

Steve Eliason proposes the following substitute bill:

Correctional Health Services Amendments

2026 GENERAL SESSION

STATE OF UTAH

Chief Sponsor: Steve Eliason

Senate Sponsor: Brady Brammer

LONG TITLE

General Description:

This bill addresses correctional health services.

Highlighted Provisions:

This bill:

- requires the Department of Health and Human Services (department) to contract for a new electronic health record system for inmate care, based on recommendations of a working group;

- permits appropriations from the Medicaid Growth Reduction and Budget Stabilization Account for the electronic health record system;

- provides that money appropriated to the department to pay for unanticipated high-cost correctional health expenses is non-lapsing;

- requires the department, in consultation with the Department of Corrections, to prepare and implement a plan for providing opioid use disorder treatment to certain inmates who suffer from an opioid use disorder, and requires the Department of Corrections to cooperate with the department in providing medication assisted treatment in accordance with that plan;

- defines terms; and

- makes technical and conforming changes.

Money Appropriated in this Bill:

This bill appropriates \$7,000,000 in operating and capital budgets for fiscal year 2027, all of which is from the General Fund.

This bill appropriates (\$7,000,000) in restricted fund and account transfers for fiscal year 2027, all of which is from the General Fund.

Other Special Clauses:

None

29 **Utah Code Sections Affected:**

30 AMENDS:

31 **26B-4-903**, as enacted by Laws of Utah 2025, Chapter 11232 **63I-2-264**, as last amended by Laws of Utah 2024, Third Special Session, Chapter 533 **63J-1-315**, as last amended by Laws of Utah 2025, Chapter 11334 **64-13-25.1**, as enacted by Laws of Utah 2024, Chapter 266

35 ENACTS:

36 **26B-4-905**, Utah Code Annotated 195337 **26B-4-906**, Utah Code Annotated 1953

38

39 *Be it enacted by the Legislature of the state of Utah:*40 Section 1. Section **26B-4-903** is amended to read:41 **26B-4-903 . Electronic health record system study.**42 (1) On or before June 30, 2025, the department shall convene a working group to study and
43 develop recommendations regarding the electronic health record system used in
44 connection with providing inmates with comprehensive health care, including:

45 (a) identification of the department's electronic health record system requirements;

46 (b) an analysis of what features of an electronic health record system are needed to
47 maximize the implementation, effectiveness, and efficiency of the waiver described
48 in Section 26B-3-217; and49 (c) a determination of whether the department's current electronic health record system
50 meets the requirements and includes the features identified under Subsections (1)(a)
51 and (b).52 (2) The working group described in Subsection (1) shall include department staff as
53 determined by the director.54 (3) The working group shall provide recommendations regarding the electronic health
55 record system to the Health and Human Services Interim Committee on or before the
56 date of the committee's meeting in November 2025.57 (4) By no later than December 31, 2026, the department shall enter into a contract, in
58 accordance with Title 63G, Chapter 6a, Utah Procurement Code, for an electronic health
59 record system that meets the requirements and has the features identified in accordance
60 with Subsections (1)(a) and (b).61 Section 2. Section **26B-4-905** is enacted to read:62 **26B-4-905 . Nonlapsing funds.**

- 63 (1) Funds appropriated by the Legislature to the department for the purpose of paying for
 64 unanticipated high-cost correctional health care:
 65 (a) are nonlapsing; and
 66 (b) may only be used to pay for health care costs that meet the definition of
 67 unanticipated high-cost correctional health care.
- 68 (2) In any year that the department uses funds for the purpose described in Subsection (1),
 69 the department shall provide a report to the Social Services Appropriations
 70 Subcommittee and the Health and Human Services Interim Committee that includes:
 71 (a) the amount expended; and
 72 (b) the balance of unexpended funds appropriated to the department for unanticipated
 73 high-cost correctional health care.

