

2024 Legislative Session Preview

Dec. 11, 2023





Today's Presenters





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Today's Agenda





- Environmental Scan
- Special Session
- 2024 Legislative Session
- Elevating the Hospital Voice
 Through Grassroots Champions
- New CHA Resources

Questions?

Please type your questions into the chat at anytime throughout the presentation

Visit www.cha.com

Today's slides, as well as in-depth issue briefs, our annual legislative report, and other helpful resources are all available



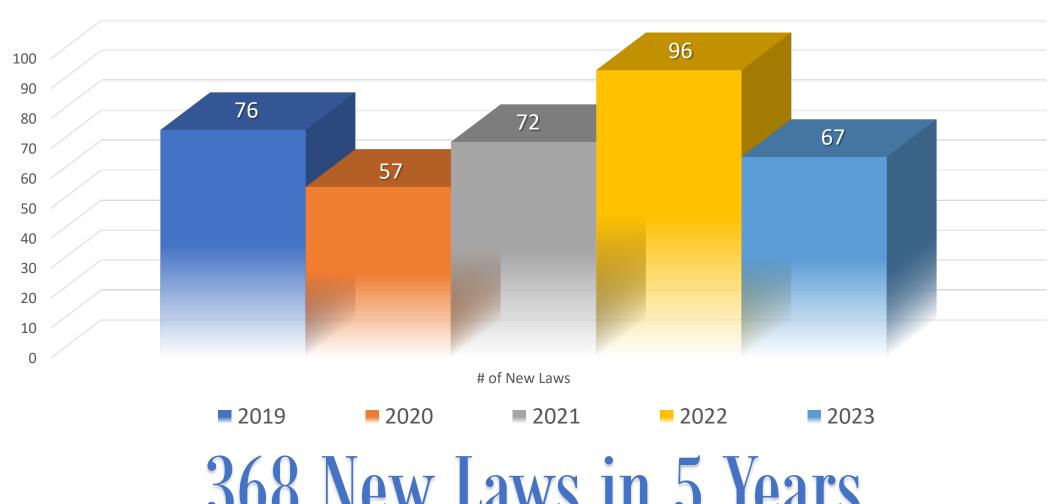
Environmental Scan



Significant Legislative Actions



NEW LAWS IMPACTING HOSPITALS SINCE GOV. POLIS AND DEMS TOOK CONTROL



368 New Laws in 5 Years



Changes in the State Legislature



STATE HOUSE



Speaker of the House Julie McCluskie (D-Dillon)



Majority Leader Monica Duran (D-Wheat Ridge)



Minority Leader Mike Lynch (R-Wellington)

Notable changes

Rep. Manny Rutinel replaces State House Rep. Dafna Michaelson Jenet in HD-32

Rep. Tim Hernandez replaces Rep. Serena Gonzales-Gutierrez, who was elected Denver City Council Member At-Large. (HD-4)

Looking ahead

Reps. Amabile, Daugherty, Kipp, Snyder, Weissman running for Senate

At least 15 seats being vacated after next session

2024 Primary Races to watch: HD-4, HD-6, HD-8, HD-30

STATE SENATE



Senate President Steve Fenberg (D-Boulder)



Majority Leader Robert Rodriguez (D-Denver)



Minority Leader Paul Lundeen (R-Monument)

Notable changes

Sen. Robert Rodriguez joins leadership as Majority Leader following Dominick Moreno's resignation

Rep. Dafna Michaelson Jenet elected by vacancy committee to fill Majority Leader Dominick Moreno's Senate seat. (SD-21)

Looking ahead

Sens. Fenberg, Fields, Gardner, Priola, Smallwood, Ginal, Zenzinger all term-limited

At least 7 seats being vacated

2024 Primary Races to watch: SD-19, SD-28



Special Session



2023 Special Session





Following the failure of Proposition HH, Gov. Polis called a special session to address residential property taxes for 2023. Bills were enacted taking the following actions:

Addressing Colorado's rising property tax burden for 2023 tax year

Backfilling local governments, schools, and special districts for lost 2023 tax revenue Determining how the 2023 TABOR tax refunds could be distributed back to taxpayers

