE COST EXPERTS <u>WITH DEMONSTRATED</u>
 <u>EXPERIENCE CONTROLLING HEALTH CARE COSTS THROUGH</u>
 <u>MARKET-ORIENTED APPROACHES</u> TO ADVISE THE COMMISSION.

13 (c) THE ADMINISTRATOR OF THE ALL-PAYER HEALTH CLAIMS 14 DATABASE ESTABLISHED UNDER SECTION 25.5-1-204, C.R.S., SHALL MAKE 15 CLAIMS DATA AVAILABLE TO THE COMMISSION IN ACCORDANCE WITH 16 APPLICABLE STATE AND FEDERAL LAWS, WHICH DATA MAY INCLUDE 17 CUSTOM REPORTS, DE-IDENTIFIED AND LIMITED DATA SETS, AND OTHER 18 DATA THE COMMISSION MAY REQUIRE. THE COMMISSION MAY PROVIDE 19 THE DATA FROM THE ALL-PAYER HEALTH CLAIMS DATABASE TO THE 20 COMMISSION'S STAFF AND THIRD-PARTY INDEPENDENT CONTRACTORS TO 21 ENABLE THEM TO PERFORM ANALYSES TO SUPPORT THE COMMISSION IN 22 PERFORMING ITS DUTIES. RELEASE AND SUBSEQUENT USE OF DATA FROM 23 THE ALL-PAYER HEALTH CLAIMS DATABASE, AS WELL AS ANY OTHER 24 PERSONAL HEALTH INFORMATION THE COMMISSION OBTAINS, AND 25 ANALYSES OF THAT DATA MUST BE CONDUCTED:

26 (I) IN COMPLIANCE WITH HIPAA, THE HITECH ACT, AND
 27 ANTITRUST COMPLIANCE CRITERIA DEVELOPED AND INTERPRETED JOINTLY

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BY THE UNITED STATES DEPARTMENT OF JUSTICE AND THE FEDERAL
 TRADE COMMISSION; AND

3 (II) UNDER THE TERMS OF A HIPAA-COMPLIANT DATA USE4 AGREEMENT.

5 (7) IN ADDITION TO ITS REGULAR MEETINGS, THE COMMISSION 6 SHALL HOLD PUBLIC HEARINGS TO SOLICIT INPUT ON HEALTH COST 7 DRIVERS AND WAYS TO CONTROL HEALTH CARE COSTS. THE COMMISSION 8 SHALL ACCEPT WRITTEN AND ORAL TESTIMONY AND SHALL CONDUCT AT 9 LEAST ONE PUBLIC HEARING IN EACH CONGRESSIONAL DISTRICT IN THE 10 STATE.

11 (8) (a) BY NOVEMBER 15, 2015, AND BY NOVEMBER 15, 2016, THE 12 COMMISSION SHALL PREPARE AND SUBMIT AN ANNUAL REPORT ON ITS 13 FINDINGS AND RECOMMENDATIONS, EACH OF WHICH FINDINGS AND 14 RECOMMENDATIONS MAY BE INCLUDED IN THE REPORT ONLY IF APPROVED 15 BY AT LEAST TWO-THIRDS OF THE VOTING MEMBERS OF THE COMMISSION, 16 TO THE GOVERNOR, THE HEALTH AND HUMAN SERVICES COMMITTEE OF 17 THE SENATE OR ITS SUCCESSOR COMMITTEE, AND THE HEALTH, 18 INSURANCE, AND ENVIRONMENT AND THE PUBLIC HEALTH CARE AND 19 HUMAN SERVICES COMMITTEES OF THE HOUSE OF REPRESENTATIVES OR 20 THEIR SUCCESSOR COMMITTEES. THE LEGISLATIVE COMMITTEES SHALL 21 CONSIDER THE COMMISSION'S RECOMMENDATIONS FOR LEGISLATION, AND 22 THE GOVERNOR SHALL CONSIDER THE COMMISSION'S RECOMMENDATIONS 23 FOR REGULATORY ACTION. THE COMMISSION SHALL PRESENT ITS REPORT 24 TO THE LEGISLATIVE COMMITTEES DURING THE COMMITTEES' HEARINGS 25 HELD UNDER THE "STATE MEASUREMENT FOR ACCOUNTABLE, 26 RESPONSIVE, AND TRANSPARENT (SMART) GOVERNMENT ACT", PART 2 27 OF ARTICLE 7 OF TITLE 2, C.R.S.

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(b) WITH REGARD TO ANY LEGISLATIVE RECOMMENDATIONS
 CONTAINED IN ITS REPORT, THE COMMISSION SHALL SPECIFY THE LAWS
 THAT NEED TO BE CREATED, AMENDED, OR REPEALED TO ENSURE THAT
 HEALTH CARE REMAINS AFFORDABLE AND ACCESSIBLE IN COLORADO. THE
 COMMISSION SHALL ONLY SUBMIT TO THE GENERAL ASSEMBLY
 LEGISLATIVE RECOMMENDATIONS THAT RECEIVED APPROVAL OF AT LEAST
 TWO-THIRDS OF THE VOTING MEMBERS OF THE COMMISSION.