74 Section 3. Section **26B-4-906** is enacted to read:

75 **26B-4-906 . Treatment for opioid use disorder.**

- 76 (1) As used in this section, "CMS" means the Centers for Medicare and Medicaid Services
 77 within the United States Department of Health and Human Services.
- 78 (2) The department, in consultation with the Department of Corrections, shall prepare and
 79 implement a plan to provide, in accordance with current medical standards, opioid use
 80 disorder treatment to inmates who suffer from opioid use disorder:
 81 (a) for up to 90 days after the first day on which the inmate is incarcerated in a
 82 correctional facility; and
 83 (b) for up to 90 days immediately before the date on which the inmate is released from a
 84 correctional facility, if CMS grants a request for a waiver, or a request to amend a
 85 waiver, that the department requests in accordance with Section 26B-3-217.
- 86 (3) The plan described in Subsection (2) shall include the use of medication assisted
 87 treatment as medically necessary.
- 88 (4) The department shall consult and may contract with addiction specialists at the
 89 Huntsman Mental Health Institute to prepare and implement the plan described in
 90 Subsection (2).
- 91 (5) The department shall provide an annual report on the preparation and implementation of
 92 the plan described in Subsection (2) to the Health and Human Services Interim
 93 Committee on or before the date of the committee's August interim meeting.

94 Section 4. Section **63I-2-264** is amended to read:

95 **63I-2-264 . Repeal dates: Title 64.**

96 [~~Section 64-13-25.1(4)~~] Subsection 64-13-25.1(5), regarding reporting on continuation or

97 discontinuation of a medication assisted treatment plan, is repealed July 1, 2026.

98 Section 5. Section **63J-1-315** is amended to read:

99 **63J-1-315 . Medicaid Growth Reduction and Budget Stabilization Account --**
100 **Transfers of Medicaid growth savings -- Base budget adjustments.**

101 (1) As used in this section:

- 102 (a) "Department" means the Department of Health and Human Services created in
103 Section 26B-1-201.
- 104 (b) "Division" means the Division of Integrated Healthcare created in Section 26B-3-102.
- 105 (c) "General Fund revenue surplus" means a situation where actual General Fund
106 revenues collected in a completed fiscal year exceed the estimated revenues for the
107 General Fund for that fiscal year that were adopted by the Executive Appropriations
108 Committee of the Legislature.
- 109 (d) "Medicaid growth savings" means the Medicaid growth target minus Medicaid
110 program expenditures, if Medicaid program expenditures are less than the Medicaid
111 growth target.
- 112 (e) "Medicaid growth target" means Medicaid program expenditures for the previous
113 year multiplied by 1.08.
- 114 (f) "Medicaid program" is as defined in Section 26B-3-101.
- 115 (g) "Medicaid program expenditures" means total state revenue expended for the
116 Medicaid program from the General Fund, including restricted accounts within the
117 General Fund, during a fiscal year.
- 118 (h) "Medicaid program expenditures for the previous year" means total state revenue
119 expended for the Medicaid program from the General Fund, including restricted
120 accounts within the General Fund, during the fiscal year immediately [~~preceeding~~]
121 before a fiscal year for which Medicaid program expenditures are calculated.
- 122 (i) "Operating deficit" means that, at the end of the fiscal year, the unassigned fund
123 balance in the General Fund is less than zero.
- 124 (j) "State revenue" means revenue other than federal revenue.
- 125 (k) "State revenue expended for the Medicaid program" includes money transferred or
126 appropriated to the Medicaid Growth Reduction and Budget Stabilization Account
127 only to the extent the money is appropriated for the Medicaid program by the
128 Legislature.

129 (2) There is created within the General Fund a restricted account to be known as the
130 Medicaid Growth Reduction and Budget Stabilization Account.

- 131 (3)(a) The following shall be deposited into the Medicaid Growth Reduction and Budget
132 Stabilization Account:
- 133 (i) deposits described in Subsection (4);
 - 134 (ii) beginning July 1, 2024, any general funds appropriated to the department for the
135 state plan for medical assistance or for Medicaid administration by the Division of
136 Integrated Healthcare that are not expended by the department in the fiscal year
137 for which the general funds were appropriated and which are not otherwise
138 designated as nonlapsing shall lapse into the Medicaid Growth Reduction and
139 Budget Stabilization Account;
 - 140 (iii) beginning July 1, 2024, any unused state funds that are associated with the
141 Medicaid program from the Department of Workforce Services;
 - 142 (iv) beginning July 1, 2024, any penalties imposed and collected under:
 - 143 (A) Section 17B-2a-818.5;
 - 144 (B) Section 19-1-206;
 - 145 (C) Section 63A-5b-607;
 - 146 (D) Section 63C-9-403;
 - 147 (E) Section 72-6-107.5; or
 - 148 (F) Section 79-2-404; and
 - 149 (v) at the close of fiscal year 2024, the Division of Finance shall transfer any existing
150 balance in the Medicaid Restricted Account created in Section 26B-1-309 into the
151 Medicaid Growth Reduction and Budget Stabilization Account.
- 152 (b) In addition to the deposits described in Subsection (3)(a), the Legislature may
153 appropriate money into the Medicaid Growth Reduction and Budget Stabilization
154 Account.
- 155 (4)(a)(i) Except as provided in Subsection (7), if, at the end of a fiscal year, there is a
156 General Fund revenue surplus, the Division of Finance shall transfer an amount
157 equal to Medicaid growth savings from the General Fund to the Medicaid Growth
158 Reduction and Budget Stabilization Account.
- 159 (ii) If the amount transferred is reduced to prevent an operating deficit, as provided in
160 Subsection (7), the Legislature shall include, to the extent revenue is available, an
161 amount equal to the reduction as an appropriation from the General Fund to the
162 account in the base budget for the second fiscal year following the fiscal year for
163 which the reduction was made.
- 164 (b) If, at the end of a fiscal year, there is not a General Fund revenue surplus, the