Helping renters though rental assistance in the 22-23 fiscal year

Adjusting the Earned Income Tax Credit in the 22-23 fiscal year

Creating a process to review and make recommendations on long-term property tax relief



CHA Takes Action to Protect Rural Health Care

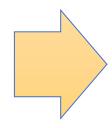




Senate Bill 23B-001

- Reduces the valuation for the assessment of all residential property the bill
- Directs nearly \$300 million to local governments and special districts to ensure that the impact of the reduction in property taxes would be minimized
- Adjusts how current law distributes the backfill of state money and delayed the deadlines associated with the new property tax valuations

CHA amended the bill (L.031) on second reading ensuring that rural hospitals, clinics, and ambulance districts are shielded from property tax cuts



CHA's amendment ensures rural health care access is protected as policymakers work to mitigate the anticipated increase in residential property tax rates



2024 Legislative Session



CHA 2024 Legislative Agenda



Strengthen and protect the health care workforce

Pursue commonsense reforms for patients

Defend against policies that threaten access to care

- In 2024, CHA will pursue proactive legislative efforts along with our partners to:
 - Prevent violence against health care workers
 - Grow the health care worker pipeline
 - Reduce unintended operational burdens within the hospital discounted care statute
 - Reform prior authorization practices that serve as a barrier to patients receiving timely health care services
 - Keep health care costs low by maintaining a balanced medical liability environment in Colorado



2024 Budget Priorities



- Provider rate increases to keep pace with rising costs
- Prevent devastating cuts and attempts to take from the CHASE Fee
- IMD 30-day funding
- Rural sustainability
- Increased emergency preparedness funding
- Rural mobile crisis/secure transportation gap funding
- Fully-fund SB 22-172 rural workforce pipeline program
- Support for statewide Office of Public Guardianship expansion
- CDPHE health facilities funding





What Else We're Hearing



Youth Mental Health Substance Use Disorder

Housing

Childcare

Property Taxes

Staffing Mandates

Single Payer

Maternal Health

555



2024 Dates of Interest





General Assembly convenes Jan. 10 Presidential Primary Election March 5 Last day to submit ballot April 5 measures for Nov. ballot **General Assembly adjourns** May 8 June 25 **State Office Primary Election** 2024 General Election Day Nov. 4

Only 30 days until the start of the 2024 Legislative Session



Elevating the Hospital Voice Through Grassroots Champions



Why Grassroots?





GRASSROOTS

- Volume of new laws and regulations
- The narrative being told about hospitals is too often negative, and being told by those with political motives (e.g., advocacy groups being funded by outside organizations)
- CHA and hospital leaders are important voices, but for policymakers, hearing from a multitude of voices is important



Building a Grassroots Network



Look for diverse backgrounds who can speak to broad audiences

Understanding of the operational challenges

Hospital Board Members Personal stories of the successes and challenges

Clinical Staff Frontline staff have borne the brunt of implementing the hundreds of new laws in recent years

Could be business leaders or local elected officials who depend on your facility

Community Leaders

Outside perspective on importance of your hospital

Hospital Patients

Firsthand knowledge of the importance of your hospital

Who better to speak to the importance and quality of your facility?



How Will Grassroots Champions Be Engaged?



CHA will put out a call to hospital leadership

 e.g., We're looking for examples of health care workers experiencing threats and violence Hospital leadership will inform their Grassroots Champions of the need and ways to plug in

 e.g., CHA is looking for emails to legislators via the CHA website for anyone who wishes to tell their story CHA and hospital leadership will follow up and thank those who've engaged

 e.g., Email updates on bill actions and personalized notes of thanks



Key Considerations



Hospital Board members

- These are individuals with a fiduciary responsibility to your hospital and are often the most motivated to act
- Often have existing relationships with policymakers

Clinical staff

- Advocacy must be done as private citizens and never tied to employment
- Want to do what's best for their patients
- Most trusted voices according to polling

Hospital patients

- Powerful stories bring a human element to challenging political issues
- Most difficult to identify and maintain

Community leaders

- Great opportunity to find voices completely removed from the hospital
- Can discuss impacts beyond clinical care