8 (c) THE COMMISSION SHALL SUBMIT A FINAL REPORT TO THE 9 GOVERNOR AND THE COMMITTEES SPECIFIED IN PARAGRAPH (a) OF THIS 10 SUBSECTION (8) BY JUNE 30, 2017, DETAILING THE WORK OF THE 11 COMMISSION AND THE FINAL OUTCOME OF ITS EFFORTS.

(9) NOTHING IN THIS SECTION, NOR IN ANY RECOMMENDATIONS OF
THE COMMISSION, ALTERS THE DEPARTMENT OF HEALTH CARE POLICY AND
FINANCING'S FINAL POLICY DECISION-MAKING AUTHORITY, PURSUANT TO
FEDERAL REGULATIONS, FOR THE MEDICAID PROGRAM AND THE
CHILDREN'S BASIC HEALTH PLAN ESTABLISHED UNDER THE "CHILDREN'S
BASIC HEALTH PLAN ACT", ARTICLE 8 OF TITLE 25.5, C.R.S.

25-45-105. Colorado commission on affordable health care
cash fund - creation - funding sources - use of fund. (1) (a) THERE IS
HEREBY CREATED THE COLORADO COMMISSION ON AFFORDABLE HEALTH
CARE CASH FUND. THE FUND CONSISTS OF MONEYS APPROPRIATED BY THE
GENERAL ASSEMBLY TO THE FUND AND ANY GIFTS, GRANTS, OR
DONATIONS FROM PRIVATE OR PUBLIC SOURCES MADE TO THE COMMISSION
FOR THE PURPOSES OF THIS ARTICLE.

(b) MONEYS IN THE FUND ARE CONTINUOUSLY APPROPRIATED TO
THE COMMISSION FOR THE PURPOSES OF THIS ARTICLE. THE STATE
TREASURER SHALL CREDIT TO THE FUND ALL INTEREST AND INCOME

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1 DERIVED FROM THE INVESTMENT AND DEPOSIT OF MONEYS IN THE FUND. 2 ANY UNEXPENDED AND UNENCUMBERED MONEYS REMAINING IN THE FUND 3 AT THE END OF ANY FISCAL YEAR REMAIN IN THE FUND AND MUST NOT BE 4 CREDITED OR TRANSFERRED TO THE GENERAL FUND OR ANY OTHER FUND. 5 (c) THE COMMISSION MAY SOLICIT AND ACCEPT GIFTS, GRANTS, OR 6 DONATIONS, INCLUDING IN-KIND DONATIONS, FROM ANY SOURCE FOR THE 7 PURPOSES OF THIS ARTICLE. 8 (d) FOR THE 2014-15 FISCAL YEAR, THE GENERAL ASSEMBLY 9 SHALL APPROPRIATE FOUR HUNDRED THOUSAND DOLLARS TO THE FUND.

10 (2) THE COMMISSION MAY USE MONEYS IN THE FUND FOR THE
11 IMPLEMENTATION OF THIS ARTICLE AND IN FURTHERANCE OF THE
12 COMMISSION'S MISSION, INCLUDING:

13 (a) TO COMPENSATE THE COMMISSION'S STAFF AND INDEPENDENT
14 CONTRACTORS;

(b) TO PAY THE COSTS OF OBTAINING DATA AND ANALYSES FROM
ORGANIZATIONS AND ENTITIES, INCLUDING THE ALL-PAYER HEALTH
CLAIMS DATABASE; AND

18 (c) PAYING THE COMMISSION MEMBERS' NECESSARY EXPENSES IN
19 PERFORMING THEIR DUTIES.

20 25-45-106. Repeal. This article is repealed, effective July
21 1, 2017, unless the general assembly, acting by bill, extends the
22 Article beyond that date.

23 <u>SECTION 2. Appropriation.</u> In addition to any other
 24 appropriation, for the fiscal year beginning July 1, 2014, there is hereby
 25 appropriated, out of any moneys in the general fund not otherwise
 26 appropriated, to the department of public health and environment, for
 27 allocation to the Colorado commission on affordable health care cash

- 1 <u>fund created in section 25-45-105, Colorado Revised Statutes, the sum</u>
- 2 <u>of \$400,000, to be used for purposes consistent with the creation of the</u>
- 3 <u>fund.</u>
- 4 SECTION <u>3.</u> Safety clause. The general assembly hereby finds,
- 5 determines, and declares that this act is necessary for the immediate
- 6 preservation of the public peace, health, and safety.