- 165 Legislature shall include, to the extent revenue is available, an amount equal to
166 Medicaid growth savings as an appropriation from the General Fund to the account in
167 the base budget for the second fiscal year following the fiscal year for which the
168 reduction was made.
- 169 (c) Subsections (4)(a) and (4)(b) apply only to the fiscal year in which the department
170 implements the proposal developed under Section 26B-3-202 to reduce the long-term
171 growth in state expenditures for the Medicaid program, and to each fiscal year after
172 that year.
- 173 (5) The Division of Finance shall calculate the amount to be transferred under Subsection
174 (4):
- 175 (a) before transferring revenue from the General Fund revenue surplus to:
- 176 (i) the General Fund Budget Reserve Account under Section 63J-1-312;
- 177 (ii) the Utah Wildfire Fund created in Section 65A-8-217, as described in Section
178 63J-1-314; and
- 179 (iii) the State Disaster Recovery Restricted Account under Section 63J-1-314;
- 180 (b) before earmarking revenue from the General Fund revenue surplus to the Industrial
181 Assistance Account under Section 63N-3-106; and
- 182 (c) before making any other year-end contingency appropriations, year-end set-asides, or
183 other year-end transfers required by law.
- 184 (6)(a) If, at the close of any fiscal year, there appears to be insufficient money to pay
185 additional debt service for any bonded debt authorized by the Legislature, the
186 Division of Finance may hold back from any General Fund revenue surplus money
187 sufficient to pay the additional debt service requirements resulting from issuance of
188 bonded debt that was authorized by the Legislature.
- 189 (b) The Division of Finance may not spend the hold back amount for debt service under
190 Subsection (6)(a) unless and until it is appropriated by the Legislature.
- 191 (c) If, after calculating the amount for transfer under Subsection (4), the remaining
192 General Fund revenue surplus is insufficient to cover the hold back for debt service
193 required by Subsection (6)(a), the Division of Finance shall reduce the transfer to the
194 Medicaid Growth Reduction and Budget Stabilization Account by the amount
195 necessary to cover the debt service hold back.
- 196 (d) Notwithstanding Subsections (4) and (5), the Division of Finance shall hold back the
197 General Fund balance for debt service authorized by this Subsection (6) before
198 making any transfers to the Medicaid Growth Reduction and Budget Stabilization

- 199 Account or any other designation or allocation of General Fund revenue surplus.
- 200 (7) Notwithstanding Subsections (4) and (5), if, at the end of a fiscal year, the Division of
 201 Finance determines that an operating deficit exists and that holding back earmarks to the
 202 Industrial Assistance Account under Section 63N-3-106, transfers to the Utah Wildfire
 203 Fund and State Disaster Recovery Restricted Account under Section 63J-1-314,
 204 transfers to the General Fund Budget Reserve Account under Section 63J-1-312, or
 205 earmarks and transfers to more than one of those accounts, in that order, does not
 206 eliminate the operating deficit, the Division of Finance may reduce the transfer to the
 207 Medicaid Growth Reduction and Budget Stabilization Account by the amount necessary
 208 to eliminate the operating deficit.
- 209 (8) The Legislature may appropriate money from the Medicaid Growth Reduction and
 210 Budget Stabilization Account only:
- 211 (a)(i) for the Medicaid program; ~~and~~ or
- 212 (ii) beginning on January 1, 2027, for an electronic health record system for which
 213 the department enters into a contract in accordance with Section 26B-4-903; and
- 214 (b)(i) if Medicaid program expenditures for the fiscal year for which the
 215 appropriation is made are estimated to be 108% or more of Medicaid program
 216 expenditures for the previous year; or
- 217 (ii) if the amount of the appropriation is equal to or less than the balance in the
 218 Medicaid Growth Reduction and Budget Stabilization Account that comprises
 219 deposits described in Subsections (3)(a)(ii) through (v) and appropriations
 220 described in Subsection (3)(b).
- 221 (9) The Division of Finance shall deposit interest or other earnings derived from investment
 222 of Medicaid Growth Reduction and Budget Stabilization Account money into the
 223 General Fund.