Building a Grassroots Network



Hospital Board members

Clinical staff

Community leaders

Hospital patients

Our Ask for 2024:

- Hospital leaders identify three individuals in each of the four categories willing to tell your story
- Keep them apprised of policy developments and opportunities to engage on a voluntary basis through CHA
- Consider hosting policymakers to hear directly from your grassroots champions about the important role your hospital plays in the community



New CHA Resources



New Ways to Keep Up With Legislative Actions





Directly from CHA website, members will be able to:

- Get bill summary and text
- See recent actions, votes and committee reports
- Read amendments and any fiscal analyses
- See social media activity related to bill
- Contact their legislators with one click

New Bill Tracking Platform





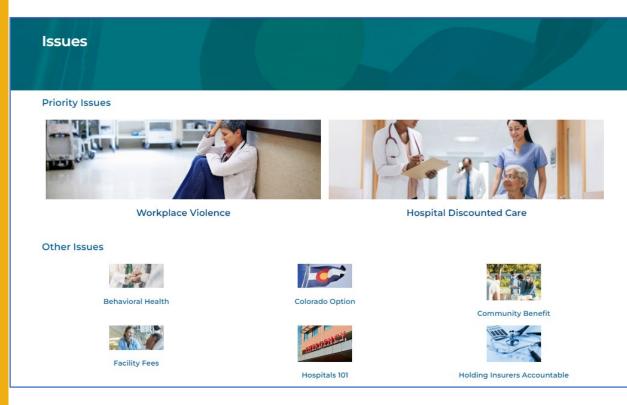
New Online Issue Resources





- New "Issues" website section with pages on specific issues with the latest information
- Highlight priority advocacy issues for hospitals and health systems
- Fact sheets for priority issues
- Links to additional resources

New Website Resources



New Issues Landing Page (accessible from homepage navigation bar)

Sample Issues page (Hospital Discounted Care)

Updating Colorado's Hospital Discounted Care Law

What You Need to Know:

House Bill 21-1198 – Health-care Billing Requirements For Indigent Patients – known as Hospital Discounted Care (HDC), expanded and made several changes to Colorado's hospital charity care statute. The law established new requirements for how hospitals screen, bill, and collect payments from low-income patients. The rules cover any medically necessary service provided in acute care and critical access hospitals, as well as freestanding emergency departments.

Rarely, if ever, does every aspect of a new law or program work perfectly right from the start, and this law is no exception.

While well intentioned, since implementing the law, Colorado hospital have identified a number of issues that have made the law operationally inefficient and created undue financial burden for hospitals. Hospitals and health systems in Colorado hope to address the following through legislation in the 2024 session:

- 1. Medicaid: Patients who are eligible for Medicaid, but not enrolled, do not have an expedited pathway to gain access to coverage or a requirement to apply.
- 2. Administrative burden: Facilities are still required to complete all of the screening and administrative steps even when they cover more generous amounts than the minimum required by law.



Join HCPF and CHA in supporting a bill seeking to "fix" the unintended consequences of the original bill

Click Here

- 3. Physician reporting: The statutory language mandates only reporting from hospitals despite there being a significant physician billing element to HDC. This places hospitals in an inappropriate middleman role.
- 4. Inconsistent billing caps: Hospitals and providers can bill for services as a percent of gross monthly income for 36 payments. Facilities are allowed to bill up to 4%, and physicians can bill up to 2% (consistent with the HDC fee schedule). However, the statutory language does not effectively recognize instances where the hospital bills on behalf of an employed physician.
- 5. Scope of hospital services: The language applies to all services under the hospital's license, which inappropriately includes many services outside of the scope of HDC.
- 6. Insured patients: HDC applies to insured patients who request to be screened. This incentivizes carriers to shift plan offerings to less comprehensive coverage and encourage enrollees to seek HDC.
- 7. Colorado residency: The language requires facilities to screen all patients despite Colorado residents not being eligible for HDC.

New Fact Sheets



Patients deserve a safe place to receive care, and health care workers deserve a safe place to deliver it. Hospitals continually adopt strategies to address the concerning rise of physical and verbal assault against staff, but they cannot solve the problem alone.

