Second Regular Session Seventy-second General Assembly STATE OF COLORADO

INTRODUCED

LLS NO. 20-0791.01 Kristen Forrestal x4217

HOUSE BILL 20-1101

HOUSE SPONSORSHIP

Wilson, Singer

SENATE SPONSORSHIP

Hisey and Todd,

House Committees Public Health Care & Human Services **Senate Committees**

A BILL FOR AN ACT

101 CONCERNING THE REFERRAL OF A PROSPECTIVE RESIDENT TO AN

102 ASSISTED LIVING RESIDENCE BY AN ASSISTED LIVING RESIDENCE

103 **REFERRAL AGENCY.**

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 <u>http://leg.colorado.gov</u>.)

The bill requires an agreement between an assisted living residence referral agency and a prospective resident of an assisted living residence to be in writing and include:

! The right of the prospective resident or representative of the prospective resident to terminate the referral agency's

services for any reason at any time; and

! A requirement that the referral agency communicate the cancellation of the agreement to all assisted living residences to which the prospective resident has been referred.

The bill prohibits an assisted living residence from:

- Paying a referral fee to a referral agency if the agreement between the referral agency and the prospective resident has been terminated; and
- ! Selling the prospective resident's or prospective resident's representative's contact information without written consent.

The bill expands the definition of "assisted living residence" to include a facility operating for persons with intellectual and developmental disabilities.

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

2

SECTION 1. In Colorado Revised Statutes, 6-1-729, amend

3 (1)(a), (2), and (3) as follows:

6-1-729. Assisted living residence referral - disclosures penalty - fine - definitions. (1) As used in this section, unless the
context otherwise requires:

7 (a) (I) "Assisted living residence" has the same meaning as in 8 section 25-27-102 MEANS A RESIDENTIAL FACILITY THAT MAKES 9 AVAILABLE TO THREE OR MORE ADULTS NOT RELATED TO THE OWNER OF 10 THE FACILITY, EITHER DIRECTLY OR INDIRECTLY THROUGH AN AGREEMENT 11 WITH A RESIDENT, ROOM AND BOARD AND AT LEAST THE FOLLOWING 12 SERVICES: PERSONAL SERVICES; PROTECTIVE OVERSIGHT; SOCIAL CARE 13 DUE TO IMPAIRED CAPACITY TO LIVE INDEPENDENTLY; AND REGULAR 14 SUPERVISION THAT IS AVAILABLE ON A TWENTY-FOUR-HOUR BASIS.

(II) "ASSISTED LIVING RESIDENCE" INCLUDES A FACILITY
OPERATED FOR PERSONS WITH INTELLECTUAL AND DEVELOPMENTAL
DISABILITIES, A NURSING CARE FACILITY, AND ANY OTHER FACILITY OF A

1 SIMILAR NATURE.

2 (2) A referral agency shall disclose to a prospective resident or the
3 representative of the prospective resident referred to an assisted living
4 residence:

(a) Documentation of the existence of any relationships between
the referral agency and the assisted living residence, including common
ownership or control of the assisted living residence, and financial,
business, management, or familial relationships between the referral
agency and the assisted living residence; and

(b) That the referral agency receives a fee from the assisted living
residence for the referral; AND

12 (c) WRITTEN DOCUMENTATION OF THE AGREEMENT BETWEEN THE
13 REFERRAL AGENCY AND THE PROSPECTIVE RESIDENT OR REPRESENTATIVE
14 OF THE PROSPECTIVE RESIDENT. THE AGREEMENT MUST INCLUDE:

(I) THE RIGHT OF THE PROSPECTIVE RESIDENT OR REPRESENTATIVE
OF THE PROSPECTIVE RESIDENT TO TERMINATE THE REFERRAL AGENCY'S
SERVICES FOR ANY REASON AT ANY TIME; AND

(II) A REQUIREMENT THAT THE REFERRAL AGENCY COMMUNICATE
THE CANCELLATION OF THE AGREEMENT TO ALL ASSISTED LIVING
RESIDENCES TO WHICH THE PROSPECTIVE RESIDENT HAS BEEN REFERRED.

21 (3) (a) The referral agency and the prospective resident or 22 representative of the prospective resident shall sign and date the 23 documentation required in subsection (2)(a) (2) of this section. The 24 referral agency shall provide a written or electronic copy of the signed 25 disclosure to the assisted living residence on or before the date the 26 resident is admitted to the assisted living residence.

(b) The assisted living residence shall:

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(I) Not pay the referral agency a fee:

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2 (A) Until WRITTEN receipt of the documentation REQUIRED IN
3 SUBSECTION (2) OF THIS SECTION; and

4 (B) ON OR AFTER THE DATE THE AGREEMENT BETWEEN THE
5 REFERRAL AGENCY AND THE PROSPECTIVE CLIENT OR REPRESENTATIVE OF
6 THE PROSPECTIVE CLIENT IS TERMINATED;

7 (II) Maintain a written or electronic copy of the documentation
8 REQUIRED IN SUBSECTION (2) OF THIS SECTION at the assisted living
9 residence for at least one year after the date that the new resident is
10 admitted; AND

(III) NOT SELL OR TRANSFER THE PROSPECTIVE RESIDENT'S OR
PROSPECTIVE RESIDENT'S REPRESENTATIVE'S CONTACT INFORMATION TO
A THIRD PARTY WITHOUT THE WRITTEN CONSENT OF THE PROSPECTIVE
RESIDENT OR REPRESENTATIVE OF THE PROSPECTIVE RESIDENT.

15 **SECTION 2.** Act subject to petition - effective date. This act 16 takes effect at 12:01 a.m. on the day following the expiration of the 17 ninety-day period after final adjournment of the general assembly (August 18 5, 2020, if adjournment sine die is on May 6, 2020); except that, if a 19 referendum petition is filed pursuant to section 1 (3) of article V of the 20 state constitution against this act or an item, section, or part of this act 21 within such period, then the act, item, section, or part will not take effect 22 unless approved by the people at the general election to be held in 23 November 2020 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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