224 Section 6. Section **64-13-25.1** is amended to read:

225 **64-13-25.1 . Medication assisted treatment plan.**

- 226 (1) As used in this section, "medication assisted treatment plan" means a prescription plan
 227 to use a medication, such as buprenorphine, methadone, or naltrexone, to treat substance
 228 use withdrawal symptoms or an opioid use disorder.
- 229 (2) In collaboration with the Department of Health and Human Services the department
 230 may cooperate with medical personnel to continue a medication assisted treatment plan
 231 for an inmate who had an active medication assisted treatment plan within the last six
 232 months before being committed to the custody of the department.

233 (3) The department shall cooperate with the Department of Health and Human Services and
 234 relevant medical personnel in providing medication assisted treatment in accordance
 235 with the substance use disorder plan described in Subsection (2).

236 [~~3~~] (4) A medication used for a medication assisted treatment plan under Subsection (2):

237 (a) shall be an oral, short-acting medication unless the chief administrative officer or
 238 other medical personnel who is familiar with the inmate's medication assisted
 239 treatment plan determines that a long-acting, non-oral medication will provide a
 240 greater benefit to the individual receiving treatment;

241 (b) may be administered to an inmate under the direction of the chief administrative
 242 officer of the correctional facility;

243 (c) may, as funding permits, be paid for by the department or the Department of Health
 244 and Human Services; and

245 (d) may be left or stored at a correctional facility at the discretion of the chief
 246 administrative officer of the correctional facility.

247 [~~4~~] (5) Before November 30 each year, the Department of Health and Human Services
 248 shall provide a report to the Health and Human Services Interim Committee that details,
 249 for each category, the number of individuals in the custody of the department who, in
 250 the preceding 12 months:

251 (a) had an active medication assisted treatment plan within the six months preceding
 252 commitment to the custody of the department;

253 (b) continued a medication assisted treatment plan following commitment to the custody
 254 of the department; and

255 (c) discontinued a medication assisted treatment plan prior to, at the time of, or after
 256 commitment to the custody of the department and, as available, the type of
 257 medication discontinued and the reason for the discontinuation.

258 Section 7. **FY 2027 Appropriations.**

259 The following sums of money are appropriated for the fiscal year beginning July 1,
 260 2026, and ending June 30, 2027. These are additions to amounts previously appropriated for
 261 fiscal year 2027.

262 Subsection 7(a). **Operating and Capital Budgets**

263 Under the terms and conditions of Title 63J, Chapter 1, Budgetary Procedures Act, the
 264 Legislature appropriates the following sums of money from the funds or accounts indicated for
 265 the use and support of the government of the state of Utah.

266 ITEM 1 To Department of Health and Human Services - Correctional Health Services

267 From General Fund, One-time 7,000,000

268 Schedule of Programs:

269 Correctional Health Services 7,000,000

270 The Legislature intends that the Department of
271 Health and Human Services use the appropriation in this
272 item for the electronic health record system described in
273 Section 26B-4-903.

274 Subsection 7(b). **Restricted Fund and Account Transfers**

275 The Legislature authorizes the State Division of Finance to transfer the following
276 amounts between the following funds or accounts as indicated. Expenditures and outlays from
277 the funds to which the money is transferred must be authorized by an appropriation.

278 ITEM 2 To General Fund Restricted - Medicaid Growth Reduction and Budget
279 Stabilization Account

280 From General Fund, One-time (7,000,000)

281 Schedule of Programs:

282 Medicaid Growth Reduction and Budget

283 Stabilization Account (7,000,000)

284 Section 8. **Effective Date.**

285 This bill takes effect on May 6, 2026.