What You Need to Know:

Violence against health care workers continues to rise. with assaults against those in the profession reaching an all-time high in 2021, according to the most recent survey from the International Association for Healthcare Security and Safety (IAHSS) Foundation.



Every 30 minutes

is assaulted every 30 minutes - more than 5,200 nurses were assaulted in just the second quarter of 2022.2

n a one month review 90% of health care experienced or witnessed violence

This startling trend is causing experienced staff to leave the field, and it is deterring future workers from pursuing a health care career at a time when Colorado is projected to be short 10,000 nurses and 54,000 health care ancillary staff members by 2026.

How Hospitals Are Addressing Violence:

The safety of their patients and staff is the highest priority for every Colorado hospital. All hospitals have violence prevention programs and are required to have worker training programs as a condition of their accreditation. Safety efforts underway include:



Health care workers need the support of legislators and their communities to ensure

that violence is mitigated so patients can be treated in an environment of comfort and healing.

- https://www.ncbi.nlm.nih.gov/pmc/articles/PMC9206999/
- https://www.ormanager.com/briefs/2022-statistics-on-healthcare-workplace-violence/ https://www.securitymagazine.com/articles/97590-92-of-healthcare-workers-experienced-workplace-violence-in-april-2022

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Joshua Ewing, CHA vice president of government affairs, at Joshua. Ewing@cha.com for more information.







Our patients rely upon a functional and collaborative relationship between providers (clinicians and hospitals) and third-party payers (health insurance companies) to ensure that they can receive essential health care services in a timely manner. Health insurance companies are making it harder all the time for hospitals to be paid for care that is necessary, and in many cases, that was already authorized and provided to patients. This adds significant delays and unnecessary costs to the health care system.

What Hospitals Are Seeing



In a survey of CHA member hospitals and health systems, more than 90 percent of respondents said *carrier issues* are significant and getting worse.



Hospitals invest intensive resources to manage health insurer requirements, diverting staff and time away from patient care. Colorado hospitals report findings similar to a national study by the American Hospital Association (AHA), which found that 95 percent of hospitals report increases in staff time seeking prior authorization approval.



Additional requirements add unnecessary cost to the system. In the AHA survey, 84 percent of hospitals said the cost of complying with insurer policies is increasing.



Health insurance companies are **not paving** when services are provided to patients. In a CHA survey, hospitals reported that 15 percent of all first claims are denied, and 57 percent of initial claims denials that are appealed are ultimately overturned.

What Colorado Hospital Leaders Are Saying

"It is difficult to follow each carrier's policies as there are many and each are different. "

This is crippling and actually adds cost to the health care system by requiring facilities to hire so many staff to combat the continued nonpayment for services rendered."

Getting timely treatment doesn't have to be this hard. We can simplify the process for both patients and providers through commonsense reforms to the prior authorization processes used by insurance companies.

CONTACT:

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Joshua Ewing, CHA vice president of government affairs, at Joshua. Ewing@cha.com for more information.





New Data Dashboard





- Interactive web-based tool that provides comprehensive information to legislators and other stakeholders about the impact of hospitals operating in their community.
- Aims to raise awareness about the health care-related social determinants affecting the communities being served by these hospitals
- User can filter the data by:
 - Hospital (hospital page only)
 - County
 - Congressional District
 - House and House and Senate seats

Hospital Page

This page displays the following data:

- Hospital clinical utilization from CHA
- Economic benefit data from the AHA Economic report analysis
- Community benefit data from 2021 cost reports
- SDoH data from the **HCPF Community** benefit report

User can filter the data by:

- Hospital (hospital page only)
- County
- Congressional District
- House and House and Senate seats

Hospitals: Here for you Home Page

Multiple congressional districts displayed

Multiple senate districts displayed

County Data House District 14 - Rose Pugliese

Colorado's hospitals are here for you – our patients, our people, and our communities. By providing essential health care services, employment opportunities, and community partnerships, hospitals promote wellbeing, support economic growth, and stand as pillars of hope and healing in times of need. Hospitals are community-based institutions that aspire to provide health as well as care. Note: If a legislator does not have a hospital in their district, the report will default to showing hospital data for hospitals within the county/counties they represent.

What type of clinical services were provided in your community?





242.761





8.195

Babies Delivered

What is the direct economic benefit of hospitals in your area?



Hospitals within your community

How have hospitals provided additional benefits to the community?





\$49.737.499

The amount

hospitals spent

7.960

People employed by hospitals in your direct community





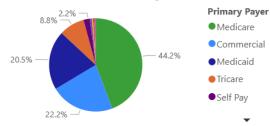
in activities related to social determinants of health**

Free or discounted care*



\$16.761.038

How is care paid for in your community?



Hospitals' financial impact on their local economy

\$4.058.318.948



*Figures are pulled for year 2021 to display complete 12 months of data **Data represented here is not reported for tax-paying hospitals

Community Health Page

- This page displays health-related data by county or elected representative from the publicly available County Health Rankings program.
- User can filter the data by:
 - County
 - Congressional **District**
 - House and House and Senate seats

County-Level Health and Hospitals Hospital Data Multiple congressional districts displayed

Senate District 4 - Mark Baisley

Multiple house districts displayed

Resource Page

This Community Health Dashboard underscores the crucial connection between hospitals and their community. Health is the cornerstone of a fulfilling life, encompassing physical, mental, and emotional wellbeing. Hospitals are the linchpin of our health environment, offering emergency care, specialized treatments, preventive health care, research, mental health support, and community health services.

| State | % Fair/Poor Health | % Low birth Rate | % Uninsured | % Smoking | % Unemployed | % Children in poverty |
|-----------|-----------------------|---------------------|-------------|-----------|--------------|-----------------------|
| Colorado | 14.0% | 9.0% | 9.0% | 14.0% | 7.3% | 11.0% |
| Chaffee | 14.2% | 7.8% | 11.3% | 15.5% | 6.3% | 11.2% |
| Custer | 13.5% | 16.3% | 12.9% | 15.4% | 5.0% | 23.2% |
| Douglas | 8.9% | 8.5% | 4.3% | 9.8% | 5.8% | 2.6% |
| Fremont | 18.0% | 8.6% | 9.2% | 18.6% | 7.7% | 17.7% |
| Jefferson | 12.2% | 8.6% | 7.5% | 13.5% | 7.1% | 6.6% |
| Lake | 19.1% | 13.0% | 14.4% | 16.0% | 8.2% | 14.1% |
| Park | 12.7% | 11.3% | 8.8% | 15.7% | 5.7% | 11.3% |
| Teller | 12.3% | 13.5% | 8.0% | 14.4% | 7.5% | 11.7% |



Health factors impacting your community*

Primary care physician rate per 100,000



54 State: 83 Mental health provider rate per 100,000



191 State: 400

Number of physically unhealthy days per month per person



3.4 State: 3.3

Percent of Medicare enrollees with annual mammogram

Number of mentally unhealthy days per month per person



4.0 State: 4

Percent of adults with obesity



37.5% State: 40.0%



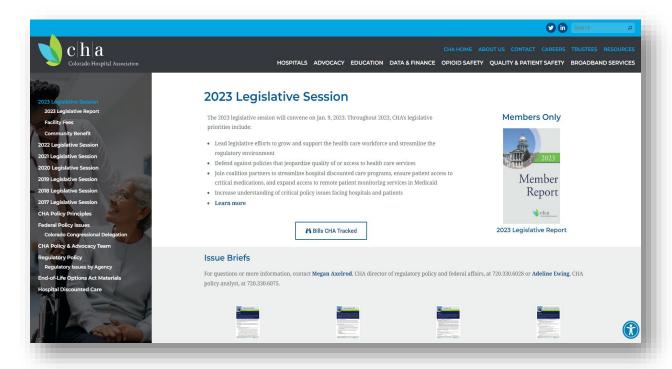
25%

Multiple counties displayed

ADDITIONAL RESOURCES

- ✓ 2023 Member Advocacy Report
- ✓ Annual Legislative Report
- ✓ CHA Regulatory Issue Briefs are available at www.cha.com.

Please let us know if you'd like to be added to the monthly CHA Regulatory Update newsletter and call.



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